



Mary Taylor, CPA
Auditor of State

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

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

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2007**

| FEDERAL GRANTOR <i>Pass Through Grantor</i> | Pass Through Entity Number | Federal CFDA Number | Receipts | Non-Cash Receipts | Disburse- ments | Non-Cash Disburse- ments |
|---|----------------------------------|---------------------------|--------------------|----------------------|--------------------|--------------------------------|
| Program Title | | | | | | |
| U.S. DEPARTMENT OF AGRICULTURE <i>Passed Through Ohio Department of Education</i> | | | | | | |
| Food Donation | N/A | 10.550 | \$0 | \$136,346 | \$0 | \$136,346 |
| Nutrition Cluster: | | | | | | |
| School Breakfast Program | 05PU-2006 | 10.553 | 1,023 | 0 | 1,023 | 0 |
| School Breakfast Program | 05PU-2007 | 10.553 | 4,796 | 0 | 4,796 | 0 |
| Total School Breakfast Program | | | 5,819 | 0 | 5,819 | 0 |
| National School Lunch Program | LLP4-2006 | 10.555 | 40,943 | 0 | 40,943 | 0 |
| National School Lunch Program | LLP4-2007 | 10.555 | 108,156 | 0 | 108,156 | 0 |
| Total National School Lunch Program | | | 149,099 | 0 | 149,099 | 0 |
| Total Nutrition Cluster | | | 154,918 | 0 | 154,918 | 0 |
| Total U.S. Department of Agriculture | | | 154,918 | 136,346 | 154,918 | 136,346 |
| U.S. DEPARTMENT OF EDUCATION <i>Passed Through Ohio Department of Education</i> | | | | | | |
| Title I | C1S1-2006 | 84.010 | (2,066) | 0 | 5,588 | 0 |
| Title I | C1S1-2007 | 84.010 | 132,716 | 0 | 127,833 | 0 |
| Total Title I | | | 130,650 | 0 | 133,421 | 0 |
| Special Education Cluster: | | | | | | |
| Title VI-B (IDEA Part B) | 6BSF-2005 | 84.027 | 0 | 0 | 60 | 0 |
| Title VI-B (IDEA Part B) | 6BSF-2006 | 84.027 | 29,326 | 0 | 65,414 | 0 |
| Title VI-B (IDEA Part B) | 6BSF-2007 | 84.027 | 923,045 | 0 | 892,209 | 0 |
| Total Title VI-B (IDEA Part B) | | | 952,371 | 0 | 957,683 | 0 |
| Preschool Disability Grant | PGS1-2007 | 84.173 | 25,661 | 0 | 25,661 | 0 |
| Total Special Education Cluster | | | 978,032 | 0 | 983,344 | 0 |
| Safe and Drug Free Schools and Communities | DRS1-2006 | 84.186 | (712) | 0 | 569 | 0 |
| Safe and Drug Free Schools and Communities | DRS1-2007 | 84.186 | 11,248 | 0 | 9,956 | 0 |
| Total Safe and Drug Free Schools and Communities | | | 10,536 | 0 | 10,525 | 0 |
| Innovative Education Program Strategies | C2S1-2005 | 84.298 | 0 | 0 | 3,558 | 0 |
| Innovative Education Program Strategies | C2S1-2006 | 84.298 | 2,283 | 0 | 3,153 | 0 |
| Innovative Education Program Strategies | C2S1-2007 | 84.298 | 8,017 | 0 | 0 | 0 |
| Total Innovative Education Program Strategies | | | 10,300 | 0 | 6,711 | 0 |
| Technology Literacy Challenge Funds | TJS1-2005 | 84.318 | 0 | 0 | 80 | 0 |
| Technology Literacy Challenge Funds | TJS1-2006 | 84.318 | 265 | 0 | 265 | 0 |
| Technology Literacy Challenge Funds | TJS1-2007 | 84.318 | 1,359 | 0 | 1,186 | 0 |
| Total Technology Literacy Challenge Funds | | | 1,624 | 0 | 1,531 | 0 |
| English Language Acquisition Grants | T3S1-2006 | 84.365 | 0 | 0 | 3,520 | 0 |
| English Language Acquisition Grants | T3S1-2007 | 84.365 | 20,416 | 0 | 19,532 | 0 |
| Total English Language Acquisition Grants | | | 20,416 | 0 | 23,052 | 0 |
| Improving Teacher Quality | TRS1-2005 | 84.367 | 0 | 0 | 1,063 | 0 |
| Improving Teacher Quality | TRS1-2006 | 84.367 | (4,565) | 0 | 5,617 | 0 |
| Improving Teacher Quality | TRS1-2007 | 84.367 | 81,433 | 0 | 74,603 | 0 |
| Total Improving Teacher Quality | | | 76,868 | 0 | 81,283 | 0 |
| Total U.S. Department of Education | | | 1,228,426 | 0 | 1,239,867 | 0 |
| Total Federal Financial Assistance | | | \$1,383,344 | \$136,346 | \$1,394,785 | \$136,346 |

The accompanying notes are an integral part of this schedule.

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

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2007**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

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

NOTE C – FOOD DONATION PROGRAM

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

NOTE D – NEGATIVE RECEIPTS

The Ohio Department of Education (ODE) transferred federal monies from grant year 2006 to grant year 2007 for several of the District's federal grants. These transfers appear as negative receipts in the 2006 grant year and positive receipts in the 2007 grant year. This action by ODE allowed the District to extend the availability period for expenditure of these receipts.

N/A – Not Applicable

CFDA – Catalog of Federal Domestic Assistance



Mary Taylor, CPA

Auditor of State

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

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

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 4, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more than inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

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

Compliance and Other Matters

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

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

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

Mary Taylor, CPA
Auditor of State

December 4, 2007



Mary Taylor, CPA

Auditor of State

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

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

To the Board of Education:

Compliance

We have audited the compliance of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that apply to its major federal program for the year ended June 30, 2007. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal program. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, complied, in all material respects, with the requirements referred to above that apply to its major federal program for the year ended June 30, 2007.

Internal Control Over Compliance

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

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood that the District's internal control will not prevent or detect more than inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

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

Schedule of Federal Awards Receipts and Expenditures

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio as of and for the year ended June 30, 2007, and have issued our report thereon dated December 4, 2007. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of federal awards receipts and expenditures provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Brecksville-Broadview Heights City School District
Cuyahoga County
Independent Accountants' Report on Compliance with Requirements
Applicable to Its Major Federal Program and on Internal Control Over
Compliance in Accordance with OMB Circular A-133
Page 3

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

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

Mary Taylor, CPA
Auditor of State

December 4, 2007

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

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2007**

1. SUMMARY OF AUDITOR'S RESULTS

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

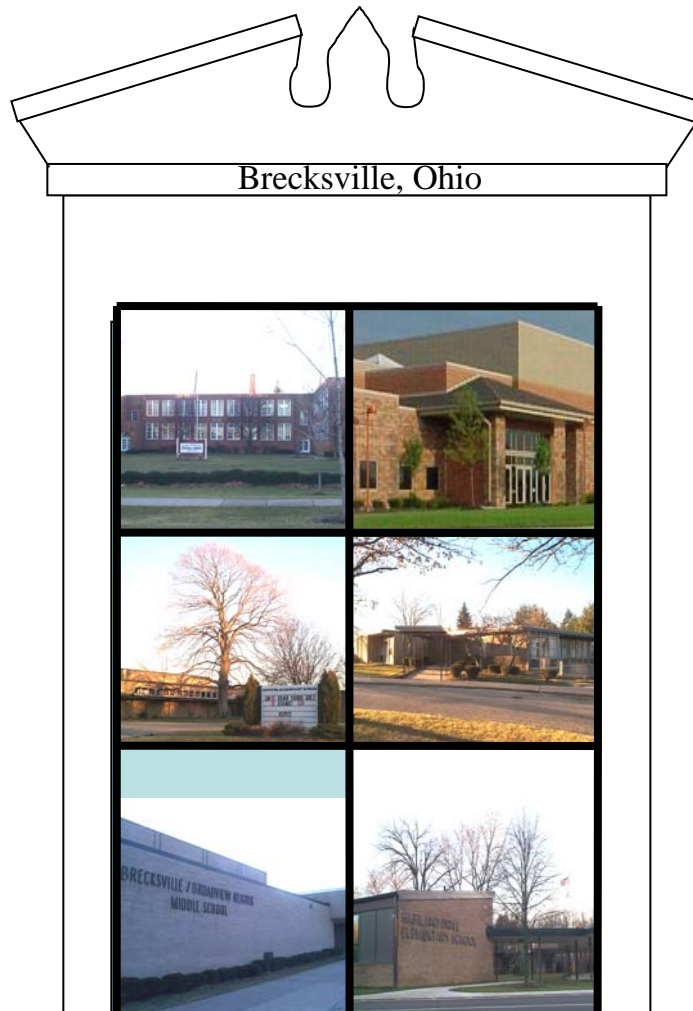
**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

*Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2007*



**Brecksville- Broadview
Heights School District**

“where fine education is a heritage”

Brecksville-Broadview Heights
City School District

Brecksville, Ohio

Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2007



Prepared by:

Karen E. Obratil, Treasurer/CFO



Introductory Section

Brecksville-Broadview Heights City School District

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2007

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Brecksville-Broadview Heights City School District

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

“where fine education is a heritage”

December 4, 2007

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

It is our privilege to present to you the Comprehensive Annual Financial Report (CAFR) of the Brecksville-Broadview Heights City School District (the “School District”) for the fiscal year ended June 30, 2007. This CAFR enables the School District to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires school districts reporting on a GAAP basis to file an annual report with the Auditor of State within 150 days of the fiscal year end.

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

Under Ohio law, regular audits are required to be performed on all financial related operations of the School District. These audits may be done by either the State Auditor’s Office or, if the State Auditor permits, an independent public accounting firm. For fiscal year 2007, the School District was audited by the Auditor of State’s Office. Their unqualified opinion is included in the financial section of this CAFR.

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

School District Organization

Brecksville-Broadview Heights City School District is one of 613 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The School District provides education to 4,723 students in preschool through twelfth grade. Geographically, the School District encompasses the entire City of Brecksville, all but the southwestern portion of the City of Broadview Heights and a small section of the City of North Royalton. The School District’s total area is approximately 27 square miles.

The growing suburban communities of Brecksville and Broadview Heights are located 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 the following buildings:

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

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

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

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. Dr. Thomas P. Diringer served as superintendent for the School District since September 1, 2006. Steven L. Farnsworth retired as superintendent for the School District effective September 1, 2006 after eight years of service.

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

Reporting Entity

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

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

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

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

Economic Condition and Outlook

The School District is located in a residential area with limited industrial and commercial facilities. The valuation increase for the period 1997 through 2006 was an average of 4.74 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 1998 school year was 3,938. Enrollment for the 2007 school year was 4,723. During the past ten years the School District has experienced enrollment growth averaging two percent. In October 2005, the School District contracted with Planning Advocates, Inc. to conduct an enrollment study to determine future enrollment projections based on births, planned housing developments, survival ratios and historical enrollments including private, parochial and community schools. Based upon their study, the most likely enrollment figure for the 2012 school year is 4,872.

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

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 voted millage as assessed values increase. This keeps revenues from each levy relatively constant. Cuyahoga County experienced a full reappraisal of all real property in 2006 resulting in an increase in property values and additional tax revenue on its inside (unvoted) millage of 4.69 mills. The School District's administration closely monitors the cost of operations and continues to look for cost savings opportunities and new funding sources in order to maintain the quality educational services that the School District has been accustomed to providing.

Public utility deregulation went into effect in January 2002 and caused a \$13,000,000 decrease in public utility property valuations resulting in a tax revenue loss in excess of \$1,000,000 for the School District. In response to the deregulation legislation, legislatures enacted a "hold harmless" clause for school districts for a period of five years. After the five year period, an analysis will be done to see if the replacement revenue will continue. During 2007, it was determined that the School District would continue to receive the reimbursement from the State. In 2007, the School District received \$601,977 from the State under this provision of the law.

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

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

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

House Bill No. 66 (H.B. 66), the State’s biennial budget for fiscal years 2006 and 2007, was enacted in June 2005. This legislation adopted sweeping changes in the State’s tax structure. The most significant provisions impacting the School District are the elimination of the Cost of Doing Business factor (CODB) portion of the State Formula Aid calculation and the elimination of the tangible personal property tax on business.

The CODB is being phased-out over fiscal years 2006 and 2007. H.B. 66, however, provides for a “guarantee”, or a floor (the fiscal 2005 State formula Aid amount) below which school districts’ funding will not fall during this biennium. Absent the continuation of this biennial “guarantee”, the School District would lose approximately \$1 million per year.

H.B.66 eliminates the tangible personal property tax. The phase-out for the tangible personal property tax begins with the 2006 tax collection year, in which approximately 75 percent of the traditional amount will be payable, followed by 50 percent and 25 percent in tax collection years 2007 and 2008, respectively, with no tax due in tax collection year 2009. The estimated property valuation loss for tax year 2007 is \$12 million.

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

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

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

Educational Programs

During the 2007 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 fifteen advanced placement and seventeen Honors courses at the high school. Test scores indicate students are achieving higher than State and national averages. The School District is among an elite group of school districts that earned the highest rating on the State of Ohio District Report Card for eight consecutive years and received a perfect score for six out of the eight years. The School District introduced a new textbook series for Social Studies in 2007. The hands-on ancillary teaching tools were well received by staff and students. The Foreign Language and Math Departments reviewed and piloted new texts and teaching tools for adoption in 2008.

The 2007 graduating class dropped from a mean composite score of 24.2 to 23.9 on the ACT tests with a recorded all-time high in both the number and percentage of test-takers. The School District’s composite is well above the Ohio composite of 21.6 and the national composite of 21.2. The mean SAT scores earned by graduating seniors dropped slightly from 544 to 541. SAT math scores averaged out at 555, down 2 points

from last year but 13 point higher than the State average and 40 points higher than the national average. The mean scores for the School District were 541 for verbal, 555 for math and 526 for writing. The mean scores for the State of Ohio were 536 for verbal, 542 for math, and 522 for writing. National mean scores were 502 for verbal, 515 for math, and 494 for writing. This year, the School District had three semi-finalists and seven commended scholars in the National Merit Scholarship Program. Students scored outstanding on both the County and State levels for the Ohio Graduation Test placing second in Cuyahoga County out of 31 school districts and twelfth in the State out of 613 school districts. A full range of extracurricular programs and activities are available to students beginning in the elementary grades. A complete competitive athletics program is offered beginning in the seventh grade at the middle school.

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

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

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

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

More than 85 percent of the School District's high school graduates indicate they intend to continue their education at the University and College level, 72 percent at four-year colleges and 13 percent at two-year colleges. The remaining 15 percent chose the military or an alternative plan. The School District offers approximately 191 courses at the high school level and 50 course offerings are available at the Career Center. Students have been recognized as Commended Students, Semifinalists or Finalists in the National Merit Scholarship Program for the past 46 consecutive years.

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

Community

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

As part of the School District's strategic plan, the Financial Activities Communications Team (FACT) was formed consisting of residents with financial background. FACT meets monthly with the School District Treasurer/CFO to review the financial activities of the School District. Annually, FACT presents a report to the Board of Education providing input on issues that they reviewed. Since FACT has been operating since 2002 and focusing on the financial activities, it was time to move on to the communications development. FACT developed a communications strategy through its development of the Bee Line, a monthly advertorial that appears in the Brecksville Magazine and BroadView Journal. Bee Line highlights various aspects of the School District's financial operations and provides the information in an easy to understand format. These magazines are distributed to all of the households in Brecksville and Broadview Heights. In addition, these advertorials are published on the School District's web-site, www.bbhcsc.org.

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

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

Long-Term Financial Planning

The School District revisited its long range strategic plan in the spring. As a result of the finance planning team, a committee was formed of community members with financial expertise to review the School District's finances and to validate financial decisions made by the School District. This Financial Activities Communications Team (FACT) meets on a monthly basis and will continue to serve as an integral part of the School District's financial planning. Each year, a FACT finding report is prepared by the group, presented to the Board of Education and put on the School District's web-site, www.bbhcsc.org. During 2007, FACT worked with School District administration to develop a communications strategy for communicating financial information to the general public in an easy to understand format. On a monthly basis, a one page advertorial is prepared and published in the Brecksville Magazine and BroadView Journal. These magazines are distributed to all of the households in Brecksville and Broadview Heights. In addition, each of the advertorials are put on the School District's web-site, www.bbhcsc.org.

Relevant Financial Policies

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

Financial Accomplishments

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

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

The School District authorized a transfer of funds from the general fund to completely pay off the \$263,000 Energy Conservation Improvement Note at an interest rate of 3.75 percent. This energy conservation project was paid off five years earlier than anticipated partially from the savings as a result of the replacement of windows, boilers and lighting throughout the School District.

The School District completely paid off the real acquisition manuscript note issued in 2002 for the purchase of property adjacent to Central School. This \$209,500 note was paid off five years early.

In March 2007, the School District issued a \$400,000 property improvement note to finance a synthetic turf project at the high school stadium and the renovation of the practice field. Seventy percent of the funds for this project are from donations from the Bee Athletic Boosters, City of Broadview Heights, athletic teams, and private contributions. Annually, the School District's general fund will contribute \$25,000 and \$10,000 will be contributed from the permanent improvement fund.

In December 2006, members from the School District's management team traveled to Chicago to make a presentation to Moody's Investors Services in an effort to obtain a bond rating upgrade. Following the upgraded bond rating from A1 to Aa3, the School District refunded \$17,025,000 of the new high school bonds issued in 1996. The estimated savings from this refunding is estimated at \$2.6 million over the remaining life of the bonds which is fifteen years.

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

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

In January 2007, the Treasurer/CFO was presented with the Auditor of State's Award for the School District exemplary 2004 Annual Financial Report. Of the nearly 5,000 audits conducted by the Auditor of State's office, less than five percent, or 250, received this prestigious award.

Awards

GFOA 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 fiscal year ended June 30, 2006. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

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

ASBO Certificate

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Brecksville-Broadview Heights City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2006. This award certifies that the Comprehensive Annual Financial Report substantially conformed to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing business officials. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to ASBO for review.

Acknowledgements

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

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

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

Respectfully submitted,



Karen E. Obratil
Treasurer/CFO



Dr. Thomas P. Diringer
Superintendent

Brecksville-Broadview Heights City School District

Principal Officials

Board of Education

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

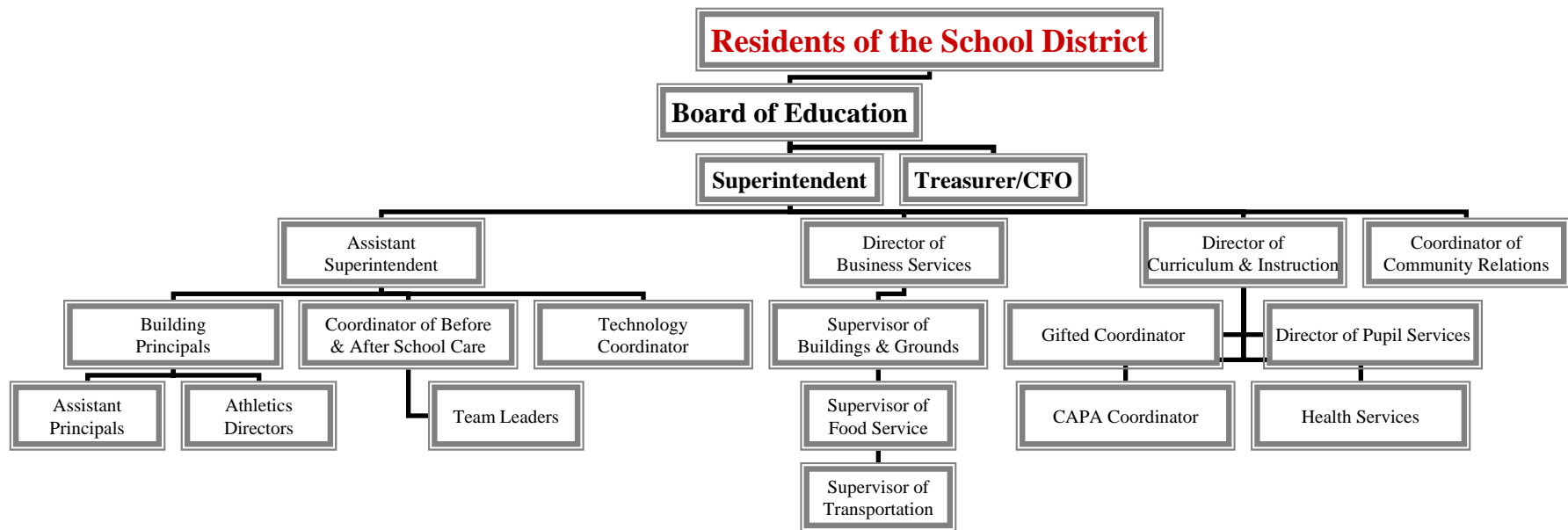
Treasurer/CFO

Mrs. Karen E. Obratil

Administration

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

Brecksville-Broadview Heights City School District Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Brecksville-Broadville Heights
City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

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



President

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

**For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2006**

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

President

Executive Director

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Financial Section



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

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

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District), as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, as of June 30, 2007, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2007, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

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

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

December 4, 2007

Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2007
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, 2007. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2007 are as follows:

- General revenues accounted for \$52,888,197 in revenue or 91 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$5,286,515 or 9 percent of total revenues of \$58,174,712.
- The School District had \$51,669,166 in expenses related to governmental activities; only \$5,286,515 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$52,888,197 were sufficient to cover the costs of these programs.
- The School District has established a textbook replacement schedule to ensure that we meet the academic needs of our students by providing them with updated textbooks and instructional materials to compete in a global environment. During fiscal year 2007, the School District adopted a new series of textbooks for social studies. These textbooks were purchased from permanent improvement funds in the amount of \$342,555.
- The School District refunded a portion of the new high school bonds issued in 1996.
- The School District received a bond rating upgrade from A1 to Aa3. School District administration traveled to Chicago to present School District information to Moody's Investors Services.
- The School District partnered with outside entities to finance the installation of synthetic turf on the high school stadium and renovate the practice field. This project was made possible from contributions and donations representing 70 percent of the costs. This new surface will expand the use of the field for community groups as well as the physical education classes who were using the asphalt parking lot.

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, 2007
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 2007?" 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, 2007
Unaudited*

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

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole. Table I provides a summary of the School District's net assets for 2007 compared to 2006.

Table I
Net Assets
Governmental Activities

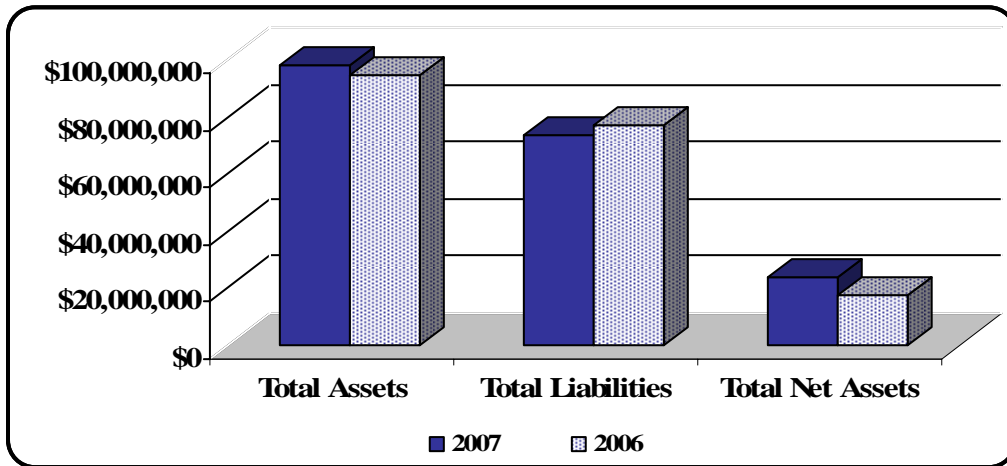
| | <u>2007</u> | <u>2006</u> | <u>Change</u> |
|----------------------------|---------------------|---------------------|--------------------|
| Assets | | | |
| Current and Other Assets | \$61,738,061 | \$58,178,581 | \$3,559,480 |
| Capital Assets | <u>36,092,275</u> | <u>36,250,092</u> | <u>(157,817)</u> |
| Total Assets | <u>97,830,336</u> | <u>94,428,673</u> | <u>3,401,663</u> |
| Liabilities | | | |
| Current Liabilities | 41,311,315 | 42,812,050 | (1,500,735) |
| Long-Term Liabilities | | | |
| Due within One Year | 1,934,667 | 1,705,923 | 228,744 |
| Due in More than One Year | <u>30,697,510</u> | <u>32,529,452</u> | <u>(1,831,942)</u> |
| Total Liabilities | <u>73,943,492</u> | <u>77,047,425</u> | <u>(3,103,933)</u> |
| Net Assets | | | |
| Invested in Capital Assets | | | |
| Net of Related Debt | 7,696,213 | 6,043,852 | 1,652,361 |
| Restricted for: | | | |
| Capital Projects | 1,783,987 | 1,652,532 | 131,455 |
| Debt Service | 3,491,920 | 3,204,780 | 287,140 |
| Other Purposes | 783,605 | 649,727 | 133,878 |
| Unrestricted | <u>10,131,119</u> | <u>5,830,357</u> | <u>4,300,762</u> |
| Total Net Assets | <u>\$23,886,844</u> | <u>\$17,381,248</u> | <u>\$6,505,596</u> |

Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2007
Unaudited*

Graph 1
Net Assets Governmental Activities

| | <u>2007</u> | <u>2006</u> |
|-------------------|--------------|--------------|
| Total Assets | \$97,830,336 | \$94,428,673 |
| Total Liabilities | 73,943,492 | 77,047,425 |
| Total Net Assets | 23,886,844 | 17,381,248 |



Total assets increased \$3,401,663, or 3.6 percent primarily due to an increase in cash and cash equivalents. Cash increased as a result of additional tax revenue and improved earnings on investments.

Liabilities for governmental activities totaled \$73,943,492, a decrease of \$3,103,933 over 2006. The School District capitalized on a favorable bond market by refinancing a portion of the high school bonds; thereby reducing the overall long term liability of the School District. By comparing assets and liabilities, it is clear that the overall financial position of the School District is good. The majority of revenue supporting all governmental activities is general revenue. General revenue totaled \$52,888,197 or 91 percent of total revenue.

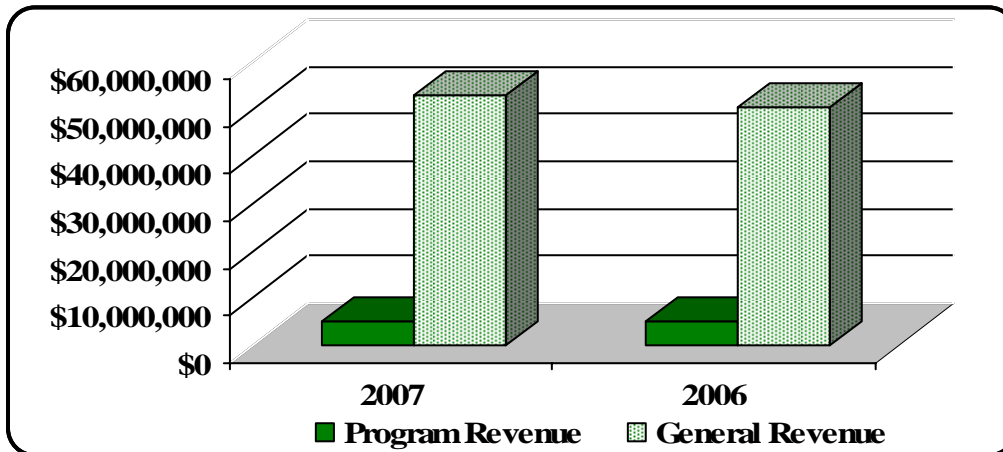
The net impact was an increase of net assets of the School District's governmental activities in the amount of \$6,505,596.

Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2007
Unaudited*

Graph 2
Revenue for Governmental Activities

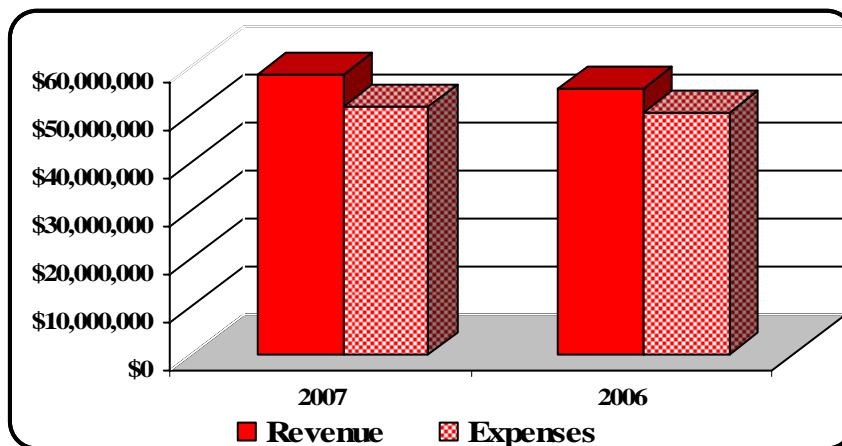
| | 2007 | 2006 |
|-----------------|-------------|-------------|
| Program Revenue | \$5,286,515 | \$4,908,478 |
| General Revenue | 52,888,197 | 50,395,848 |



Program revenue increased for governmental activities from \$4,908,478 to \$5,286,515, a 7.7 percent increase. The majority of the revenue supporting governmental activities is general revenue, primarily taxes. General revenue increased from \$50,395,848 in 2006 to \$52,888,197, a 5 percent increase. General revenue comprised 91 percent of revenue supporting governmental activities.

Graph 3
Revenues and Expenses for Governmental Activities

| | 2007 | 2006 |
|----------|--------------|--------------|
| Revenue | \$58,174,712 | \$55,304,326 |
| Expenses | 51,669,116 | 50,361,295 |



Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2007
Unaudited*

Program expenses increased from \$50,361,295 in 2006 to \$51,669,116, a 2.6 percent increase. The largest governmental activities program expense remains instruction, comprising 53.2 percent of expenses. When combined with pupil and instructional support these categories make up 65.3 percent of expenses.

Table 2 shows the changes in net assets for fiscal year 2007 compared to fiscal year 2006.

Table 2
Change in Net Assets
Governmental Activities

| | <u>2007</u> | <u>2006</u> | <u>Change</u> |
|--|---------------------|---------------------|--------------------|
| Revenues | | | |
| <i>Program Revenues:</i> | | | |
| Charges for Services and Sales | \$2,913,427 | \$2,916,050 | (\$2,623) |
| Operating Grants, Contributions and Interest | 2,129,633 | 1,967,501 | 162,132 |
| Capital Grants and Contributions | 243,455 | 24,927 | 218,528 |
| Total Program Revenues | <u>5,286,515</u> | <u>4,908,478</u> | <u>378,037</u> |
| <i>General Revenues:</i> | | | |
| Taxes | 40,329,536 | 38,519,351 | 1,810,185 |
| Intergovernmental | 11,111,598 | 10,549,636 | 561,962 |
| Payment in Lieu of Taxes | 35,971 | 54,044 | (18,073) |
| Unrestricted Contributions | 2,570 | 30,095 | (27,525) |
| Interest | 1,361,959 | 825,528 | 536,431 |
| Gain on Sale of Capital Assets | 750 | 354,251 | (353,501) |
| Miscellaneous | 45,813 | 62,943 | (17,130) |
| Total General Revenues | <u>52,888,197</u> | <u>50,395,848</u> | <u>2,492,349</u> |
| Total Revenues | <u>\$58,174,712</u> | <u>\$55,304,326</u> | <u>\$2,870,386</u> |

Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2007
Unaudited*

Table 2
Change in Net Assets (continued)
Governmental Activities

| | 2007 | 2006 | Change |
|---|---------------------|---------------------|--------------------|
| Program Expenses | | | |
| Instruction: | | | |
| Regular | \$22,174,663 | \$21,039,576 | \$1,135,087 |
| Special | 5,038,562 | 4,819,318 | 219,244 |
| Vocational | 235,584 | 346,175 | (110,591) |
| Adult/Continuing | 27,392 | 24,051 | 3,341 |
| Support Services: | | | |
| Pupil | 3,408,464 | 3,176,132 | 232,332 |
| Instructional Staff | 2,853,586 | 2,528,519 | 325,067 |
| Board of Education | 86,875 | 99,775 | (12,900) |
| Administration | 3,274,933 | 3,455,646 | (180,713) |
| Fiscal | 1,046,500 | 978,835 | 67,665 |
| Business | 490,640 | 476,528 | 14,112 |
| Operation and Maintenance of Plant | 4,638,021 | 4,761,452 | (123,431) |
| Pupil Transportation | 3,323,620 | 3,344,629 | (21,009) |
| Central | 241,421 | 193,819 | 47,602 |
| Operation of Non-Instructional Services | 461,184 | 437,904 | 23,280 |
| Food Service Operations | 1,523,510 | 1,447,663 | 75,847 |
| Child Care Operations | 449,548 | 391,468 | 58,080 |
| Extracurricular Activities | 1,062,022 | 1,019,437 | 42,585 |
| Interest and Fiscal Charges | 1,332,591 | 1,820,368 | (487,777) |
| Total Program Expenses | 51,669,116 | 50,361,295 | 1,307,821 |
| Increase in Net Assets | 6,505,596 | 4,943,031 | 1,562,565 |
| Net Assets Beginning of Year | 17,381,248 | 12,438,217 | 4,943,031 |
| Net Assets End of Year | <u>\$23,886,844</u> | <u>\$17,381,248</u> | <u>\$6,505,596</u> |

Governmental Activities

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

Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 69.3 percent of revenues for governmental activities for Brecksville-Broadview Heights City School District in fiscal year 2007.

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Instruction comprises 53.2 percent of governmental program expenses. Support services for pupils and instructional staff comprise 12.1 percent. Administrative expenses are 9.5 percent of the governmental program expenses.

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

| | 2007 | | 2006 | |
|--|--------------------------|------------------------|--------------------------|------------------------|
| | Total Cost of Service | Net Cost of Service | Total Cost of Service | Net Cost of Service |
| Instruction | \$27,476,201 | (\$25,887,133) | \$26,229,120 | (\$24,599,702) |
| Support Services | | | | |
| Pupil and Instructional Staff | 6,262,050 | (5,738,183) | 5,704,651 | (5,301,455) |
| Board of Education, Administration, Fiscal and Business | 4,898,948 | (4,879,535) | 5,010,784 | (4,942,603) |
| Operation and Maintenance of Plant | 4,638,021 | (4,550,412) | 4,761,452 | (4,707,284) |
| Pupil Transportation | 3,323,620 | (3,177,248) | 3,344,629 | (3,265,130) |
| Central | 241,421 | (241,421) | 193,819 | (193,819) |
| Operation of Non-Instructional Services | 461,184 | 28,279 | 437,904 | 50,374 |
| Food Service Operations | 1,523,510 | (71,396) | 1,447,663 | (64,868) |
| Child Care Operations | 449,548 | 16,991 | 391,468 | 47,867 |
| Extracurricular Activities | 1,062,022 | (549,952) | 1,019,437 | (655,829) |
| Interest and Fiscal Charges | 1,332,591 | (1,332,591) | 1,820,368 | (1,820,368) |
| Total | \$51,669,116 | (\$46,382,601) | \$50,361,295 | (\$45,452,817) |

The dependence upon tax revenues for governmental activities is apparent. Over 91 percent of instruction activities are supported through taxes and other general revenues; for all governmental activities, general revenue support is 90 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 17. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$57,571,680 and expenditures of \$54,282,879. The net change in fund balance for the year was most significant in the General Fund, an increase of \$3,734,108. Based upon the overall improvement of the economy, the School District realized an increase in earnings on investments and property taxes due to new construction within the School District. The School District also realized an increase in property taxes due to Cuyahoga County reappraisal of real property in calendar year 2006. Overall, the nonmajor funds increased by \$180,702 due to an increase in grant revenue.

Brecksville-Broadview Heights City School District

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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 2007, 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 actual revenue was \$47,887,891, \$720 above final budget estimates of \$47,888,611. Prior to June 30, 2007, the School District revised its budget basis revenue estimate to better reflect actual collections anticipated.

Total actual expenditures on the budget basis (cash outlays plus encumbrances) were \$44,211,605, \$225,366 under final budget estimates of \$44,436,971. Excess of revenues over expenditures is \$3,676,286.

The School District's ending unobligated cash balance was \$224,646 above the final budget amount. This increase was due lower than anticipated expenditures.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2007, the School District had \$36,092,275 invested in land, buildings and improvements, furniture and equipment, vehicles and textbooks. Table 4 shows fiscal year 2007 balances compared to fiscal year 2006.

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

| | 2007 | 2006 |
|----------------------------|---------------------|---------------------|
| Land | \$3,088,833 | \$3,088,833 |
| Buildings and Improvements | 27,660,744 | 28,390,483 |
| Furniture and Equipment | 2,218,128 | 2,331,776 |
| Vehicles | 1,193,207 | 1,122,784 |
| Textbooks | 1,507,087 | 1,316,216 |
| Construction in Progress | 424,276 | 0 |
| Total Capital Assets | <u>\$36,092,275</u> | <u>\$36,250,092</u> |

For fiscal year 2007 buildings and improvements decreased by \$729,739 due to the annual depreciation on the buildings and improvements. The School District purchased four new school buses accounting for the increase in vehicles which was offset by the disposal of two school buses and the annual depreciation. Ohio law requires school districts to set aside three percent of certain revenues for capital improvements and an additional three percent for textbooks and instructional materials and supplies. For fiscal year 2007, this amounted to \$708,736

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for each set aside. New textbook adoptions and replacement textbooks accounted for an increase of \$413,209. See Note 10 for capital asset information.

Debt

At June 30, 2007, the School District had \$18,112,088 in bonds outstanding and \$9,364,776 in outstanding notes. Table 5 summarizes bonds and notes outstanding:

Table 5
Outstanding Debt at Year End
Governmental Activities

| | 2007 | 2006 |
|-----------------------------|---------------------|---------------------|
| General Obligation Bonds: | | |
| High School | \$1,165,000 | \$28,535,000 |
| High School Refunding | 16,947,088 | 0 |
| High School Refunding Notes | 9,364,776 | 0 |
| Total | <u>\$27,476,864</u> | <u>\$28,535,000</u> |

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

During fiscal year 2007, the School District issued \$8,920,000 in notes and \$17,025,000 in general obligation bonds to refund a portion of the high school general obligations issues in order to take advantage of lower interest rates.

During fiscal year 2007, the School District issued \$400,000 in a manuscript bond to finance the synthetic turf project for the high school stadium field. Manuscript bonds are bonds issued and purchased by the School District and held until maturity as an investment vehicle whereby the School District pays interest to the General fund from the Debt Service fund. This form of issue avoids the underwriting and insurance costs and is used primarily for projects which require minimal or short term funding. These bonds are shown on the balance sheet as interfund receivable/payables between the debt service fund and the capital projects fund.

Current Financial Related Activities

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

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

Brecksville-Broadview Heights City School District

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

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

Contacting the School District's Financial Management

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

Basic Financial Statements

Brecksville-Broadview Heights City School District

Statement of Net Assets

June 30, 2007

| | <u>Governmental Activities</u> |
|---|------------------------------------|
| Assets | |
| Equity in Pooled Cash and Cash Equivalents | \$20,367,347 |
| Accounts Receivable | 89,796 |
| Intergovernmental Receivable | 30,254 |
| Inventory Held for Resale | 22,896 |
| Materials and Supplies Inventory | 6,809 |
| Prepaid Items | 14,911 |
| Taxes Receivable | 40,898,615 |
| Deferred Charges | 307,433 |
| Nondepreciable Capital Assets | 3,513,109 |
| Depreciable Capital Assets, Net | <u>32,579,166</u> |
| <i>Total Assets</i> | <u>97,830,336</u> |
| Liabilities | |
| Accounts Payable | 134,678 |
| Contracts Payable | 315,523 |
| Accrued Wages | 4,349,557 |
| Intergovernmental Payable | 1,389,859 |
| Matured Compensated Absences Payable | 350,524 |
| Matured Special Termination Benefits Payable | 60,878 |
| Deferred Revenue | 34,531,072 |
| Accrued Interest Payable | 121,197 |
| Claims Payable | 58,027 |
| Long-Term Liabilities: | |
| Due Within One Year | 1,934,667 |
| Due In More Than One Year | <u>30,697,510</u> |
| <i>Total Liabilities</i> | <u>73,943,492</u> |
| Net Assets | |
| Invested in Capital Assets, Net of Related Debt | 7,696,213 |
| Restricted for: | |
| Capital Projects | 1,783,987 |
| Debt Service | 3,491,920 |
| Other Purposes | 783,605 |
| Unrestricted | <u>10,131,119</u> |
| <i>Total Net Assets</i> | <u>\$23,886,844</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, 2007

| | Program Revenues | | | Net Revenue (Expense) and Change in Net Assets | |
|------------------------------------|---------------------|--------------------------------------|--|--|----------------------------|
| | Expenses | Charges for Services and Sales | Operating Grants, Contributions and Interest | Capital Grants and Contributions | Governmental Activities |
| Governmental Activities | | | | | |
| Instruction: | | | | | |
| Regular | \$22,174,663 | \$689,919 | \$282,559 | \$35,853 | (\$21,166,332) |
| Special | 5,038,562 | 165,573 | 382,940 | 0 | (4,490,049) |
| Vocational | 235,584 | 0 | 0 | 0 | (235,584) |
| Adult/Continuing | 27,392 | 0 | 32,224 | 0 | 4,832 |
| Support Services: | | | | | |
| Pupil | 3,408,464 | 0 | 126,320 | 0 | (3,282,144) |
| Instructional Staff | 2,853,586 | 0 | 397,547 | 0 | (2,456,039) |
| Board of Education | 86,875 | 0 | 0 | 0 | (86,875) |
| Administration | 3,274,933 | 0 | 19,413 | 0 | (3,255,520) |
| Fiscal | 1,046,500 | 0 | 0 | 0 | (1,046,500) |
| Business | 490,640 | 0 | 0 | 0 | (490,640) |
| Operation and Maintenance of Plant | 4,638,021 | 69,609 | 18,000 | 0 | (4,550,412) |
| Pupil Transportation | 3,323,620 | 0 | 109,225 | 37,147 | (3,177,248) |
| Central | 241,421 | 0 | 0 | 0 | (241,421) |
| Operation of Non-Instructional | | | | | |
| Services | 461,184 | 0 | 489,463 | 0 | 28,279 |
| Food Service Operations | 1,523,510 | 1,202,758 | 249,356 | 0 | (71,396) |
| Child Care Operations | 449,548 | 444,138 | 22,401 | 0 | 16,991 |
| Extracurricular Activities | 1,062,022 | 341,430 | 185 | 170,455 | (549,952) |
| Interest and Fiscal Charges | 1,332,591 | 0 | 0 | 0 | (1,332,591) |
| Totals | \$51,669,116 | \$2,913,427 | \$2,129,633 | \$243,455 | (46,382,601) |
| General Revenues | | | | | |
| Property Taxes Levied for: | | | | | |
| | | | | | 35,952,763 |
| | | | | | 2,729,340 |
| | | | | | 1,647,433 |
| | | | | | 11,111,598 |
| | | | | | 35,971 |
| | | | | | 2,570 |
| | | | | | 1,361,959 |
| | | | | | 750 |
| | | | | | 45,813 |
| | | | | | 52,888,197 |
| | | | | | 6,505,596 |
| | | | | | 17,381,248 |
| | | | | | \$23,886,844 |

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Balance Sheet

Governmental Funds

June 30, 2007

| | General | Bond Retirement Debt Service | Other Governmental Funds | Total Governmental Funds |
|--|---------------------|---------------------------------|--------------------------------|--------------------------------|
| Assets | | | | |
| Equity in Pooled Cash and | | | | |
| Cash Equivalents | \$14,247,050 | \$2,742,536 | \$3,347,630 | \$20,337,216 |
| Taxes Receivable | 36,459,058 | 2,760,980 | 1,678,577 | 40,898,615 |
| Accounts Receivable | 70,835 | 0 | 18,961 | 89,796 |
| Intergovernmental Receivable | 0 | 0 | 30,254 | 30,254 |
| Interfund Receivable | 260,000 | 400,000 | 0 | 660,000 |
| Inventory Held for Resale | 0 | 0 | 22,896 | 22,896 |
| Materials and Supplies Inventory | 0 | 0 | 6,809 | 6,809 |
| Prepaid Items | 14,911 | 0 | 0 | 14,911 |
| <i>Total Assets</i> | <u>\$51,051,854</u> | <u>\$5,903,516</u> | <u>\$5,105,127</u> | <u>\$62,060,497</u> |
| Liabilities and Fund Balances | | | | |
| Liabilities | | | | |
| Accounts Payable | \$57,221 | \$0 | \$77,457 | \$134,678 |
| Contracts Payable | 0 | 0 | 315,523 | 315,523 |
| Accrued Wages and Benefits | 4,270,073 | 0 | 79,484 | 4,349,557 |
| Matured Compensated Absences Payable | 350,524 | 0 | 0 | 350,524 |
| Interfund Payable | 0 | 0 | 510,000 | 510,000 |
| Matured Special Termination Benefits Payable | 60,878 | 0 | 0 | 60,878 |
| Intergovernmental Payable | 1,298,133 | 0 | 91,726 | 1,389,859 |
| Deferred Revenue | 32,719,593 | 2,449,030 | 1,493,129 | 36,661,752 |
| Accrued Interest Payable | 0 | 0 | 3,904 | 3,904 |
| <i>Total Liabilities</i> | <u>38,756,422</u> | <u>2,449,030</u> | <u>2,571,223</u> | <u>43,776,675</u> |
| Fund Balances | | | | |
| Reserved for Encumbrances | 275,920 | 0 | 611,878 | 887,798 |
| Reserved for Property Taxes | 3,655,865 | 307,142 | 181,964 | 4,144,971 |
| Reserved for Advances | 0 | 400,000 | 0 | 400,000 |
| Unreserved, Undesignated | | | | |
| Reported in: | | | | |
| General Fund | 8,363,647 | 0 | 0 | 8,363,647 |
| Special Revenue Funds | 0 | 0 | 722,967 | 722,967 |
| Debt Service Fund | 0 | 2,747,344 | 0 | 2,747,344 |
| Capital Projects Funds | 0 | 0 | 1,017,095 | 1,017,095 |
| <i>Total Fund Balances</i> | <u>12,295,432</u> | <u>3,454,486</u> | <u>2,533,904</u> | <u>18,283,822</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$51,051,854</u> | <u>\$5,903,516</u> | <u>\$5,105,127</u> | <u>\$62,060,497</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, 2007

| | |
|--|---------------------|
| Total Governmental Fund Balances | \$18,283,822 |
| <i>Amounts reported for governmental activities in the statement of net assets are different because</i> | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 36,092,275 |
| Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds: | |
| Property Taxes | 2,088,082 |
| Tuition and Fees | 26,795 |
| Rentals | 15,803 |
| Total | 2,130,680 |
| 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. | (177,896) |
| In the statement of activities, interest is accrued on outstanding bonds and capital leases, whereas in intergovernmental funds, an interest expenditure is reported when due. | (117,293) |
| Long-term liabilities, including bonds payable and capital leases payable, are not due and payable in the current period and therefore are not reported in the funds: | |
| General Obligation Bonds | (18,112,088) |
| SWAP Notes | (9,364,776) |
| Compensated Absences | (3,928,682) |
| Capital Leases Payable | (1,226,631) |
| Total | (32,632,177) |
| In the statement of activities, bond issuance costs are amortized over the term of the bonds, whereas in governmental funds a bond issuance expenditures is reported when bonds are issued. | 307,433 |
| <i>Net Assets of Governmental Activities</i> | \$23,886,844 |

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, 2007

| | General | Bond Retirement Debt Service | Other Governmental Funds | Total Governmental Funds |
|---|---------------------|---------------------------------|--------------------------------|--------------------------------|
| Revenues | | | | |
| Taxes | \$35,491,173 | \$2,675,766 | \$1,618,556 | \$39,785,495 |
| Intergovernmental | 10,694,780 | 284,325 | 2,062,590 | 13,041,695 |
| Interest | 1,361,326 | 0 | 5,463 | 1,366,789 |
| Tuition and Fees | 138,778 | 0 | 444,138 | 582,916 |
| Extracurricular Activities | 99,540 | 0 | 241,890 | 341,430 |
| Payment in Lieu of Taxes | 35,712 | 162 | 97 | 35,971 |
| Rentals | 74,016 | 0 | 0 | 74,016 |
| Charges for Services | 363,565 | 0 | 1,529,112 | 1,892,677 |
| Contributions and Donations | 2,570 | 0 | 402,308 | 404,878 |
| Miscellaneous | 45,813 | 0 | 0 | 45,813 |
| <i>Total Revenues</i> | <u>48,307,273</u> | <u>2,960,253</u> | <u>6,304,154</u> | <u>57,571,680</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular | 20,451,095 | 0 | 587,531 | 21,038,626 |
| Special | 4,652,435 | 0 | 382,940 | 5,035,375 |
| Vocational | 227,046 | 0 | 0 | 227,046 |
| Adult/Continuing | 0 | 0 | 27,392 | 27,392 |
| Support Services: | | | | |
| Pupil | 3,341,427 | 0 | 125,593 | 3,467,020 |
| Instructional Staff | 2,340,959 | 0 | 416,691 | 2,757,650 |
| Board of Education | 86,875 | 0 | 0 | 86,875 |
| Administration | 3,117,557 | 0 | 42,361 | 3,159,918 |
| Fiscal | 1,028,749 | 0 | 526 | 1,029,275 |
| Business | 443,931 | 0 | 0 | 443,931 |
| Operation and Maintenance of Plant | 4,336,612 | 0 | 0 | 4,336,612 |
| Pupil Transportation | 2,970,452 | 0 | 109,225 | 3,079,677 |
| Central | 228,043 | 0 | 0 | 228,043 |
| Operation of Non-Instructional Services | 0 | 0 | 496,197 | 496,197 |
| Food Service Operations | 0 | 0 | 1,432,682 | 1,432,682 |
| Child Care Operations | 0 | 0 | 416,363 | 416,363 |
| Extracurricular Activities | 817,388 | 0 | 244,781 | 1,062,169 |
| Capital Outlay | 0 | 0 | 1,817,287 | 1,817,287 |
| Debt Service: | | | | |
| Principal Retirement | 91,765 | 1,085,000 | 252,374 | 1,429,139 |
| Payment to Refunded Bond Escrow Agent | 0 | 1,116,400 | 0 | 1,116,400 |
| Interest and Fiscal Charges | 12,571 | 1,297,966 | 59,372 | 1,369,909 |
| Bond Issuance Costs | 0 | 225,293 | 0 | 225,293 |
| <i>Total Expenditures</i> | <u>44,146,905</u> | <u>3,724,659</u> | <u>6,411,315</u> | <u>54,282,879</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>4,160,368</u> | <u>(764,406)</u> | <u>(107,161)</u> | <u>3,288,801</u> |
| Other Financing Sources (Uses) | | | | |
| SWAP Notes Issued | 0 | 8,920,000 | 0 | 8,920,000 |
| General Obligation Bonds Issued | 0 | 17,025,000 | 0 | 17,025,000 |
| Premium on General Obligation Bonds | 0 | 367,471 | 0 | 367,471 |
| Payment to Refunded Bond Escrow Agent | 0 | (26,085,435) | 0 | (26,085,435) |
| Sale of Capital Assets | 750 | 0 | 0 | 750 |
| Compensation for Loss of Assets | 35,853 | 0 | 0 | 35,853 |
| Transfers In | 0 | 0 | 287,863 | 287,863 |
| Transfers Out | (462,863) | 0 | 0 | (462,863) |
| <i>Total Other Financing Sources (Uses)</i> | <u>(426,260)</u> | <u>227,036</u> | <u>287,863</u> | <u>88,639</u> |
| <i>Net Change in Fund Balances</i> | <u>3,734,108</u> | <u>(537,370)</u> | <u>180,702</u> | <u>3,377,440</u> |
| <i>Fund Balances Beginning of Year</i> | <u>8,561,324</u> | <u>3,991,856</u> | <u>2,353,202</u> | <u>14,906,382</u> |
| <i>Fund Balances End of Year</i> | <u>\$12,295,432</u> | <u>\$3,454,486</u> | <u>\$2,533,904</u> | <u>\$18,283,822</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, 2007*

Net Change in Fund Balances - Total Governmental Funds \$3,377,440

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

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

| | | |
|----------------|-------------|-----------|
| Capital Outlay | 1,744,831 | |
| Depreciation | (1,902,648) | |
| Total | | (157,817) |

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

| | | |
|------------------|---------|---------|
| Property Taxes | 544,041 | |
| Rentals | (4,407) | |
| Tuition and Fees | 26,795 | |
| Total | | 566,429 |

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. 28,630,974

In the statement of activities, bond issuance costs are amortized over the term of the bonds, whereas in governmental funds a bond issuance expenditure is reported when bonds are issued. 225,293

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

| | | |
|---------------------------------|----------|--------|
| Accrued Interest on Bonds | 23,376 | |
| Amortization of Issuance Costs | (18,330) | |
| Amortization of Premium | 14,291 | |
| Amortization of Accounting Loss | (51,990) | |
| Amortization of Cash Savings | 69,971 | |
| Total | | 37,318 |

Some expenses reported in the statement of activities, such as compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 200,923

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. (62,493)

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

| | | |
|-------------------------------------|--------------|--------------|
| General Obligation Bonds | (17,025,000) | |
| Premium on General Obligation Bonds | (367,471) | |
| SWAP Notes | (8,920,000) | |
| Total | | (26,312,471) |

Change in Net Assets of Governmental Activities \$6,505,596

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

*Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2007*

| | Budgeted Amounts | | | Variance with |
|---|--------------------|--------------------|--------------------|--|
| | Original | Final | Actual | Final Budget Positive (Negative) |
| Revenues | | | | |
| Taxes | \$35,424,755 | \$35,059,066 | \$35,059,066 | \$0 |
| Intergovernmental | 10,044,810 | 10,694,780 | 10,694,780 | 0 |
| Interest | 800,000 | 1,389,225 | 1,391,723 | 2,498 |
| Tuition and Fees | 278,000 | 120,215 | 120,215 | 0 |
| Extracurricular Activities | 96,000 | 99,540 | 99,540 | 0 |
| Payment in Lieu of Taxes | 25,000 | 35,712 | 35,712 | 0 |
| Rentals | 40,000 | 72,226 | 72,226 | 0 |
| Charges for Services | 479,000 | 367,597 | 367,616 | 19 |
| Contributions and Donations | 22,000 | 2,569 | 2,570 | 1 |
| Miscellaneous | 45,000 | 47,681 | 44,443 | (3,238) |
| <i>Total Revenues</i> | <u>47,254,565</u> | <u>47,888,611</u> | <u>47,887,891</u> | <u>(720)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular | 20,259,895 | 20,315,653 | 20,250,667 | 64,986 |
| Special | 4,816,591 | 4,731,361 | 4,725,140 | 6,221 |
| Vocational | 222,896 | 284,589 | 282,764 | 1,825 |
| Support Services: | | | | |
| Pupil | 2,966,772 | 3,294,452 | 3,265,250 | 29,202 |
| Instructional Staff | 2,069,374 | 2,321,348 | 2,312,739 | 8,609 |
| Board of Education | 87,196 | 97,040 | 88,733 | 8,307 |
| Administration | 3,339,233 | 3,154,390 | 3,127,541 | 26,849 |
| Fiscal | 1,076,395 | 1,043,799 | 1,026,069 | 17,730 |
| Business | 507,120 | 513,641 | 490,372 | 23,269 |
| Operation and Maintenance of Plant | 4,767,751 | 4,482,392 | 4,469,113 | 13,279 |
| Pupil Transportation | 3,007,285 | 3,008,871 | 2,994,728 | 14,143 |
| Central | 254,825 | 234,470 | 231,253 | 3,217 |
| Extracurricular Activities | 824,750 | 815,911 | 808,182 | 7,729 |
| Debt Service: | | | | |
| Principal Retirement | 20,511 | 134,351 | 134,351 | 0 |
| Interest and Fiscal Charges | 4,703 | 4,703 | 4,703 | 0 |
| <i>Total Expenditures</i> | <u>44,225,297</u> | <u>44,436,971</u> | <u>44,211,605</u> | <u>225,366</u> |
| <i>Excess of Revenues Over Expenditures</i> | <u>\$3,029,268</u> | <u>\$3,451,640</u> | <u>\$3,676,286</u> | <u>\$224,646</u> |

(continued)

Brecksville-Broadview Heights City School District

*Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2007*

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|---------------------|---------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | \$0 | \$750 | \$750 | \$0 |
| Compensation for Loss of Assets | 0 | 35,853 | 35,853 | 0 |
| Advances In | 110,000 | 110,000 | 110,000 | 0 |
| Advances Out | (170,000) | (110,000) | (110,000) | 0 |
| Transfers Out | (272,863) | (462,863) | (462,863) | 0 |
| <i>Total Other Financing Sources (Uses)</i> | <u>(332,863)</u> | <u>(426,260)</u> | <u>(426,260)</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | 2,696,405 | 3,025,380 | 3,250,026 | 224,646 |
| <i>Fund Balance Beginning of Year</i> | 10,514,877 | 10,514,877 | 10,514,877 | 0 |
| Prior Year Encumbrances Appropriated | <u>134,313</u> | <u>134,313</u> | <u>134,313</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$13,345,595</u> | <u>\$13,674,570</u> | <u>\$13,899,216</u> | <u>\$224,646</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, 2007

| | <u>Insurance</u> |
|--|---------------------------|
| Assets | |
| Equity in Pooled Cash and Cash Equivalents | <u>\$30,131</u> |
| Liabilities | |
| Interfund Payable | 150,000 |
| Claims Payable | <u>58,027</u> |
| <i>Total Liabilities</i> | <u>208,027</u> |
| Net Assets | |
| Unrestricted | <u><u>(\$177,896)</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, 2007

| | <u>Insurance</u> |
|-------------------------------------|---------------------------|
| Operating Revenues | |
| Charges for Services | <u>\$773,158</u> |
| Operating Expenses | |
| Purchased Services | 16,218 |
| Claims | <u>994,433</u> |
| <i>Total Operating Expenses</i> | <u>1,010,651</u> |
| <i>Operating Loss</i> | (237,493) |
| <i>Transfer In</i> | <u>175,000</u> |
| <i>Change in Net Assets</i> | (62,493) |
| <i>Net Assets Beginning of Year</i> | <u>(115,403)</u> |
| <i>Net Assets End of Year</i> | <u><u>(\$177,896)</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, 2007

| | <u>Insurance</u> |
|---|---------------------------|
| Increase (Decrease) in Cash and Cash Equivalents | |
| Cash Flows from Operating Activities | |
| Cash Received from Interfund Services | \$773,158 |
| Cash Payments for Goods and Services | (16,218) |
| Cash Payments for Claims | <u>(1,009,583)</u> |
| <i>Net Cash Used for Operating Activities</i> | (252,643) |
| Cash Flows from Noncapital Financing Activities | |
| Transfer In | <u>175,000</u> |
| <i>Net Decrease in Cash and Cash Equivalents</i> | (77,643) |
| <i>Cash and Cash Equivalents Beginning of Year</i> | <u>107,774</u> |
| <i>Cash and Cash Equivalents End of Year</i> | <u><u>\$30,131</u></u> |
| Reconciliation of Operating Loss to Net Cash Used for Operating Activities | |
| Operating Loss | (\$237,493) |
| Adjustments: | |
| Decrease in Claims Payable | <u>(15,150)</u> |
| <i>Net Cash Used for Operating Activities</i> | <u><u>(\$252,643)</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, 2007

| | <u>Private Purpose Trust</u> | |
|--|----------------------------------|------------------|
| | <u>Unclaimed Monies</u> | <u>Agency</u> |
| Assets | | |
| Equity in Pooled Cash and Cash Equivalents | \$3,202 | <u>\$136,380</u> |
| Liabilities | | |
| Due to Students | <u>0</u> | <u>\$136,380</u> |
| Net Assets | | |
| Held in Trust for Unclaimed Monies | <u>\$3,202</u> | |

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Changes in Fiduciary Net Assets

Private Purpose Trust Fund

For the Fiscal Year Ended June 30, 2007

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

See accompanying notes to the financial statements

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

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 259 non-certificated employees, 313 certificated employees and 23.5 administrative employees to provide services to 4,723 students and other community members.

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

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

Reporting Entity

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

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

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

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

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

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

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

The School District participates in three jointly governed organizations, an insurance purchasing pool and a risk sharing pool. These organizations are the Lakeshore Northeast Ohio Computer Association, Cuyahoga Valley Career Center, Ohio Schools' Council, Ohio Association of School Business Officials Workers' Compensation Group Rating Plan and the Suburban Health Consortium. These organizations are presented in Notes 18 and 19 to the basic financial statements.

Note 2 - Summary of Significant Accounting Policies

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

A. Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. However, the School District has only governmental activities; therefore no business-type activities are presented.

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements During the 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 internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's only internal service fund is a self insurance fund that accounts for prescription drug claims of School District employees.

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

C. Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the Statement of Net Assets. The Statement of Activities presents increases (e.g. revenues) and decreases (e.g. expenditures) in total net assets.

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

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

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

D. Basis of Accounting

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

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants and entitlements. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). 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, 2007

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, 2007, but which were levied to finance fiscal year 2008 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

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

E. Budgetary Data

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

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

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

F. Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through School District records. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

During fiscal year 2007, investments were limited to Victory federal money market mutual fund, a repurchase agreement, federal home loan mortgage corporation notes and STAROhio. The Victory federal money market mutual fund and repurchase agreement were closed in June 2007.

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 deposit 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, 2007.

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 2007 amounted to \$1,361,326, which includes \$403,835 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, 2007, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which the services are consumed.

H. Inventory

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

I. Capital Assets

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

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

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 |

J. Interfund Balances

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

K. Compensated Absences

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

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

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

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "matured compensated absences payable" in the fund(s) from which the employees who have resigned or retired will be paid.

L. Accrued Liabilities and Long-term Obligations

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

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.

M. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The government-wide statement of net assets reports \$6,059,512 of restricted net assets, none of which is restricted by enabling legislation. Net assets restricted for other purposes include grants, food services and extracurricular activities.

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

N. Fund Balance Reserves

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

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

O. Operating Revenues and Expenses

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

P. Internal Activity

Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities.

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.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

Q. Extraordinary and Special Items

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

R. Bond Issuance Costs

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

S. Deferred Loss on Refunding

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

T. Bond Premiums and Discounts

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

U. Estimates

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

Note 3 – Fund Deficit

The building capital projects fund deficit of \$212,742 is due to the adjustments for accrued liabilities. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

Note 4 - 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:

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

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 are reported at cost (budget) rather than at fair value (GAAP).
5. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

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

| Net Change in Fund Balance | |
|---|---------------------------|
| GAAP Basis | \$3,734,108 |
| Net Adjustment for Revenue Accruals | (432,912) |
| Advance In | 110,000 |
| Beginning Fair Value Adjustment for Investments | (1,163) |
| Ending Fair Value Adjustment for Investments | 14,693 |
| Net Adjustment for Expenditure Accruals | 268,441 |
| Advance Out | (110,000) |
| Adjustment for Encumbrances | (333,141) |
| Budget Basis | <u><u>\$3,250,026</u></u> |

Note 5 - Deposits and Investments

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

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

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

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts, including passbook accounts.

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

1. United States Treasury bills, bonds, notes or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
4. Bonds and other obligations of the State of Ohio;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2);
7. The State Treasurer's investment pool (STAR Ohio); and
8. Commercial paper and bankers acceptances if training requirements have been met.

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

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in possession of an outside party. At fiscal year end, \$17,907,205 of the School District's bank balance of \$18,107,205 was uninsured and uncollateralized. Although the securities were held by the pledging financial institutions' trust department and all 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.

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

Investments

Investments are reported at fair value. As of June 30, 2007, the School District had the following investments:

| | <u>Fair Value</u> | <u>Maturity</u> |
|--|--------------------|---------------------|
| Federal Home Loan Mortgage Corporation Notes | \$2,105,384 | 1.1 years |
| STAROhio | <u>992,643</u> | 34.7 days (average) |
| Total | <u>\$3,098,027</u> | |

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

Credit Risk The Federal Home Loan Mortgage Corporation notes carry a rating of AAA by Standard & Poor's and STAROhio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that addresses credit risk.

Concentration of Credit Risk The School District places no limit on the amount it may invest in any one issuer. The following is the School District's allocation as of June 30, 2007:

| <u>Investment Issuer</u> | <u>Percentage of Investments</u> |
|--|----------------------------------|
| Federal Home Loan Mortgage Corporation Notes | 68% |
| STAROhio | 32 |

Note 6 - Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the school district. Real property tax revenue received in calendar 2007 represents collections of calendar year 2006 taxes. Real property taxes received in calendar year 2007 were levied after April 1, 2006, on the assessed value listed as of January 1, 2006, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

Public utility property tax revenue received in calendar 2007 represents collections of calendar year 2006 taxes. Public utility real and tangible personal property taxes received in calendar year 2007 became a lien December 31, 2005, were levied after April 1, 2006 and are collected in 2007 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2007 (other than public utility property) represents the collection of 2007 taxes. Tangible personal property taxes received in calendar year 2007 were levied after April 1, 2006, on the value as of December 31, 2006. Tangible personal property assessments are being phased out – the assessment percentage for all property including inventory for 2006 is 18.75 percent. This will be reduced to 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30; however this year the settlement was late.

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, 2007, are available to finance fiscal year 2007 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2007 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the late settlement of tangible personal property taxes and the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2007, was \$3,655,865 in the general fund, \$307,142 in the bond retirement debt service fund and \$181,964 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2006, was \$3,288,025 in the general fund, \$294,584 in the bond retirement debt service fund and \$165,282 in the permanent improvement capital projects fund.

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

The assessed values upon which the fiscal year 2007 taxes were collected are:

| | 2006 Second Half Collections | | 2007 First Half Collections | |
|---|---------------------------------|----------------|--------------------------------|----------------|
| | Amount | Percent | Amount | Percent |
| Agricultural/Residential and Other Real Estate | \$932,594,310 | 92.43% | \$1,023,599,090 | 94.13% |
| Public Utility | 26,503,490 | 2.63 | 25,910,310 | 2.38 |
| Tangible Personal Property | 49,893,380 | 4.94 | 37,939,812 | 3.49 |
| Total | \$1,008,991,180 | 100.00% | \$1,087,449,212 | 100.00% |
| Tax Rate per \$1,000 of assessed valuation | \$77.40 | | \$77.20 | |

Note 7 - Receivables

Receivables at June 30, 2007, consisted of taxes, accounts (rent and student fees), and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. All receivables, except for delinquent property taxes, will be collected within one year.

The School District has intergovernmental receivables for the food service and entry year teachers special revenue funds in the amount of \$23,854 and \$6,400, respectively.

Note 8 - 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 2007, the School District participated in the Ohio Schools' Council's insurance program through Indiana Insurance Company, Cincinnati Insurance, St. Paul Travelers Insurance and Ohio Casualty for various types of insurance.

| Company | Type of Coverage | Coverage Amount |
|---------------------------|---------------------------------|-----------------|
| Indiana Insurance Company | Property | \$101,846,030 |
| | Inland Marine | 4,696,156 |
| | Crime | 50,000 |
| | Extra Expense | 1,000,000 |
| | General Liability, in aggregate | 2,000,000 |

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

| <u>Company</u> | <u>Type of Coverage</u> | <u>Coverage Amount</u> |
|------------------------------|-----------------------------------|------------------------|
| Indiana Insurance Company | General Liability, per occurrence | \$1,000,000 |
| | Fleet Insurance, single limit | 1,000,000 |
| | Fleet Insurance, uninsured | 1,000,000 |
| | Auto Medical Payments | 5,000 |
| Cincinnati Insurance | Employee Dishonesty | 250,000 |
| St. Paul Travelers Insurance | Boiler and Machinery | 30,000,000 |
| | Spoilage | 100,000 |
| | Water Damage | 100,000 |
| | Hazardous Substance | 100,000 |
| | Ammonia Contamination | 100,000 |
| | Off Premises Service Interruption | 500,000 |
| Ohio Casualty | Public Officials Bond | 15,000 |

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

B. Workers' Compensation

For fiscal year 2007, the School District participated in the Ohio Association of School Business Officials Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 19). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Sheakley UniService provides administrative, cost control, and actuarial services to the GRP.

C. Self-Insurance

The 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 coverage is \$74.64 and \$163.83 for family.

The claims liability of \$58,027 reported in the internal service fund at June 30, 2007 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 2006 and 2007 were as follows:

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

| | Balance Beginning of Year | Current Year Claims | Claim Payments | Balance End of Year |
|------|---------------------------------|---------------------------|-------------------|---------------------------|
| 2006 | \$33,965 | \$804,078 | \$764,866 | \$73,177 |
| 2007 | 73,177 | 994,433 | 1,009,583 | 58,027 |

D. Employee Health Benefits

For fiscal 2007, the School District was a participant in the Suburban Health Consortium (the “Consortium”) to provide employee medical/surgical benefits. The Consortium is administered by Medical Mutual of Ohio. Payments are made to the Consortium for the monthly attachment point, monthly stop-loss premiums, and administrative charges. The fiscal agent of the Consortium is the North Royalton City School District. The Treasurer of North Royalton City School District pays monthly for the actual amount of claims processed, the stop-loss premium and the administrative charges. The entire risk of loss transfers to the Consortium upon payment of the premiums.

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

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 9 - 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, 2007.

B. Litigation

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

Note 10 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2007, was as follows:

| | Balance 6/30/06 | Additions | Deletions | Balance 6/30/07 |
|---|----------------------|---------------------|------------------|---------------------|
| Governmental Activities | | | | |
| <i>Capital Assets, not being depreciated</i> | | | | |
| Land | \$3,088,833 | \$0 | \$0 | \$3,088,833 |
| Construction in Progress | 0 | 424,276 | 0 | 424,276 |
| <i>Total Capital Assets, not being depreciated</i> | <u>3,088,833</u> | <u>424,276</u> | <u>0</u> | <u>3,513,109</u> |
| <i>Capital Assets, being depreciated</i> | | | | |
| Buildings and Improvements | 44,416,254 | 370,333 | 0 | 44,786,587 |
| Furniture and Equipment | 8,006,587 | 311,398 | 0 | 8,317,985 |
| Vehicles | 2,952,550 | 225,615 | (45,500) | 3,132,665 |
| Textbooks | 1,837,124 | 413,209 | (58,417) | 2,191,916 |
| <i>Total Capital Assets, being depreciated</i> | <u>57,212,515</u> | <u>1,320,555</u> | <u>(103,917)</u> | <u>58,429,153</u> |
| Less Accumulated Depreciation: | | | | |
| Buildings and Improvements | (16,025,771) | (1,100,072) | 0 | (17,125,843) |
| Furniture and Equipment | (5,674,811) | (425,046) | 0 | (6,099,857) |
| Vehicles | (1,829,766) | (155,192) | 45,500 | (1,939,458) |
| Textbooks | (520,908) | (222,338) | 58,417 | (684,829) |
| <i>Total Accumulated Depreciation</i> | <u>(24,051,256)</u> | <u>(1,902,648)*</u> | <u>103,917</u> | <u>(25,849,987)</u> |
| <i>Total Capital Assets, being depreciated, Net</i> | <u>33,161,259</u> | <u>(582,093)</u> | <u>0</u> | <u>32,579,166</u> |
| <i>Governmental Activities Assets, Net</i> | <u>\$36,250,0926</u> | <u>(\$157,817)</u> | <u>\$0</u> | <u>\$36,092,275</u> |

* Depreciation expense was charged to governmental functions as follows:

| | |
|---|--------------------|
| Instruction: | |
| Regular | \$1,094,089 |
| Special | 56,703 |
| Vocational | 18,575 |
| Support Services: | |
| Pupil | 58,879 |
| Instructional Staff | 33,244 |
| Administration | 72,090 |
| Fiscal | 9,746 |
| Business | 44,021 |
| Operation and Maintenance of Plant | 191,542 |
| Pupil Transportation | 205,241 |
| Central | 3,570 |
| Operation of Non-Instructional Services | 21,908 |
| Food Service Operations | 67,453 |
| Extracurricular Activities | 25,587 |
| Total Depreciation Expense | <u>\$1,902,648</u> |

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

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.

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

B. Insurance Benefits

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

C. Retirement Incentive

The School District Board of Education offered employees participation in a Retirement Incentive program beginning August 1, 2004 through June 30, 2008. Participation was open to teachers who were eligible for service retirement under the State Teachers Retirement System (STRS) pursuant to O.R.C. 3307.38 and any applicable STRS regulations. Each teacher who qualifies for and takes retirement receives a retirement incentive. The value of the retirement incentive is contingent upon the number of participants in any given year. If at least five but fewer than ten eligible teachers submit a timely Letter of Resignation, they will receive \$15,000. If at least ten but fewer than fifteen eligible teachers submit a timely Letter of Resignation, they will receive \$20,000. If at least fifteen teachers submit a timely Letter of Resignation, they will receive \$25,000. One-half of this retirement incentive is paid in January and the other half is paid in December following the first payment. Four teachers submitted resignation letters during fiscal year 2007; however, no incentive payments are due since the established criteria were not met.

The prior superintendent's contract provides for a retirement incentive in the amount of 25 percent of the balance of accumulated sick leave days after the severance calculation. This retirement incentive will be completely paid within one year from the date of separation of employment. The current superintendent's contract does not provide for a retirement incentive.

Note 12 - 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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3476.

Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2007, 10.68 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a 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, 2007, 2006 and 2005 were \$821,117, \$776,792 and \$702,139, respectively; 53.1 percent has been contributed for fiscal year 2007 and 100 percent for fiscal years 2006 and 2005.

B. State Teachers Retirement System

The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3371, by calling (614) 227-4090, or by visiting the STRS Ohio web site at www.strsoh.org.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

For the fiscal year ended June 30, 2007, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2006, the portion used to fund pension obligation was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2007, 2006, and 2005 were \$2,905,307, \$2,783,366 and \$2,603,873, respectively; 83.6 percent has been contributed for fiscal year 2007 and 100 percent for fiscal years 2006 and 2005. Contributions to the DC and Combined Plans for fiscal year 2007 were \$46,139 made by the School District and \$98,096 made by the plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Employees Retirement System. As of June 30, 2007, four members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages.

Note 13 - Postemployment Benefits

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System of Ohio (STRS Ohio), and to retired non-certificated 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 funded on a pay-as-you-go basis.

All STRS Ohio retirees who participated in the DB or Combined Plans and their dependents are eligible for health care coverage. The STRS Ohio Board has statutory authority over how much, if any, of the health care cost will be absorbed by STRS Ohio. All 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 Ohio funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2007, the STRS Board allocated employer contributions equal to one percent of covered payroll to the Health Care Stabilization Fund. For the School District, this amount equaled \$223,485 for fiscal year 2007.

STRS Ohio pays health care benefits from the Health Care Stabilization Fund. At June 30, 2006, (the latest information available) the balance in the Fund was \$3.5 billion. For the year ended June 30, 2006, net health care costs paid by STRS were \$282,743,000 and STRS had 119,184 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. All retirees and beneficiaries are required to pay a portion of their health care premium. The portion is based on years of service, Medicare eligibility, and retirement status.

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, 2007, employer contributions to fund health care benefits were 3.32 percent of covered payroll, compared to 3.42 percent of covered payroll for fiscal year 2006. 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 2007, the minimum pay was established at \$35,800. However, the surcharge is capped at two percent of each

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

employer's SERS salaries. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2007 fiscal year equaled \$409,021.

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 projected claims less premium contributions for the next year. Expenses for health care at June 30, 2006 (the latest information available), were \$158,751,207. At June 30, 2006, SERS had net assets available for payment of health care benefits of \$295.6 million. SERS has 59,492 participants eligible to receive benefits.

Note 14 - Long-Term Obligations

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

| | Balance 06/30/06 | Increase | Decrease | Balance 06/30/07 | Amounts Due in One Year |
|--|---------------------|--------------|--------------|---------------------|-------------------------------|
| Governmental Activities | | | | | |
| <i>General Obligation Bonds</i> | | | | | |
| High School Bonds | | | | | |
| Serial Bonds | \$6,220,000 | \$0 | \$5,055,000 | \$1,165,000 | \$1,165,000 |
| Term Bonds | 22,315,000 | 0 | 22,315,000 | 0 | 0 |
| Total High School Bonds | 28,535,000 | 0 | 27,370,000 | 1,165,000 | 1,165,000 |
| High School Refunding Bonds | | | | | |
| Serial Bonds | 0 | 17,025,000 | 0 | 17,025,000 | 135,000 |
| Premium on Bonds | 0 | 367,471 | 14,291 | 353,180 | 0 |
| Loss on Refunding | 0 | (448,535) | (17,443) | (431,092) | 0 |
| Total High School Refunding Bonds | 0 | 16,943,936 | (3,152) | 16,947,088 | 135,000 |
| <i>Total General Obligation Bonds</i> | 28,535,000 | 16,943,936 | 27,366,848 | 18,112,088 | 1,300,000 |
| <i>Refunding Notes</i> | | | | | |
| High School Refunding Notes | | | | | |
| Refunding Notes | 0 | 8,920,000 | 0 | 8,920,000 | 0 |
| Cash Flow Savings | 0 | 948,500 | 69,971 | 878,529 | 0 |
| Loss on Refunding | 0 | (468,300) | (34,547) | (433,753) | 0 |
| <i>Total Refunding Notes</i> | 0 | 9,400,200 | 35,424 | 9,364,776 | 0 |
| <i>Other Long-Term Obligations</i> | | | | | |
| Capital Leases Payable | 1,570,770 | 0 | 344,139 | 1,226,631 | 358,765 |
| Compensated Absences Payable | 4,129,605 | 75,861 | 276,784 | 3,928,682 | 275,902 |
| <i>Total Other Long-Term Obligations</i> | 5,700,375 | 75,861 | 620,923 | 5,155,313 | 634,667 |
| <i>Total Governmental Activities</i> | \$34,235,375 | \$26,419,997 | \$28,023,195 | \$32,632,177 | \$1,934,667 |

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

On October 16, 2006, the School District issued \$8,920,000 in school improvement refunding notes to refund a portion of the high school general obligation issues in order to take advantage of lower interest rates.

Proceeds of \$8,920,000 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the high school bonds. As a result, \$8,920,000 of these bonds are considered defeased and the liability for the refunded portion of these bonds has been removed from the School District's financial statements.

The School District decreased its total debt service payments by \$480,200 as a result of the advance refunding. The School District also incurred an economic gain (difference between the present values of the old and new debt service payments) of \$480,200.

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

The bonds were sold at a premium of \$367,471. Proceeds of \$17,165,435 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the various bonds. As a result, \$17,365,000 of these bonds are considered defeased and the liability for the refunded portion of these bonds has been removed from the School District's financial statements.

The School District decreased its total debt service payments by \$1,717,559 as a result of the advance refunding. The School District also incurred an economic gain (difference between the present values of the old and new debt service payments) of \$975,911.

An analysis of the two refunding issues follows:

| | 1996 High School |
|--|---------------------|
| Outstanding at June 30, 2006 | \$28,535,000 |
| Amount Refunded with: | |
| Refunding Notes | (8,920,000) |
| Refunding Bonds | (17,365,000) |
| Principal Payment on Non-Refunded Portion | (1,085,000) |
| Outstanding at June 30, 2007 | <u>\$1,165,000</u> |

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

The School District's overall debt margin was \$69,836,197 with an unvoted debt margin of \$1,043,241 at June 30, 2007. Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2007 are as follows:

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

| | General Obligation Bonds | | Refunding Notes | |
|---------------------------------|--------------------------|--------------------|--------------------|--------------------|
| | Principal | Interest | Principal | Interest |
| 2008 | \$1,300,000 | \$779,295 | \$0 | \$579,800 |
| 2009 | 1,340,000 | 704,069 | 0 | 579,800 |
| 2010 | 1,395,000 | 649,369 | 0 | 579,800 |
| 2011 | 1,450,000 | 592,469 | 0 | 579,800 |
| 2012 | 1,510,000 | 538,156 | 0 | 579,800 |
| 2013-2017 | 0 | 2,534,219 | 8,920,000 | 1,522,625 |
| 2018-2022 | 11,195,000 | 1,253,247 | 0 | 0 |
| Total Principal and Interest | <u>\$18,190,000</u> | <u>\$7,050,824</u> | <u>\$8,920,000</u> | <u>\$4,421,625</u> |

In fiscal year 2007, the School District defeased a portion of the 1996 high school general obligation bond issue in order to take advantage of lower interest rates. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. On December 1, 2006, the escrow account redeemed \$8,920,000 in callable bonds at a redemption price of 102 percent of the principal. On February 21, 2007, the escrow account redeemed \$17,365,000 in callable bonds at a redemption price of 102 percent of the principal. On June 30, 2007, none of the defeased bonds are still outstanding.

Note 15 – Note Purchase Agreement/Swap Agreement

In April 2004, the School District entered into an agreement to issue and sell to Bank One NA variable interest rate notes dated October 2, 2006, in the amount of \$8,920,000. The notes have scheduled maturities beginning December 1, 2012 and ending December 1, 2016. The notes will have a variable interest rate of .65 multiplied times the sum of the one-month London Interbank Offered Rate (LIBOR) plus .90. Proceeds of the notes are to be used to refund \$8,920,000 of the series 1996 bonds which were called on December 1, 2006.

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

Fair Value As of June 30, 2007, the swap had a negative fair value of \$1,304,203 estimated using the zero-coupon method. This method calculated the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments were then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

Note 16 – Interfund Activities

A. Interfund Transfers

A transfer of \$272,863 was made from the general fund into the building capitals project fund to pay off the energy conservation note issued in fiscal year 2007. A transfer of \$15,000 was made to the other grants special revenue fund for the Board’s contribution to the chemical abuse program. A transfer of \$175,000 was made into the self insurance fund due to substantial prescription drug claims.

B. Interfund Balances

| <u>Interfund Payable</u> | <u>Interfund Receivable</u> | |
|--|-----------------------------|------------------------|
| | <u>General</u> | <u>Bond Retirement</u> |
| <i>Other Governmental Funds</i> | | |
| Uniform School Supplies | \$110,000 | \$0 |
| Building | 0 | 400,000 |
| Total Other Governmental Funds | 110,000 | 400,000 |
| <i>Internal Service Fund</i> | | |
| Self Insurance | 150,000 | 0 |
| Total All Funds | <u>\$260,000</u> | <u>\$400,000</u> |

The general fund provided temporary funding for the uniform school supplies special revenue fund until funds are collected from student fees. The general fund also provided temporary funding for the self insurance internal service fund until funds can be collected from the increased prescription drug premiums. These will be repaid within one year.

The \$400,000 interfund transaction between the debt service and building capital projects fund is a manuscript note. The building capital projects fund issued a property improvement note to finance the installation of synthetic turf on the athletic field and renovate the practice field. The manuscript note was issued by the School District and purchased by the bond retirement debt service fund as an investment. This advance will be paid primarily from outside sources and donations. The School District will contribute what it would normally budget for the maintenance and upkeep of the grass field. The manuscript note matures on March 27, 2008.

Note 17 – Capital Lease

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

leases have been capitalized as a capital asset in the amount of \$2,369,946, the present value of the minimum lease payment at the inception of the lease. The book value as of June 30, 2007 was \$1,708,416.

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, 2007.

| | <u>Amounts</u> |
|---|--------------------|
| 2008 | 401,301 |
| 2009 | 367,176 |
| 2010 | 298,925 |
| 2011 | 249,104 |
| Total Minimum Lease Payments | <u>1,316,506</u> |
| Less: Amount representing interest | <u>89,875</u> |
| Present Value of Minimum Lease Payments | <u>\$1,226,631</u> |

Note 18 - Jointly Governed Organizations

A. Lakeshore Northeast Ohio Computer Association

The Lakeshore Northeast Ohio Computer Association (LNOCA) is a jointly governed computer service bureau owned and operated by eleven public school districts. The primary function of LNOCA is to provide data services to the eleven member districts. Major areas of service provided by LNOCA include accounting, payroll, inventory, career guidance services, handicapped student tracking, pupil scheduling, attendance reporting and grade reporting. Each school is represented on the LNOCA Board of Directors by its superintendent. Each year, the Board of Directors elects a Chairman, a Vice Chairman and a Recording Secretary. The Treasurer of the fiscal agent is a nonvoting, ex-officio member of the Board of Directors. The Cuyahoga County Educational Service Center serves as the fiscal agent of LNOCA. Each school district supports LNOCA based upon a per pupil charge dependent upon the software packages used. Brecksville-Broadview Heights City School District paid \$114,887 to LNOCA during fiscal year 2007. 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 2007. 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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

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 2007, the School District paid \$155,278 to the Council. Financial information can be obtained by contacting David Cottrell, the Executive Director/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

The electric purchase program allows school districts to purchase electricity at reduced rates, if the school districts will commit to participating for a forty-four month 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 \$246,355,000 in debt to prepurchase eight years of electricity from Cleveland Electric Illuminating (CEI) for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates their agreement, they are required to repay the savings to CEI and CEI will refund the remaining prepayment related to that participant to Energy Acquisition Corp.

The natural gas program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a 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.

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 19 – Public Entity Risk Pools

A. Insurance Purchasing Pool

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2007*

B. Shared Risk Pool

The Suburban Health Consortium (the "Consortium") is a shared health risk pool created on October 1, 2001, formed by the Boards of Education of several school districts in northeast Ohio, for the purposes of maximizing benefits and/or reducing costs of group health, life, dental and/or other insurance coverages for their employees and the eligible dependents and designated beneficiaries of such employees. The Consortium was formed and operates as a legally separate entity under Ohio Revised Code Section 9.833. The Board of Directors is the governing body of the Consortium. The Board of Education of each Consortium Member appoints its Superintendent or such Superintendent's designee to be its representative of the Board of Directors. The officers of the Board of Directors consist of a Chairman, Vice-Chairman and Recording Secretary, who are elected at the annual meeting of Board of Directors and serve until the next annual meeting. All of the authority of the Consortium is exercised by or under the direction of the Board of Directors. The Board of Directors sets all premiums and other amounts to be paid by the Consortium Members, and the Board of Directors also has the authority to waive premiums and other payments. All members of the Board of Directors serve without compensation.

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

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2007

Note 21 – Notes Payable

During fiscal year 2007, the School District paid a \$263,000 energy conservation note at 3.75 percent. The energy conservation improvement note was used to replace boilers, windows and lighting throughout the School District. The energy conservation improvement note was backed by the full faith and credit of the School District and matured on May 24, 2007.

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, 2006 | \$0 | \$0 |
| Current Year Set-aside Requirement | 708,736 | 708,736 |
| Current Year Offset | (769,930) | (999,918) |
| Qualifying Disbursements | <u>(671,996)</u> | <u>(617,663)</u> |
| Totals | <u>(\$733,190)</u> | <u>(\$908,845)</u> |
| Set-aside Balance Carried Forward to Future Fiscal Years | <u>\$0</u> | <u>\$0</u> |
| Set-aside Reserve Balance as of June 30, 2007 | <u>\$0</u> | <u>\$0</u> |

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

**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 private purpose 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 – This fund accounts for the financial transactions related to the food service operations of the School District.

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

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

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

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

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

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

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

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.

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

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

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

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

(continued)

Combining Statements – Nonmajor Funds (continued)

Nonmajor Special Revenue Funds

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

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

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

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

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

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.

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

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

(continued)

Combining Statements – Nonmajor Funds (continued)

Nonmajor Capital Projects Funds

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

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

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

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2007

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Funds | Total Nonmajor Governmental Funds |
|---|---|--|--|
| Assets | | | |
| Equity in Pooled Cash and Cash Equivalents | \$1,082,866 | \$2,264,764 | \$3,347,630 |
| Receivables: | | | |
| Taxes | 0 | 1,678,577 | 1,678,577 |
| Accounts | 18,961 | 0 | 18,961 |
| Intergovernmental | 30,254 | 0 | 30,254 |
| Inventory Held for Resale | 22,896 | 0 | 22,896 |
| Materials and Supplies Inventory | 6,809 | 0 | 6,809 |
| <i>Total Assets</i> | <u>\$1,161,786</u> | <u>\$3,943,341</u> | <u>\$5,105,127</u> |
| Liabilities and Fund Balances | | | |
| Liabilities | | | |
| Accounts Payable | \$38,992 | \$38,465 | \$77,457 |
| Contracts Payable | 0 | 315,523 | 315,523 |
| Accrued Wages and Benefits | 79,484 | 0 | 79,484 |
| Interfund Payable | 110,000 | 400,000 | 510,000 |
| Intergovernmental Payable | 91,726 | 0 | 91,726 |
| Deferred Revenue | 0 | 1,493,129 | 1,493,129 |
| Accrued Interest Payable | 0 | 3,904 | 3,904 |
| <i>Total Liabilities</i> | <u>320,202</u> | <u>2,251,021</u> | <u>2,571,223</u> |
| Fund Balances | | | |
| Reserved for Encumbrances | 118,617 | 493,261 | 611,878 |
| Reserved for Property Taxes | 0 | 181,964 | 181,964 |
| Unreserved, Undesignated, Reported in: | | | |
| Special Revenue Funds | 722,967 | 0 | 722,967 |
| Capital Projects Funds | 0 | 1,017,095 | 1,017,095 |
| <i>Total Fund Balances</i> | <u>841,584</u> | <u>1,692,320</u> | <u>2,533,904</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$1,161,786</u> | <u>\$3,943,341</u> | <u>\$5,105,127</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, 2007

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Funds | Total Nonmajor Governmental Funds |
|---|---|--|--|
| Revenues | | | |
| Taxes | \$0 | \$1,618,556 | \$1,618,556 |
| Intergovernmental | 1,892,950 | 169,640 | 2,062,590 |
| Interest | 5,463 | 0 | 5,463 |
| Tuition and Fees | 444,138 | 0 | 444,138 |
| Extracurricular Activities | 241,890 | 0 | 241,890 |
| Payment in Lieu of Taxes | 0 | 97 | 97 |
| Charges for Services | 1,529,112 | 0 | 1,529,112 |
| Contributions and Donations | 231,853 | 170,455 | 402,308 |
| <i>Total Revenues</i> | <u>4,345,406</u> | <u>1,958,748</u> | <u>6,304,154</u> |
| Expenditures | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | 587,531 | 0 | 587,531 |
| Special | 382,940 | 0 | 382,940 |
| Adult/Continuing | 27,392 | 0 | 27,392 |
| Support Services: | | | |
| Pupil | 125,593 | 0 | 125,593 |
| Instructional Staff | 416,691 | 0 | 416,691 |
| Administration | 42,361 | 0 | 42,361 |
| Fiscal | 526 | 0 | 526 |
| Pupil Transportation | 109,225 | 0 | 109,225 |
| Operation of Non-Instructional Services | 496,197 | 0 | 496,197 |
| Food Service Operations | 1,432,682 | 0 | 1,432,682 |
| Child Care Operations | 416,363 | 0 | 416,363 |
| Extracurricular Activities | 244,781 | 0 | 244,781 |
| Capital Outlay | 0 | 1,817,287 | 1,817,287 |
| Debt Service: | | | |
| Principal Retirement | 0 | 252,374 | 252,374 |
| Interest and Fiscal Charges | 0 | 59,372 | 59,372 |
| <i>Total Expenditures</i> | <u>4,282,282</u> | <u>2,129,033</u> | <u>6,411,315</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 63,124 | (170,285) | (107,161) |
| Other Financing Sources | | | |
| Transfers In | <u>15,000</u> | <u>272,863</u> | <u>287,863</u> |
| <i>Net Change in Fund Balances</i> | 78,124 | 102,578 | 180,702 |
| <i>Fund Balances Beginning of Year</i> | <u>763,460</u> | <u>1,589,742</u> | <u>2,353,202</u> |
| <i>Fund Balances End of Year</i> | <u>\$841,584</u> | <u>\$1,692,320</u> | <u>\$2,533,904</u> |

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2007

| | Food Service | Scholarship | Uniform School Supplies |
|---|------------------|-----------------|-------------------------------|
| Assets | | | |
| Equity in Pooled Cash and Cash Equivalents | \$111,752 | \$64,251 | \$231,973 |
| Receivables: | | | |
| Accounts | 706 | 0 | 374 |
| Intergovernmental | 23,854 | 0 | 0 |
| Inventory Held for Resale | 22,896 | 0 | 0 |
| Materials and Supplies Inventory | 6,809 | 0 | 0 |
| <i>Total Assets</i> | <u>\$166,017</u> | <u>\$64,251</u> | <u>\$232,347</u> |
| Liabilities and Fund Balances | | | |
| Liabilities | | | |
| Accounts Payable | \$715 | \$0 | \$998 |
| Accrued Wages and Benefits | 64,146 | 0 | 0 |
| Interfund Payable | 0 | 0 | 110,000 |
| Intergovernmental Payable | 57,641 | 0 | 0 |
| <i>Total Liabilities</i> | <u>122,502</u> | <u>0</u> | <u>110,998</u> |
| Fund Balances | | | |
| Reserved for Encumbrances | 348 | 0 | 85 |
| Unreserved, Undesignated | 43,167 | 64,251 | 121,264 |
| <i>Total Fund Balances</i> | <u>43,515</u> | <u>64,251</u> | <u>121,349</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$166,017</u> | <u>\$64,251</u> | <u>\$232,347</u> |

| <u>Public School Support</u> | <u>Other Grants</u> | <u>Child Care</u> | <u>Athletics</u> | <u>Auxiliary Services</u> |
|--------------------------------------|-------------------------|-----------------------|------------------|-------------------------------|
| \$101,919 | \$100,022 | \$204,112 | \$124,671 | \$82,494 |
| 164 | 0 | 17,717 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$102,083</u> | <u>\$100,022</u> | <u>\$221,829</u> | <u>\$124,671</u> | <u>\$82,494</u> |
| \$3,943 | \$3,302 | \$1,920 | \$0 | \$18,834 |
| 0 | 4,032 | 11,306 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 2,806 | 31,228 | 0 | 0 |
| <u>3,943</u> | <u>10,140</u> | <u>44,454</u> | <u>0</u> | <u>18,834</u> |
| 2,148 | 930 | 15,386 | 0 | 60,631 |
| <u>95,992</u> | <u>88,952</u> | <u>161,989</u> | <u>124,671</u> | <u>3,029</u> |
| <u>98,140</u> | <u>89,882</u> | <u>177,375</u> | <u>124,671</u> | <u>63,660</u> |
| <u>\$102,083</u> | <u>\$100,022</u> | <u>\$221,829</u> | <u>\$124,671</u> | <u>\$82,494</u> |

(continued)

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds (continued)

June 30, 2007

| | Educational Management Information Systems | Entry Year Teachers | SchoolNet Professional Development |
|---|---|---------------------------|--|
| Assets | | | |
| Equity in Pooled Cash and Cash Equivalents | \$535 | \$0 | \$1,393 |
| Receivables: | | | |
| Accounts | 0 | 0 | 0 |
| Intergovernmental | 0 | 6,400 | 0 |
| Inventory Held for Resale | 0 | 0 | 0 |
| Materials and Supplies Inventory | 0 | 0 | 0 |
| <i>Total Assets</i> | <u>\$535</u> | <u>\$6,400</u> | <u>\$1,393</u> |
| Liabilities and Fund Balances | | | |
| Liabilities | | | |
| Accounts Payable | \$0 | \$0 | \$0 |
| Accrued Wages and Benefits | 0 | 0 | 0 |
| Interfund Payable | 0 | 0 | 0 |
| Intergovernmental Payable | 0 | 0 | 0 |
| <i>Total Liabilities</i> | <u>0</u> | <u>0</u> | <u>0</u> |
| Fund Balances | | | |
| Reserved for Encumbrances | 535 | 0 | 0 |
| Unreserved, Undesignated | 0 | 6,400 | 1,393 |
| <i>Total Fund Balances</i> | <u>535</u> | <u>6,400</u> | <u>1,393</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$535</u> | <u>\$6,400</u> | <u>\$1,393</u> |

| Ohio Reads Volunteer Grant | Core Implementation | Gifted Identification | Title VI-B | Title III |
|----------------------------------|------------------------|--------------------------|-----------------|--------------|
| \$29 | \$2,000 | \$666 | \$30,896 | \$884 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>\$29</u> | <u>\$2,000</u> | <u>\$666</u> | <u>\$30,896</u> | <u>\$884</u> |
| \$0 | \$0 | \$0 | \$1,691 | \$0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 51 | 0 |
| <u>0</u> | <u>0</u> | <u>0</u> | <u>1,742</u> | <u>0</u> |
| 29 | 0 | 0 | 29,154 | 884 |
| 0 | 2,000 | 666 | 0 | 0 |
| <u>29</u> | <u>2,000</u> | <u>666</u> | <u>29,154</u> | <u>884</u> |
| <u>\$29</u> | <u>\$2,000</u> | <u>\$666</u> | <u>\$30,896</u> | <u>\$884</u> |

(continued)

Brecksville-Broadview Heights City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2007

| | Title I | Title V | Drug Free Schools |
|---|----------------|-----------------|----------------------|
| Assets | | | |
| Equity in Pooled Cash and Cash Equivalents | \$2,841 | \$13,658 | \$2,375 |
| Receivables: | | | |
| Accounts | 0 | 0 | 0 |
| Intergovernmental | 0 | 0 | 0 |
| Inventory Held for Resale | 0 | 0 | 0 |
| Materials and Supplies Inventory | 0 | 0 | 0 |
| <i>Total Assets</i> | <u>\$2,841</u> | <u>\$13,658</u> | <u>\$2,375</u> |
| Liabilities and Fund Balances | | | |
| Liabilities | | | |
| Accounts Payable | \$1,489 | \$4,114 | \$486 |
| Accrued Wages and Benefits | 0 | 0 | 0 |
| Interfund Payable | 0 | 0 | 0 |
| Intergovernmental Payable | 0 | 0 | 0 |
| <i>Total Liabilities</i> | <u>1,489</u> | <u>4,114</u> | <u>486</u> |
| Fund Balances | | | |
| Reserved for Encumbrances | 1,352 | 3,867 | 826 |
| Unreserved, Undesignated | 0 | 5,677 | 1,063 |
| <i>Total Fund Balances</i> | <u>1,352</u> | <u>9,544</u> | <u>1,889</u> |
| <i>Total Liabilities and Fund Balances</i> | <u>\$2,841</u> | <u>\$13,658</u> | <u>\$2,375</u> |

| Title II-A | Title II-D | Total Nonmajor Special Revenue Funds |
|----------------|--------------|---|
| \$6,101 | \$294 | \$1,082,866 |
| 0 | 0 | 18,961 |
| 0 | 0 | 30,254 |
| 0 | 0 | 22,896 |
| 0 | 0 | 6,809 |
| <u>\$6,101</u> | <u>\$294</u> | <u>\$1,161,786</u> |
| 1,500 | \$0 | \$38,992 |
| 0 | 0 | 79,484 |
| 0 | 0 | 110,000 |
| 0 | 0 | 91,726 |
| <u>1,500</u> | <u>0</u> | <u>320,202</u> |
| 2,362 | 80 | 118,617 |
| <u>2,239</u> | <u>214</u> | <u>722,967</u> |
| <u>4,601</u> | <u>294</u> | <u>841,584</u> |
| <u>\$6,101</u> | <u>\$294</u> | <u>\$1,161,786</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, 2007

| | Food Service | Scholarship | Uniform School Supplies |
|---|------------------------|------------------------|-------------------------------|
| Revenues | | | |
| Intergovernmental | \$249,356 | \$0 | \$0 |
| Interest | 0 | 633 | 0 |
| Tuition and Fees | 0 | 0 | 0 |
| Extracurricular Activities | 0 | 0 | 0 |
| Charges for Services | 1,202,758 | 1,381 | 226,185 |
| Contributions and Donations | 0 | 53,836 | 0 |
| <i>Total Revenues</i> | <u>1,452,114</u> | <u>55,850</u> | <u>226,185</u> |
| Expenditures | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | 0 | 3,039 | 207,396 |
| Special | 0 | 0 | 0 |
| Adult/Continuing | 0 | 0 | 0 |
| Support Services: | | | |
| Pupil | 0 | 0 | 0 |
| Instructional Staff | 0 | 0 | 0 |
| Administration | 0 | 5,904 | 0 |
| Fiscal | 0 | 526 | 0 |
| Pupil Transportation | 0 | 0 | 0 |
| Operation of Non-Instructional Services | 0 | 54,325 | 0 |
| Food Service Operations | 1,432,682 | 0 | 0 |
| Child Care Operations | 0 | 0 | 0 |
| Extracurricular Activities | 0 | 0 | 0 |
| <i>Total Expenditures</i> | <u>1,432,682</u> | <u>63,794</u> | <u>207,396</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 19,432 | (7,944) | 18,789 |
| Other Financing Sources | | | |
| Transfers In | 0 | 0 | 0 |
| <i>Net Change in Fund Balances</i> | 19,432 | (7,944) | 18,789 |
| <i>Fund Balances Beginning of Year</i> | <u>24,083</u> | <u>72,195</u> | <u>102,560</u> |
| <i>Fund Balances End of Year</i> | <u><u>\$43,515</u></u> | <u><u>\$64,251</u></u> | <u><u>\$121,349</u></u> |

| Public School Support | Other Grants | Child Care | Athletics | Auxiliary Services |
|-----------------------------|-----------------|------------------|------------------|-----------------------|
| \$0 | \$0 | \$0 | \$0 | \$384,536 |
| 0 | 0 | 0 | 0 | 4,830 |
| 0 | 0 | 444,138 | 0 | 0 |
| 0 | 0 | 0 | 241,890 | 0 |
| 98,788 | 0 | 0 | 0 | 0 |
| 12,859 | 142,572 | 22,401 | 185 | 0 |
| <u>111,647</u> | <u>142,572</u> | <u>466,539</u> | <u>242,075</u> | <u>389,366</u> |
| 93,326 | 23,289 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 27,392 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 59,225 | 0 | 0 | 0 |
| 0 | 27,834 | 0 | 0 | 393,076 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 416,363 | 0 | 0 |
| 0 | 0 | 0 | 244,781 | 0 |
| <u>93,326</u> | <u>137,740</u> | <u>416,363</u> | <u>244,781</u> | <u>393,076</u> |
| 18,321 | 4,832 | 50,176 | (2,706) | (3,710) |
| <u>0</u> | <u>15,000</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| 18,321 | 19,832 | 50,176 | (2,706) | (3,710) |
| <u>79,819</u> | <u>70,050</u> | <u>127,199</u> | <u>127,377</u> | <u>67,370</u> |
| <u>\$98,140</u> | <u>\$89,882</u> | <u>\$177,375</u> | <u>\$124,671</u> | <u>\$63,660</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, 2007

| | Teacher Development | Educational Management Information Systems | Entry Year Teachers |
|---|------------------------|---|---------------------------|
| Revenues | | | |
| Intergovernmental | \$0 | \$15,607 | \$6,400 |
| 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>0</u> | <u>15,607</u> | <u>6,400</u> |
| Expenditures | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | 0 | 0 | 0 |
| Special | 0 | 0 | 0 |
| Adult/Continuing | 0 | 0 | 0 |
| Support Services: | | | |
| Pupil | 0 | 16,066 | 0 |
| Instructional Staff | 6,273 | 0 | 0 |
| Administration | 0 | 0 | 0 |
| Fiscal | 0 | 0 | 0 |
| Pupil Transportation | 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>6,273</u> | <u>16,066</u> | <u>0</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (6,273) | (459) | 6,400 |
| Other Financing Sources | | | |
| Transfer In | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net Change in Fund Balances</i> | (6,273) | (459) | 6,400 |
| <i>Fund Balances Beginning of Year</i> | <u>6,273</u> | <u>994</u> | <u>0</u> |
| <i>Fund Balances End of Year</i> | <u><u>\$0</u></u> | <u><u>\$535</u></u> | <u><u>\$6,400</u></u> |

| <u>One Net</u> | <u>SchoolNet Professional Development</u> | <u>Ohio Reads Volunteer Grant</u> | <u>Core Implementation</u> | <u>Gifted Identification</u> |
|--------------------|---|---|--------------------------------|----------------------------------|
| \$18,000 | \$3,300 | \$8,000 | \$2,000 | \$12,110 |
| 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>18,000</u> | <u>3,300</u> | <u>8,000</u> | <u>2,000</u> | <u>12,110</u> |
| 18,000 | 0 | 8,000 | 0 | 0 |
| 0 | 0 | 0 | 0 | 2,400 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 4,822 | 0 | 0 | 9,044 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| <u>18,000</u> | <u>4,822</u> | <u>8,000</u> | <u>0</u> | <u>11,444</u> |
| 0 | (1,522) | 0 | 2,000 | 666 |
| <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| 0 | (1,522) | 0 | 2,000 | 666 |
| <u>0</u> | <u>2,915</u> | <u>29</u> | <u>0</u> | <u>0</u> |
| <u>\$0</u> | <u>\$1,393</u> | <u>\$29</u> | <u>\$2,000</u> | <u>\$666</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, 2007

| | Title VI-B | Title III | Title I |
|---|------------------------|---------------------|-----------------------|
| Revenues | | | |
| Intergovernmental | \$923,045 | \$20,416 | \$130,651 |
| 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>923,045</u> | <u>20,416</u> | <u>130,651</u> |
| Expenditures | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | 0 | 20,636 | 129,485 |
| Special | 354,879 | 0 | 0 |
| Adult/Continuing | 0 | 0 | 0 |
| Support Services: | | | |
| Pupil | 109,527 | 0 | 0 |
| Instructional Staff | 372,616 | 2,416 | 2,986 |
| Administration | 35,457 | 0 | 1,000 |
| Fiscal | 0 | 0 | 0 |
| Pupil Transportation | 50,000 | 0 | 0 |
| Operation of Non-Instructional Services | 16,610 | 0 | 1,440 |
| Food Service Operations | 0 | 0 | 0 |
| Child Care Operations | 0 | 0 | 0 |
| Extracurricular Activities | 0 | 0 | 0 |
| <i>Total Expenditures</i> | <u>939,089</u> | <u>23,052</u> | <u>134,911</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (16,044) | (2,636) | (4,260) |
| Other Financing Sources | | | |
| Transfer In | 0 | 0 | 0 |
| <i>Net Change in Fund Balances</i> | (16,044) | (2,636) | (4,260) |
| <i>Fund Balances Beginning of Year</i> | <u>45,198</u> | <u>3,520</u> | <u>5,612</u> |
| <i>Fund Balances End of Year</i> | <u><u>\$29,154</u></u> | <u><u>\$884</u></u> | <u><u>\$1,352</u></u> |

| Title V | Drug Free Schools | Pre-School | Title II-A | Title II-D | Total Nonmajor Special Revenue Funds |
|----------------|-------------------|---------------|----------------|--------------|--------------------------------------|
| \$6,968 | \$10,536 | \$25,661 | \$75,004 | \$1,360 | \$1,892,950 |
| 0 | 0 | 0 | 0 | 0 | 5,463 |
| 0 | 0 | 0 | 0 | 0 | 444,138 |
| 0 | 0 | 0 | 0 | 0 | 241,890 |
| 0 | 0 | 0 | 0 | 0 | 1,529,112 |
| 0 | 0 | 0 | 0 | 0 | 231,853 |
| <u>6,968</u> | <u>10,536</u> | <u>25,661</u> | <u>75,004</u> | <u>1,360</u> | <u>4,345,406</u> |
| 9,557 | 11,011 | 0 | 62,606 | 1,186 | 587,531 |
| 0 | 0 | 25,661 | 0 | 0 | 382,940 |
| 0 | 0 | 0 | 0 | 0 | 27,392 |
| 0 | 0 | 0 | 0 | 0 | 125,593 |
| 0 | 0 | 0 | 18,534 | 0 | 416,691 |
| 0 | 0 | 0 | 0 | 0 | 42,361 |
| 0 | 0 | 0 | 0 | 0 | 526 |
| 0 | 0 | 0 | 0 | 0 | 109,225 |
| 924 | 0 | 0 | 1,643 | 345 | 496,197 |
| 0 | 0 | 0 | 0 | 0 | 1,432,682 |
| 0 | 0 | 0 | 0 | 0 | 416,363 |
| 0 | 0 | 0 | 0 | 0 | 244,781 |
| <u>10,481</u> | <u>11,011</u> | <u>25,661</u> | <u>82,783</u> | <u>1,531</u> | <u>4,282,282</u> |
| (3,513) | (475) | 0 | (7,779) | (171) | 63,124 |
| <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>15,000</u> |
| (3,513) | (475) | 0 | (7,779) | (171) | 78,124 |
| <u>13,057</u> | <u>2,364</u> | <u>0</u> | <u>12,380</u> | <u>465</u> | <u>763,460</u> |
| <u>\$9,544</u> | <u>\$1,889</u> | <u>\$0</u> | <u>\$4,601</u> | <u>\$294</u> | <u>\$841,584</u> |

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Capital Projects Funds

June 30, 2007

| | <u>Permanent Improvement</u> | <u>Building</u> | <u>Total Nonmajor Capital Projects Funds</u> |
|---|----------------------------------|-------------------------|--|
| Assets | | | |
| Equity in Pooled Cash and Cash Equivalents | \$1,758,079 | \$506,685 | \$2,264,764 |
| Taxes Receivable | <u>1,379,652</u> | <u>298,925</u> | <u>1,678,577</u> |
| <i>Total Assets</i> | <u><u>\$3,137,731</u></u> | <u><u>\$805,610</u></u> | <u><u>\$3,943,341</u></u> |
| Liabilities and Fund Balances | | | |
| Liabilities | | | |
| Accounts Payable | \$38,465 | \$0 | \$38,465 |
| Contracts Payable | 0 | 315,523 | 315,523 |
| Interfund Payable | 0 | 400,000 | 400,000 |
| Deferred Revenue | 1,194,204 | 298,925 | 1,493,129 |
| Accrued Interest Payable | <u>0</u> | <u>3,904</u> | <u>3,904</u> |
| <i>Total Liabilities</i> | <u>1,232,669</u> | <u>1,018,352</u> | <u>2,251,021</u> |
| Fund Balances | | | |
| Reserved for Encumbrances | 335,551 | 157,710 | 493,261 |
| Reserved for Property Taxes | 181,964 | 0 | 181,964 |
| Unreserved, Undesignated (Deficit) | <u>1,387,547</u> | <u>(370,452)</u> | <u>1,017,095</u> |
| <i>Total Fund Balances (Deficit)</i> | <u>1,905,062</u> | <u>(212,742)</u> | <u>1,692,320</u> |
| <i>Total Liabilities and Fund Balances</i> | <u><u>\$3,137,731</u></u> | <u><u>\$805,610</u></u> | <u><u>\$3,943,341</u></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, 2007

| | Permanent Improvement | Building | Total Nonmajor Capital Projects Funds |
|---|---------------------------|---------------------------|--|
| Revenues | | | |
| Taxes | \$1,319,631 | \$298,925 | \$1,618,556 |
| Intergovernmental | 169,640 | 0 | 169,640 |
| Payment in Lieu of Taxes | 97 | 0 | 97 |
| Contributions and Donations | 0 | 170,455 | 170,455 |
| <i>Total Revenues</i> | <u>1,489,368</u> | <u>469,380</u> | <u>1,958,748</u> |
| Expenditures | | | |
| Capital Outlay | 1,420,198 | 397,089 | 1,817,287 |
| Debt Service: | | | |
| Principal Retirement | 0 | 252,374 | 252,374 |
| Interest and Fiscal Charges | 0 | 59,372 | 59,372 |
| <i>Total Expenditures</i> | <u>1,420,198</u> | <u>708,835</u> | <u>2,129,033</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 69,170 | (239,455) | (170,285) |
| Other Financing Sources | | | |
| Transfers In | 0 | 272,863 | 272,863 |
| <i>Net Change in Fund Balances</i> | 69,170 | 33,408 | 102,578 |
| <i>Fund Balances (Deficit) Beginning of Year</i> | <u>1,835,892</u> | <u>(246,150)</u> | <u>1,589,742</u> |
| <i>Fund Balances (Deficit) End of Year</i> | <u><u>\$1,905,062</u></u> | <u><u>(\$212,742)</u></u> | <u><u>\$1,692,320</u></u> |

Statement – Fiduciary Funds

Fiduciary Funds

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

Private Purpose Trust Fund

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

Agency Fund

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

Brecksville-Broadview Heights City School District

Statement of Changes in Assets and Liabilities

Agency Fund

For the Fiscal Year Ended June 30, 2007

| | Balance | | | Balance |
|---|------------------|------------------|------------------|------------------|
| | July 1, 2006 | Additions | Reductions | June 30, 2007 |
| Student Activities Fund | | | | |
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | <u>\$162,422</u> | <u>\$229,732</u> | <u>\$255,774</u> | <u>\$136,380</u> |
| Liabilities | | | | |
| Due to Students | <u>\$162,422</u> | <u>\$229,732</u> | <u>\$255,774</u> | <u>\$136,380</u> |

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

Brecksville-Broadview Heights City School District*Schedule of Revenues, Expenditures and Changes**In Fund Balance - Budget (Non-GAAP Basis) and Actual***General Fund***For the Fiscal Year Ended June 30, 2007*

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|------------------------------|-------------------------|---------------------|---------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Taxes | \$35,424,755 | \$35,059,066 | \$35,059,066 | \$0 |
| Intergovernmental | 10,044,810 | 10,694,780 | 10,694,780 | 0 |
| Interest | 800,000 | 1,389,225 | 1,391,723 | 2,498 |
| Tuition and Fees | 278,000 | 120,215 | 120,215 | 0 |
| Extracurricular Activities | 96,000 | 99,540 | 99,540 | 0 |
| Payment in Lieu of Taxes | 25,000 | 35,712 | 35,712 | 0 |
| Rentals | 40,000 | 72,226 | 72,226 | 0 |
| Charges for Services | 479,000 | 367,597 | 367,616 | 19 |
| Contributions and Donations | 22,000 | 2,569 | 2,570 | 1 |
| Miscellaneous | 45,000 | 47,681 | 44,443 | (3,238) |
| <i>Total Revenues</i> | <u>47,254,565</u> | <u>47,888,611</u> | <u>47,887,891</u> | <u>(720)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Salaries and Wages | 14,554,993 | 14,815,117 | 14,814,962 | 155 |
| Fringe Benefits | 4,514,900 | 4,418,876 | 4,417,738 | 1,138 |
| Purchased Services | 695,315 | 611,119 | 611,094 | 25 |
| Materials and Supplies | 331,550 | 297,643 | 258,241 | 39,402 |
| Capital Outlay - New | 115,435 | 127,678 | 112,500 | 15,178 |
| Capital Outlay - Replacement | 47,702 | 45,220 | 36,132 | 9,088 |
| Total Regular | <u>20,259,895</u> | <u>20,315,653</u> | <u>20,250,667</u> | <u>64,986</u> |
| Special: | | | | |
| Salaries and Wages | 2,952,000 | 3,352,432 | 3,349,017 | 3,415 |
| Fringe Benefits | 852,250 | 831,405 | 830,987 | 418 |
| Purchased Services | 543,602 | 515,523 | 513,434 | 2,089 |
| Materials and Supplies | 425,724 | 1,986 | 1,701 | 285 |
| Capital Outlay - New | 43,015 | 30,015 | 30,001 | 14 |
| Total Special | <u>4,816,591</u> | <u>4,731,361</u> | <u>4,725,140</u> | <u>6,221</u> |
| Vocational: | | | | |
| Salaries and Wages | 135,000 | 216,025 | 216,012 | 13 |
| Fringe Benefits | 70,000 | 55,595 | 55,558 | 37 |
| Capital Outlay - New | 13,572 | 12,641 | 10,866 | 1,775 |
| Capital Outlay - Replacement | 4,324 | 328 | 328 | 0 |
| Total Vocational | <u>222,896</u> | <u>284,589</u> | <u>282,764</u> | <u>1,825</u> |
| Total Instruction | <u>\$25,299,382</u> | <u>\$25,331,603</u> | <u>\$25,258,571</u> | <u>\$73,032</u> |

(continued)

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

General Fund (continued)

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|----------------------------------|--------------------|--------------------|--------------------|---|
| | Original | Final | Actual | |
| Support Services: | | | | |
| Pupil: | | | | |
| Salaries and Wages | \$2,064,000 | \$2,305,350 | \$2,304,135 | \$1,215 |
| Fringe Benefits | 650,000 | 703,305 | 702,527 | 778 |
| Purchased Services | 70,445 | 74,170 | 72,271 | 1,899 |
| Materials and Supplies | 107,833 | 49,355 | 48,993 | 362 |
| Capital Outlay - New | 73,994 | 162,272 | 137,324 | 24,948 |
| Other | 500 | 0 | 0 | 0 |
| Total Pupil | 2,966,772 | 3,294,452 | 3,265,250 | 29,202 |
| Instructional Staff: | | | | |
| Salaries and Wages | 1,359,500 | 1,534,450 | 1,534,330 | 120 |
| Fringe Benefits | 535,000 | 614,180 | 613,659 | 521 |
| Purchased Services | 72,374 | 72,799 | 71,592 | 1,207 |
| Materials and Supplies | 76,079 | 73,885 | 69,631 | 4,254 |
| Capital Outlay - New | 14,671 | 17,301 | 14,926 | 2,375 |
| Capital Outlay - Replacement | 6,575 | 4,779 | 4,653 | 126 |
| Other | 5,175 | 3,954 | 3,948 | 6 |
| Total Instructional Staff | 2,069,374 | 2,321,348 | 2,312,739 | 8,609 |
| Board of Education: | | | | |
| Salaries and Wages | 20,000 | 18,375 | 18,375 | 0 |
| Fringe Benefits | 2,000 | 2,911 | 2,911 | 0 |
| Purchased Services | 18,000 | 18,250 | 14,723 | 3,527 |
| Other | 47,196 | 57,504 | 52,724 | 4,780 |
| Total Board of Education | 87,196 | 97,040 | 88,733 | 8,307 |
| Administration: | | | | |
| Salaries and Wages | 2,145,575 | 2,093,186 | 2,091,961 | 1,225 |
| Fringe Benefits | 770,000 | 806,098 | 804,501 | 1,597 |
| Purchased Services | 212,037 | 118,041 | 102,502 | 15,539 |
| Materials and Supplies | 27,926 | 27,927 | 20,486 | 7,441 |
| Capital Outlay - New | 8,435 | 8,321 | 7,742 | 579 |
| Capital Outlay - Replacement | 5,985 | 3,985 | 3,922 | 63 |
| Other | 169,275 | 96,832 | 96,427 | 405 |
| Total Administration | 3,339,233 | 3,154,390 | 3,127,541 | 26,849 |
| Fiscal: | | | | |
| Salaries and Wages | 295,000 | 290,075 | 290,027 | 48 |
| Fringe Benefits | 120,000 | 121,850 | 121,782 | 68 |
| Purchased Services | 65,875 | 68,629 | 68,517 | 112 |
| Materials and Supplies | 20,020 | 20,020 | 6,542 | 13,478 |
| Capital Outlay - New | 5,000 | 1,775 | 260 | 1,515 |
| Capital Outlay - Replacement | 5,000 | 0 | 0 | 0 |
| Other | 565,500 | 541,450 | 538,941 | 2,509 |
| Total Fiscal | \$1,076,395 | \$1,043,799 | \$1,026,069 | \$17,730 |

(continued)

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

General Fund (continued)

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Business: | | | | |
| Salaries and Wages | \$227,500 | \$236,800 | \$236,635 | \$165 |
| Fringe Benefits | 98,000 | 92,925 | 92,779 | 146 |
| Purchased Services | 147,505 | 153,126 | 130,754 | 22,372 |
| Materials and Supplies | 27,615 | 26,140 | 25,595 | 545 |
| Capital Outlay - New | 2,000 | 2,000 | 2,000 | 0 |
| Capital Outlay - Replacement | 3,000 | 1,650 | 1,642 | 8 |
| Other | 1,500 | 1,000 | 967 | 33 |
| Total Business | 507,120 | 513,641 | 490,372 | 23,269 |
| Operation and Maintenance of Plant: | | | | |
| Salaries and Wages | 1,733,000 | 1,965,865 | 1,965,534 | 331 |
| Fringe Benefits | 725,000 | 739,500 | 739,054 | 446 |
| Purchased Services | 2,023,311 | 1,481,545 | 1,475,174 | 6,371 |
| Materials and Supplies | 247,390 | 233,014 | 228,279 | 4,735 |
| Capital Outlay - New | 18,629 | 23,828 | 22,822 | 1,006 |
| Capital Outlay - Replacement | 19,671 | 23,815 | 23,764 | 51 |
| Other | 750 | 14,825 | 14,486 | 339 |
| Total Operation and Maintenance of Plant | 4,767,751 | 4,482,392 | 4,469,113 | 13,279 |
| Pupil Transportation: | | | | |
| Salaries and Wages | 1,620,000 | 1,770,609 | 1,769,865 | 744 |
| Fringe Benefits | 530,000 | 586,622 | 586,618 | 4 |
| Purchased Services | 256,020 | 219,020 | 217,370 | 1,650 |
| Materials and Supplies | 568,122 | 399,478 | 393,608 | 5,870 |
| Capital Outlay - Replacement | 33,143 | 33,142 | 27,267 | 5,875 |
| Total Pupil Transportation | 3,007,285 | 3,008,871 | 2,994,728 | 14,143 |
| Central: | | | | |
| Salaries and Wages | 80,000 | 71,925 | 71,906 | 19 |
| Fringe Benefits | 25,000 | 24,260 | 23,034 | 1,226 |
| Purchased Services | 136,721 | 127,220 | 127,037 | 183 |
| Materials and Supplies | 8,104 | 5,405 | 3,620 | 1,785 |
| Capital Outlay - Replacement | 4,000 | 5,000 | 4,996 | 4 |
| Other | 1,000 | 660 | 660 | 0 |
| Total Central | 254,825 | 234,470 | 231,253 | 3,217 |
| Total Support Services | 18,075,951 | 18,150,403 | 18,005,798 | 144,605 |
| Extracurricular Activities: | | | | |
| Academic and Subject Oriented Activities: | | | | |
| Salaries and Wages | 105,000 | 97,938 | 97,915 | 23 |
| Fringe Benefits | 20,000 | 18,955 | 18,892 | 63 |
| Purchased Services | 3,000 | 1,950 | 1,930 | 20 |
| Capital Outlay - Replacement | 0 | 5,000 | 5,000 | 0 |
| Total Academic and Subject Oriented Activities | \$128,000 | \$123,843 | \$123,737 | \$106 |

(continued)

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

General Fund (continued)

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| | Original | Final | Actual | |
| Sports Oriented Activities: | | | | |
| Salaries and Wages | \$515,000 | \$500,371 | \$498,465 | \$1,906 |
| Fringe Benefits | 81,000 | 85,265 | 85,102 | 163 |
| Purchased Services | 51,500 | 46,155 | 44,656 | 1,499 |
| Materials and Supplies | 6,500 | 9,500 | 5,495 | 4,005 |
| Capital Outlay - New | 7,000 | 5,500 | 5,500 | 0 |
| Other | 750 | 0 | 0 | 0 |
| Total Sports Oriented Activities | 661,750 | 646,791 | 639,218 | 7,573 |
| School and Public Service | | | | |
| Co-Curricular Activities: | | | | |
| Salaries and Wages | 30,000 | 40,455 | 40,413 | 42 |
| Fringe Benefits | 5,000 | 4,822 | 4,814 | 8 |
| Total School and Public Service | | | | |
| Co-Curricular Activities | 35,000 | 45,277 | 45,227 | 50 |
| Total Extracurricular Activities | 824,750 | 815,911 | 808,182 | 7,729 |
| Debt Service: | | | | |
| Principal Retirement | 20,511 | 134,351 | 134,351 | 0 |
| Interest and Fiscal Charges | 4,703 | 4,703 | 4,703 | 0 |
| Total Debt Service | 25,214 | 139,054 | 139,054 | 0 |
| Total Expenditures | 44,225,297 | 44,436,971 | 44,211,605 | 225,366 |
| Excess of Revenues Over Expenditures | 3,029,268 | 3,451,640 | 3,676,286 | 224,646 |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 0 | 750 | 750 | 0 |
| Compensation for Loss of Assets | 0 | 35,853 | 35,853 | 0 |
| Advances In | 110,000 | 110,000 | 110,000 | 0 |
| Advances Out | (170,000) | (110,000) | (110,000) | 0 |
| Transfers Out | (272,863) | (462,863) | (462,863) | 0 |
| Total Other Financing Sources (Uses) | (332,863) | (426,260) | (426,260) | 0 |
| Net Change in Fund Balance | 2,696,405 | 3,025,380 | 3,250,026 | 224,646 |
| Fund Balance Beginning of Year | 10,514,877 | 10,514,877 | 10,514,877 | 0 |
| Prior Year Encumbrances Appropriated | 134,313 | 134,313 | 134,313 | 0 |
| Fund Balance End of Year | \$13,345,595 | \$13,674,570 | \$13,899,216 | \$224,646 |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------------|--------------------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Taxes | \$2,575,405 | \$2,660,943 | \$2,660,943 | \$0 |
| Intergovernmental | 303,107 | 284,325 | 284,325 | 0 |
| Payment in Lieu of Taxes | 0 | 162 | 162 | 0 |
| <i>Total Revenues</i> | <u>2,878,512</u> | <u>2,945,430</u> | <u>2,945,430</u> | <u>0</u> |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal Retirement | 1,348,000 | 1,570,537 | 1,348,000 | 222,537 |
| Payment to Refunded Bond Escrow Agent | 0 | 1,116,400 | 1,116,400 | 0 |
| Interest and Fiscal Charges | 2,426,864 | 1,328,603 | 1,307,829 | 20,774 |
| Bond Issuance Costs | 0 | 228,835 | 221,749 | 7,086 |
| <i>Total Expenditures</i> | <u>3,774,864</u> | <u>4,244,375</u> | <u>3,993,978</u> | <u>250,397</u> |
| <i>Excess of Revenues Under Expenditures</i> | <u>(896,352)</u> | <u>(1,298,945)</u> | <u>(1,048,548)</u> | <u>250,397</u> |
| Other Financing Sources (Uses) | | | | |
| SWAP Notes Issued | 8,920,000 | 8,920,000 | 8,920,000 | 0 |
| General Obligation Bonds Issued | 0 | 17,021,456 | 17,021,456 | 0 |
| Premium on General Obligation Bonds | 0 | 367,471 | 367,471 | 0 |
| Payment to Refunded Bond Escrow Agent | (8,920,000) | (26,085,435) | (26,085,435) | 0 |
| Transfers In | 272,863 | 272,863 | 272,863 | 0 |
| <i>Total Other Financing Sources (Uses)</i> | <u>272,863</u> | <u>496,355</u> | <u>496,355</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | <u>(623,489)</u> | <u>(802,590)</u> | <u>(552,193)</u> | <u>250,397</u> |
| <i>Fund Balance Beginning of Year</i> | <u>3,694,729</u> | <u>3,694,729</u> | <u>3,694,729</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$3,071,240</u> | <u>\$2,892,139</u> | <u>\$3,142,536</u> | <u>\$250,397</u> |

Brecksville-Broadview Heights City School District

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

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|------------------|------------------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Intergovernmental | \$160,000 | \$158,627 | \$158,627 | \$0 |
| Charges for Services | 1,250,000 | 1,202,052 | 1,202,052 | 0 |
| <i>Total Revenues</i> | <u>1,410,000</u> | <u>1,360,679</u> | <u>1,360,679</u> | <u>0</u> |
| Expenditures | | | | |
| Current: | | | | |
| Food Service Operations: | | | | |
| Salaries and Wages | 552,100 | 602,338 | 602,334 | 4 |
| Fringe Benefits | 257,600 | 237,840 | 237,837 | 3 |
| Purchased Services | 17,000 | 11,215 | 11,028 | 187 |
| Materials and Supplies | 506,000 | 474,440 | 469,465 | 4,975 |
| Capital Outlay - New | 25,000 | 17,750 | 17,734 | 16 |
| Other | 2,600 | 1,061 | 1,059 | 2 |
| <i>Total Expenditures</i> | <u>1,360,300</u> | <u>1,344,644</u> | <u>1,339,457</u> | <u>5,187</u> |
| <i>Net Change in Fund Balance</i> | 49,700 | 16,035 | 21,222 | 5,187 |
| <i>Fund Balance Beginning of Year</i> | <u>89,467</u> | <u>89,467</u> | <u>89,467</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$139,167</u> | <u>\$105,502</u> | <u>\$110,689</u> | <u>\$5,187</u> |

Brecksville-Broadview Heights City School District

*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Scholarship Fund
For the Fiscal Year Ended June 30, 2007*

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-----------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Interest | \$0 | \$633 | \$633 | \$0 |
| Charges for Services | 2,200 | 1,381 | 1,381 | 0 |
| Contributions and Donations | 60,795 | 53,836 | 53,836 | 0 |
| <i>Total Revenues</i> | <u>62,995</u> | <u>55,850</u> | <u>55,850</u> | <u>0</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Materials and Supplies | 200 | 0 | 0 | 0 |
| Other | 2,000 | 4,653 | 3,039 | 1,614 |
| Total Instruction | <u>2,200</u> | <u>4,653</u> | <u>3,039</u> | <u>1,614</u> |
| Support Services: | | | | |
| Administration: | | | | |
| Purchased Services | 7,700 | 0 | 0 | 0 |
| Materials and Supplies | 0 | 5,950 | 5,904 | 46 |
| Total Administration | <u>7,700</u> | <u>5,950</u> | <u>5,904</u> | <u>46</u> |
| Fiscal: | | | | |
| Materials and Supplies | 0 | 700 | 526 | 174 |
| Total Support Services | <u>7,700</u> | <u>6,650</u> | <u>6,430</u> | <u>220</u> |
| Operation of Non-Instructional Services: | | | | |
| Community Services: | | | | |
| Other | 60,100 | 54,493 | 54,325 | 168 |
| <i>Total Expenditures</i> | <u>70,000</u> | <u>65,796</u> | <u>63,794</u> | <u>2,002</u> |
| <i>Net Change in Fund Balance</i> | (7,005) | (9,946) | (7,944) | 2,002 |
| <i>Fund Balance Beginning of Year</i> | <u>72,195</u> | <u>72,195</u> | <u>72,195</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$65,190</u> | <u>\$62,249</u> | <u>\$64,251</u> | <u>\$2,002</u> |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---|------------------|-----------|-----------|---|
| | Original | Final | | |
| Revenues | | | | |
| Charges for Services | \$268,010 | \$225,855 | \$226,103 | \$248 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Materials and Supplies | 248,687 | 211,737 | 207,481 | 4,256 |
| <i>Excess of Revenues Over Expenditures</i> | 19,323 | 14,118 | 18,622 | 4,504 |
| Other Financing Sources (Uses) | | | | |
| Advances In | 110,000 | 110,000 | 110,000 | 0 |
| Advances Out | (110,000) | (110,000) | (110,000) | 0 |
| <i>Total Other Financing Sources (Uses)</i> | 0 | 0 | 0 | 0 |
| <i>Net Change in Fund Balance</i> | 19,323 | 14,118 | 18,622 | 4,504 |
| <i>Fund Balance Beginning of Year</i> | 212,091 | 212,091 | 212,091 | 0 |
| Prior Year Encumbrances Appropriated | 177 | 177 | 177 | 0 |
| <i>Fund Balance End of Year</i> | \$231,591 | \$226,386 | \$230,890 | \$4,504 |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2007

| | <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 | \$158,500 | \$98,629 | \$98,624 | (\$5) |
| Contributions and Donations | 37,000 | 12,861 | 12,859 | (2) |
| <i>Total Revenues</i> | <u>195,500</u> | <u>111,490</u> | <u>111,483</u> | <u>(7)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Purchased Services | 6,900 | 1,000 | 929 | 71 |
| Materials and Supplies | 15,500 | 7,000 | 6,459 | 541 |
| Capital Outlay - New | 32,939 | 15,939 | 15,096 | 843 |
| Other | 135,195 | 76,495 | 74,926 | 1,569 |
| <i>Total Expenditures</i> | <u>190,534</u> | <u>100,434</u> | <u>97,410</u> | <u>3,024</u> |
| <i>Net Change in Fund Balance</i> | 4,966 | 11,056 | 14,073 | 3,017 |
| <i>Fund Balance Beginning of Year</i> | 79,371 | 79,371 | 79,371 | 0 |
| Prior Year Encumbrances Appropriated | 2,384 | 2,384 | 2,384 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$86,721</u> | <u>\$92,811</u> | <u>\$95,828</u> | <u>\$3,017</u> |

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Other Grants Fund

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|-----------------------------|------------------|-----------|-----------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Contributions and Donations | \$75,949 | \$142,572 | \$142,572 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Salaries and Wages | 44 | 4,272 | 4,228 | 44 |
| Fringe Benefits | 9 | 811 | 61 | 750 |
| Purchased Services | 29 | 4,900 | 1,418 | 3,482 |
| Materials and Supplies | 4,073 | 4,673 | 4,021 | 652 |
| Capital Outlay - New | 4,290 | 7,250 | 7,206 | 44 |
| Total Regular | 8,445 | 21,906 | 16,934 | 4,972 |
| Adult/Continuing: | | | | |
| Salaries and Wages | 15,850 | 18,480 | 18,480 | 0 |
| Fringe Benefits | 2,734 | 2,854 | 2,854 | 0 |
| Materials and Supplies | 602 | 5,105 | 5,104 | 1 |
| Capital Outlay - New | 2,233 | 2,226 | 2,226 | 0 |
| Total Adult/Continuing | 21,419 | 28,665 | 28,664 | 1 |
| Total Instruction | 29,864 | 50,571 | 45,598 | 4,973 |
| Support Services: | | | | |
| Pupil Transportation: | | | | |
| Salaries and Wages | 19,200 | 7,787 | 7,787 | 0 |
| Capital Outlay - New | 77,010 | 51,738 | 51,438 | 300 |
| Total Support Services | \$96,210 | \$59,525 | \$59,225 | \$300 |

(continued)

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Other Grants Fund (continued)

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---|------------------|----------|----------|---|
| | Original | Final | Actual | |
| Operation of Non-Instructional Services: | | | | |
| Community Services: | | | | |
| Salaries and Wages | \$10,328 | \$13,864 | \$13,081 | \$783 |
| Fringe Benefits | 0 | 13,676 | 11,452 | 2,224 |
| Purchased Services | 0 | 2,100 | 1,489 | 611 |
| Materials and Supplies | 2,654 | 3,154 | 890 | 2,264 |
| Capital Outlay - Replacement | 1,428 | 1,074 | 922 | 152 |
| Total Operation of Non-Instructional Services: | 14,410 | 33,868 | 27,834 | 6,034 |
| <i>Total Expenditures</i> | 140,484 | 143,964 | 132,657 | 11,307 |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (64,535) | (1,392) | 9,915 | 11,307 |
| Other Financing Sources | | | | |
| Transfers In | 0 | 15,000 | 15,000 | 0 |
| <i>Net Change in Fund Balance</i> | (64,535) | 13,608 | 24,915 | 11,307 |
| <i>Fund Balance Beginning of Year</i> | 66,160 | 66,160 | 66,160 | 0 |
| Prior Year Encumbrances Appropriated | 4,715 | 4,715 | 4,715 | 0 |
| <i>Fund Balance End of Year</i> | \$6,340 | \$84,483 | \$95,790 | \$11,307 |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Child Care Fund
For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|-----------|-----------|---|
| | Original | Final | | |
| Revenues | | | | |
| Tuition and Fees | \$428,896 | \$441,015 | \$437,773 | (\$3,242) |
| Contributions and Donations | 0 | 19,605 | 22,401 | 2,796 |
| <i>Total Revenues</i> | 428,896 | 460,620 | 460,174 | (446) |
| Expenditures | | | | |
| Current: | | | | |
| Child Care Operations | | | | |
| Salaries and Wages | 269,975 | 262,468 | 258,121 | 4,347 |
| Fringe Benefits | 89,281 | 95,075 | 82,869 | 12,206 |
| Purchased Services | 56,426 | 67,510 | 67,510 | 0 |
| Materials and Supplies | 12,300 | 12,800 | 8,857 | 3,943 |
| Capital Outlay - New | 1,000 | 1,000 | 173 | 827 |
| Other | 5,000 | 4,150 | 3,657 | 493 |
| <i>Total Expenditures</i> | 433,982 | 443,003 | 421,187 | 21,816 |
| <i>Net Change in Fund Balance</i> | (5,086) | 17,617 | 38,987 | 21,370 |
| <i>Fund Balance Beginning of Year</i> | 145,940 | 145,940 | 145,940 | 0 |
| Prior Year Encumbrances Appropriated | 1,879 | 1,879 | 1,879 | 0 |
| <i>Fund Balance End of Year</i> | \$142,733 | \$165,436 | \$186,806 | \$21,370 |

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Athletics Fund

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Extracurricular Activities | \$306,000 | \$241,890 | \$241,890 | \$0 |
| Contributions and Donations | 20,000 | 185 | 185 | 0 |
| <i>Total Revenues</i> | <u>326,000</u> | <u>242,075</u> | <u>242,075</u> | <u>0</u> |
| Expenditures | | | | |
| Current: | | | | |
| Extracurricular Activities: | | | | |
| Sports Oriented Activities: | | | | |
| Purchased Services | 77,305 | 67,993 | 67,993 | 0 |
| Materials and Supplies | 31,971 | 14,783 | 14,783 | 0 |
| Capital Outlay - New | 118,449 | 70,277 | 70,277 | 0 |
| Other | 123,475 | 91,728 | 91,728 | 0 |
| <i>Total Expenditures</i> | <u>351,200</u> | <u>244,781</u> | <u>244,781</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | (25,200) | (2,706) | (2,706) | 0 |
| <i>Fund Balance Beginning of Year</i> | 114,677 | 114,677 | 114,677 | 0 |
| Prior Year Encumbrances Appropriated | 12,700 | 12,700 | 12,700 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$102,177</u> | <u>\$124,671</u> | <u>\$124,671</u> | <u>\$0</u> |

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Auxiliary Services Fund

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|------------------|----------------|----------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$355,876 | \$384,536 | \$384,536 | \$0 |
| Interest | 0 | 4,830 | 4,830 | 0 |
| <i>Total Revenues</i> | <u>355,876</u> | <u>389,366</u> | <u>389,366</u> | <u>0</u> |
| Expenditures | | | | |
| Current: | | | | |
| Operation of Non-Instructional Services: | | | | |
| Other Operation of Non-Instructional Services: | | | | |
| Purchased Services | 269,292 | 216,338 | 213,311 | 3,027 |
| Materials and Supplies | 141,765 | 128,437 | 128,435 | 2 |
| Capital Outlay - New | 18,295 | 118,067 | 118,067 | 0 |
| <i>Total Expenditures</i> | <u>429,352</u> | <u>462,842</u> | <u>459,813</u> | <u>3,029</u> |
| <i>Net Change in Fund Balance</i> | (73,476) | (73,476) | (70,447) | 3,029 |
| <i>Fund Balance Beginning of Year</i> | 42,479 | 42,479 | 42,479 | 0 |
| Prior Year Encumbrances Appropriated | 30,997 | 30,997 | 30,997 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$3,029</u> | <u>\$3,029</u> |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Teacher Development Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | \$0 | \$0 | \$0 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Instructional Staff: | | | | |
| Materials and Supplies | <u>6,273</u> | <u>6,273</u> | <u>6,273</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | (6,273) | (6,273) | (6,273) | 0 |
| <i>Fund Balance Beginning of Year</i> | 0 | 0 | 0 | 0 |
| Prior Year Encumbrances Appropriated | <u>6,273</u> | <u>6,273</u> | <u>6,273</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 Basis) and Actual
Educational Management Information Systems Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|---------------|---------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$15,500 | \$15,607 | \$15,607 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Pupil: | | | | |
| Salaries and Wages | 1,356 | 9,009 | 9,009 | 0 |
| Purchased Services | 4,644 | 2,797 | 2,797 | 0 |
| Materials and Supplies | 4,888 | 4,189 | 4,189 | 0 |
| Capital Outlay - New | 5,994 | 994 | 994 | 0 |
| <i>Total Expenditures</i> | <u>16,882</u> | <u>16,989</u> | <u>16,989</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | (1,382) | (1,382) | (1,382) | 0 |
| <i>Fund Balance Beginning of Year</i> | 0 | 0 | 0 | 0 |
| Prior Year Encumbrances Appropriated | <u>1,382</u> | <u>1,382</u> | <u>1,382</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Entry Year Teachers Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|--------------|---------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$8,000 | \$6,400 | \$0 | (\$6,400) |
| Expenditures | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Instructional Staff: | | | | |
| Salaries and Wages | 4,000 | 6,400 | 0 | 6,400 |
| <i>Net Change in Fund Balance</i> | 4,000 | 0 | 0 | 0 |
| <i>Fund Balance Beginning of Year</i> | 0 | 0 | 0 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$4,000</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Brecksville-Broadview Heights City School District

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

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|----------|----------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Intergovernmental | \$18,000 | \$18,000 | \$18,000 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Purchased Services | 18,000 | 18,000 | 18,000 | 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 Basis) and Actual
SchoolNet Professional Development Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|--------------|---------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$3,925 | \$3,300 | \$3,300 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Instructional Staff: | | | | |
| Salaries and Wages | 3,686 | 4,838 | 4,158 | 680 |
| Purchased Services | 454 | 1,377 | 664 | 713 |
| <i>Total Expenditures</i> | 4,140 | 6,215 | 4,822 | 1,393 |
| <i>Net Change in Fund Balance</i> | (215) | (2,915) | (1,522) | 1,393 |
| <i>Fund Balance Beginning of Year</i> | 2,915 | 2,915 | 2,915 | 0 |
| <i>Fund Balance End of Year</i> | \$2,700 | \$0 | \$1,393 | \$1,393 |

Brecksville-Broadview Heights City School District

*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads Volunteer Grant Fund
For the Fiscal Year Ended June 30, 2007*

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|---------|---------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$8,000 | \$8,000 | \$8,000 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Salaries and Wages | 8,000 | 8,000 | 8,000 | 0 |
| Materials and Supplies | 29 | 29 | 29 | 0 |
| <i>Total Expenditures</i> | 8,029 | 8,029 | 8,029 | 0 |
| <i>Net Change in Fund Balance</i> | (29) | (29) | (29) | 0 |
| <i>Fund Balance Beginning of Year</i> | 0 | 0 | 0 | 0 |
| Prior Year Encumbrances Appropriated | 29 | 29 | 29 | 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 Basis) and Actual
Core Implementation Fund
For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|---------|---------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$2,000 | \$2,000 | \$2,000 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Central: | | | | |
| Purchased Services | 0 | 0 | 0 | 0 |
| <i>Net Change in Fund Balance</i> | 2,000 | 2,000 | 2,000 | 0 |
| <i>Fund Balance Beginning of Year</i> | 0 | 0 | 0 | 0 |
| <i>Fund Balance End of Year</i> | \$2,000 | \$2,000 | \$2,000 | \$0 |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Gifted Identification Fund
For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|----------|----------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$12,110 | \$12,110 | \$12,110 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special: | | | | |
| Salaries and Wages | 2,960 | 2,960 | 2,400 | 560 |
| Support Services: | | | | |
| Instructional Staff: | | | | |
| Purchased Services | 6,040 | 6,040 | 5,948 | 92 |
| Materials and Supplies | 3,110 | 3,110 | 3,096 | 14 |
| Total Support Services | 9,150 | 9,150 | 9,044 | 106 |
| <i>Total Expenditures</i> | 12,110 | 12,110 | 11,444 | 666 |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 666 | 666 |
| <i>Fund Balance Beginning of Year</i> | 0 | 0 | 0 | 0 |
| <i>Fund Balance End of Year</i> | \$0 | \$0 | \$666 | \$666 |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------|------------------|-----------|-----------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$952,371 | \$952,371 | \$952,371 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special: | | | | |
| Salaries and Wages | 30,055 | 50,055 | 50,055 | 0 |
| Fringe Benefits | 12,007 | 15,007 | 15,007 | 0 |
| Purchased Services | 277,155 | 277,155 | 276,928 | 227 |
| Materials and Supplies | 90,126 | 45,270 | 44,140 | 1,130 |
| Capital Outlay - New | 465 | 465 | 465 | 0 |
| Other | 2,140 | 2,140 | 2,140 | 0 |
| Total Instruction | 411,948 | 390,092 | 388,735 | 1,357 |
| Support Services: | | | | |
| Pupil: | | | | |
| Salaries and Wages | 0 | 88,676 | 88,676 | 0 |
| Fringe Benefits | 0 | 20,851 | 20,851 | 0 |
| Total Pupil | 0 | 109,527 | 109,527 | 0 |
| Instructional Staff: | | | | |
| Salaries and Wages | 220,717 | 132,041 | 132,041 | 0 |
| Fringe Benefits | 52,698 | 31,847 | 31,847 | 0 |
| Purchased Services | 190,984 | 212,840 | 208,112 | 4,728 |
| Materials and Supplies | 7,614 | 7,614 | 7,586 | 28 |
| Other | 2,388 | 2,388 | 2,387 | 1 |
| Total Instructional Staff | 474,401 | 386,730 | 381,973 | 4,757 |
| Administration: | | | | |
| Salaries and Wages | 25,503 | 25,503 | 25,503 | 0 |
| Fringe Benefits | 8,116 | 8,116 | 8,116 | 0 |
| Materials and Supplies | 2,000 | 2,000 | 1,839 | 161 |
| Total Administration | 35,619 | 35,619 | 35,458 | 161 |
| Pupil Transportation: | | | | |
| Purchased Services | 50,000 | 50,000 | 50,000 | 0 |
| Total Support Services | \$560,020 | \$581,876 | \$576,958 | \$4,918 |

(continued)

Brecksville-Broadview Heights City School District

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

Title VI-B Fund (continued)

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---|------------------|----------|----------|---|
| | Original | Final | | |
| Operation of Non-Instructional Services: | | | | |
| Community Services: | | | | |
| Salaries and Wages | \$13,786 | \$13,786 | \$13,786 | \$0 |
| Fringe Benefits | 2,824 | 2,824 | 2,824 | 0 |
| Total Operation of Non-Instructional Services | 16,610 | 16,610 | 16,610 | 0 |
| <i>Total Expenditures</i> | 988,578 | 988,578 | 982,303 | 6,275 |
| <i>Net Change in Fund Balance</i> | (36,207) | (36,207) | (29,932) | 6,275 |
| <i>Fund Balance Beginning of Year</i> | 3,405 | 3,405 | 3,405 | 0 |
| <i>Prior Year Encumbrances Appropriated</i> | 32,802 | 32,802 | 32,802 | 0 |
| <i>Fund Balance End of Year</i> | \$0 | \$0 | \$6,275 | \$6,275 |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title III Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|--------------|---------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$20,416 | \$20,416 | \$20,416 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Salaries and Wages | 12,256 | 12,256 | 12,256 | 0 |
| Purchased Services | 1,248 | 1,248 | 1,248 | 0 |
| Materials and Supplies | 8,632 | 7,132 | 7,132 | 0 |
| Total Instruction | 22,136 | 20,636 | 20,636 | 0 |
| Support Services: | | | | |
| Instructional Staff: | | | | |
| Salaries and Wages | 0 | 884 | 884 | 0 |
| Purchased Services | 1,800 | 2,416 | 2,416 | 0 |
| Total Support Services | 1,800 | 3,300 | 3,300 | 0 |
| <i>Total Expenditures</i> | 23,936 | 23,936 | 23,936 | 0 |
| <i>Net Change in Fund Balance</i> | (3,520) | (3,520) | (3,520) | 0 |
| <i>Fund Balance Beginning of Year</i> | 3,520 | 3,520 | 3,520 | 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 Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2007*

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|------------------|-----------|-----------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$132,315 | \$130,651 | \$130,651 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Salaries and Wages | 122,875 | 122,449 | 122,449 | 0 |
| Fringe Benefits | 7,217 | 7,217 | 7,217 | 0 |
| Total Instruction | 130,092 | 129,666 | 129,666 | 0 |
| Support Services: | | | | |
| Instructional Staff: | | | | |
| Purchased Services | 5,395 | 4,157 | 4,157 | 0 |
| Administration: | | | | |
| Salaries and Wages | 1,000 | 1,000 | 1,000 | 0 |
| Total Support Services | 6,395 | 5,157 | 5,157 | 0 |
| Operation of Non-Instructional Services: | | | | |
| Community Services: | | | | |
| Salaries and Wages | 1,410 | 0 | 0 | 0 |
| Purchased Services | 30 | 1,440 | 1,440 | 0 |
| Total Operation of Non-Instructional Services: | 1,440 | 1,440 | 1,440 | 0 |
| Total Expenditures | 137,927 | 136,263 | 136,263 | 0 |
| Net Change in Fund Balance | (5,612) | (5,612) | (5,612) | 0 |
| Fund Balance Beginning of Year | 5,612 | 5,612 | 5,612 | 0 |
| Fund Balance End of Year | \$0 | \$0 | \$0 | \$0 |

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Title V Fund

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|--|------------------|----------|----------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Intergovernmental | \$10,300 | \$10,300 | \$10,300 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Materials and Supplies | 11,992 | 11,992 | 11,980 | 12 |
| Operation of Non-Instructional Services: | | | | |
| Community Services: | | | | |
| Purchased Services | 2,974 | 3,366 | 392 | 2,974 |
| Materials and Supplies | 5,403 | 5,011 | 2,320 | 2,691 |
| Total Operation of Non-Instructional Services: | 8,377 | 8,377 | 2,712 | 5,665 |
| <i>Total Expenditures</i> | 20,369 | 20,369 | 14,692 | 5,677 |
| <i>Net Change in Fund Balance</i> | (10,069) | (10,069) | (4,392) | 5,677 |
| <i>Fund Balance Beginning of Year</i> | 9,625 | 9,625 | 9,625 | 0 |
| Prior Year Encumbrances Appropriated | 444 | 444 | 444 | 0 |
| <i>Fund Balance End of Year</i> | \$0 | \$0 | \$5,677 | \$5,677 |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Schools Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|--------------|----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$10,536 | \$10,536 | \$10,536 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Salaries and Wages | 9,956 | 9,956 | 9,956 | 0 |
| Purchased Services | 569 | 569 | 569 | 0 |
| Total Instruction | 10,525 | 10,525 | 10,525 | 0 |
| Operation of Non-Instructional Services: | | | | |
| Community Services: | | | | |
| Purchased Services | 760 | 760 | 0 | 760 |
| Materials and Supplies | 1,615 | 1,615 | 1,312 | 303 |
| Total Operation of Non-Instructional Services | 2,375 | 2,375 | 1,312 | 1,063 |
| <i>Total Expenditures</i> | 12,900 | 12,900 | 11,837 | 1,063 |
| <i>Net Change in Fund Balance</i> | (2,364) | (2,364) | (1,301) | 1,063 |
| <i>Fund Balance Beginning of Year</i> | 2,364 | 2,364 | 2,364 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$1,063</u> | <u>\$1,063</u> |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Pre-School Fund
For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|----------|----------|---|
| | Original | Final | | |
| Revenues | | | | |
| Intergovernmental | \$25,661 | \$25,661 | \$25,661 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Special: | | | | |
| Salaries and Wages | 21,555 | 21,555 | 21,555 | 0 |
| Fringe Benefits | 4,106 | 4,106 | 4,106 | 0 |
| <i>Total Expenditures</i> | 25,661 | 25,661 | 25,661 | 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 Basis) and Actual
Title II-A Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---|-------------------------|--------------|----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$76,955 | \$76,871 | \$76,868 | (\$3) |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Salaries and Wages | 61,190 | 61,106 | 61,106 | 0 |
| Support Services: | | | | |
| Instructional Staff: | | | | |
| Salaries and Wages | 0 | 2,400 | 2,400 | 0 |
| Purchased Services | 19,750 | 17,347 | 16,856 | 491 |
| Materials and Supplies | 113 | 113 | 113 | 0 |
| Total Support Services | 19,863 | 19,860 | 19,369 | 491 |
| Operation of Non-Instructional Services: | | | | |
| Community Services: | | | | |
| Purchased Services | 6,418 | 6,421 | 4,670 | 1,751 |
| <i>Total Expenditures</i> | 87,471 | 87,387 | 85,145 | 2,242 |
| <i>Net Change in Fund Balance</i> | (10,516) | (10,516) | (8,277) | 2,239 |
| <i>Fund Balance Beginning of Year</i> | 10,293 | 10,293 | 10,293 | 0 |
| <i>Prior Year Encumbrances Appropriated</i> | 223 | 223 | 223 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$2,239</u> | <u>\$2,239</u> |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title II-D Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---|-------------------------|--------------|---------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Intergovernmental | \$1,636 | \$1,625 | \$1,625 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Purchased Services | 1,198 | 1,186 | 1,186 | 0 |
| Operation of Non-Instructional Services: | | | | |
| Community Services: | | | | |
| Purchased Services | 172 | 173 | 0 | 173 |
| Materials and Supplies | 466 | 466 | 425 | 41 |
| Total Operation of Non-Instructional Services | 638 | 639 | 425 | 214 |
| <i>Total Expenditures</i> | 1,836 | 1,825 | 1,611 | 214 |
| <i>Net Change in Fund Balance</i> | (200) | (200) | 14 | 214 |
| <i>Fund Balance Beginning of Year</i> | 200 | 200 | 200 | 0 |
| <i>Fund Balance End of Year</i> | \$0 | \$0 | \$214 | \$214 |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--|-------------------------|--------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Taxes | \$1,601,005 | \$1,600,111 | \$1,600,111 | \$0 |
| Intergovernmental | 185,831 | 169,640 | 169,640 | 0 |
| Payment in Lieu of Taxes | 0 | 97 | 97 | 0 |
| <i>Total Revenues</i> | <u>1,786,836</u> | <u>1,769,848</u> | <u>1,769,848</u> | <u>0</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular: | | | | |
| Materials and Supplies | 518,950 | 343,062 | 342,555 | 507 |
| Capital Outlay - Replacement | 81,850 | 80,345 | 80,269 | 76 |
| Total Instruction | <u>600,800</u> | <u>423,407</u> | <u>422,824</u> | <u>583</u> |
| Support Services: | | | | |
| Operation and Maintenance of Plant: | | | | |
| Capital Outlay - Replacement | 190,000 | 0 | 0 | 0 |
| Pupil Transportation: | | | | |
| Capital Outlay - Replacement | 269,228 | 269,228 | 269,228 | 0 |
| Total Support Services | <u>459,228</u> | <u>269,228</u> | <u>269,228</u> | <u>0</u> |
| Capital Outlay: | | | | |
| Site Improvement Services | | | | |
| Purchased Services | 143,400 | 43,769 | 43,680 | 89 |
| Capital Outlay - New | 1,380,803 | 1,040,803 | 1,030,599 | 10,204 |
| Total Site Improvement Services | <u>1,524,203</u> | <u>1,084,572</u> | <u>1,074,279</u> | <u>10,293</u> |
| Building Acquisition and Construction Services: | | | | |
| Purchased Services | 300,000 | 300,000 | 298,925 | 1,075 |
| Total Capital Outlay | <u>1,824,203</u> | <u>1,384,572</u> | <u>1,373,204</u> | <u>11,368</u> |
| <i>Total Expenditures</i> | <u>2,884,231</u> | <u>2,077,207</u> | <u>2,065,256</u> | <u>11,951</u> |
| <i>Net Change in Fund Balance</i> | (1,097,395) | (307,359) | (295,408) | 11,951 |
| <i>Fund Balance Beginning of Year</i> | 1,395,240 | 1,395,240 | 1,395,240 | 0 |
| Prior Year Encumbrances Appropriated | 284,231 | 284,231 | 284,231 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$582,076</u> | <u>\$1,372,112</u> | <u>\$1,384,063</u> | <u>\$11,951</u> |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2007

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--|-------------------------|--------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Contributions and Donations | \$0 | \$170,455 | \$170,455 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Support Services: | | | | |
| Administration: | | | | |
| Purchased Services | 0 | 10,000 | 4,641 | 5,359 |
| Capital Outlay: | | | | |
| Facilities Acquisition and Construction Services: | | | | |
| Capital Outlay - New | 657 | 657 | 0 | 657 |
| Site Improvement Services: | | | | |
| Purchased Services | 1,362 | 1,362 | 0 | 1,362 |
| Capital Outlay - New | 0 | 560,455 | 535,000 | 25,455 |
| Total Site Improvement Services | 1,362 | 561,817 | 535,000 | 26,817 |
| Building Improvement Services: | | | | |
| Capital Outlay - New | 15,777 | 15,777 | 15,158 | 619 |
| Total Capital Outlay | 17,796 | 578,251 | 550,158 | 28,093 |
| <i>Total Expenditures</i> | 17,796 | 588,251 | 554,799 | 33,452 |
| <i>Excess of Revenues Under Expenditures</i> | (17,796) | (417,796) | (384,344) | 33,452 |
| Other Financing Sources | | | | |
| General Obligation Notes Issued | 0 | 400,000 | 400,000 | 0 |
| <i>Net Change in Fund Balance</i> | (17,796) | (17,796) | 15,656 | 33,452 |
| <i>Fund Balance Beginning of Year</i> | 8,274 | 8,274 | 8,274 | 0 |
| Prior Year Encumbrances Appropriated | 9,522 | 9,522 | 9,522 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$0</u> | <u>\$0</u> | <u>\$33,452</u> | <u>\$33,452</u> |

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Employee Benefits Self-Insurance Fund
For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---|------------------|-----------|-----------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Charges for Services | \$800,000 | \$762,474 | \$773,158 | \$10,684 |
| Expenses | | | | |
| Purchased Services | 650,000 | 16,376 | 16,218 | 158 |
| Claims | 0 | 1,009,839 | 1,009,839 | 0 |
| <i>Total Expenses</i> | 650,000 | 1,026,215 | 1,026,057 | 158 |
| <i>Excess of Revenues Over/Under Expenses Before Advances and Transfers</i> | 150,000 | (263,741) | (252,899) | 10,842 |
| Advances Out | (150,000) | 0 | 0 | 0 |
| Transfers In | 0 | 175,000 | 175,000 | 0 |
| <i>Net Change in Fund Equity</i> | 0 | (88,741) | (77,899) | 10,842 |
| <i>Fund Equity Beginning of Year</i> | 107,774 | 107,774 | 107,774 | 0 |
| <i>Fund Equity End of Year</i> | \$107,774 | \$19,033 | \$29,875 | \$10,842 |

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenses and Changes

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

Unclaimed Monies Fund

For the Fiscal Year Ended June 30, 2007

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--------------------------------------|------------------|----------------|----------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Contributions and Donations | \$1,000 | \$0 | \$0 | \$0 |
| Expenses | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net Change in Fund Equity</i> | 1,000 | 0 | 0 | 0 |
| <i>Fund Equity Beginning of Year</i> | <u>3,202</u> | <u>3,202</u> | <u>3,202</u> | <u>0</u> |
| <i>Fund Equity End of Year</i> | <u>\$4,202</u> | <u>\$3,202</u> | <u>\$3,202</u> | <u>\$0</u> |

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Statistical Section

Statistical Section

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

| <u>Contents</u> | <u>Page(s)</u> |
|---|-----------------------|
| Financial Trends These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time. | S-2 - S-13 |
| Revenue Capacity These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax. | S-14 - S-26 |
| Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future. | S-27 - S-31 |
| Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place. | S-32 - S-34 |
| Operating Information These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs. | S-35 - S-48 |

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant fiscal year. The School District implemented GASB Statement 34 in 2001; schedules presenting government-wide information include information beginning in that fiscal year.

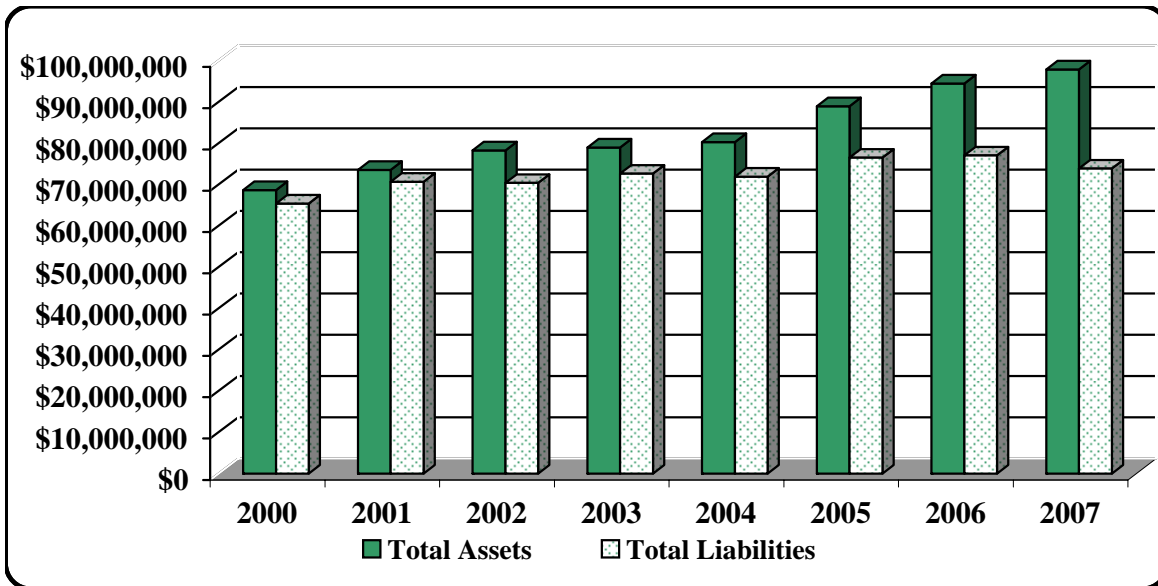
Brecksville-Broadview Heights City School District

Net Assets by Component

Last Eight Fiscal Years

(accrual basis of accounting)

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



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

Brecksville-Broadview Heights City School District

Changes in Net Assets of Governmental Activities

Last Seven Fiscal Years

(accrual basis of accounting)

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

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

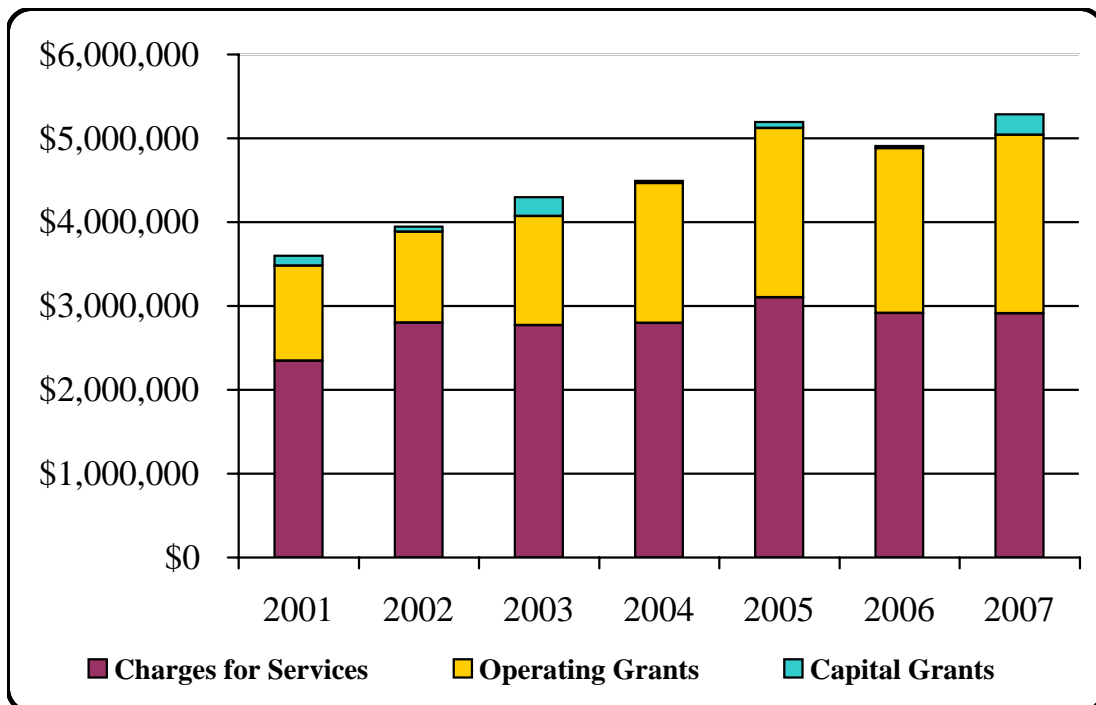
Brecksville-Broadview Heights City School District

Program Revenues by Function

Last Seven Fiscal Years

(accrual basis of accounting)

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



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

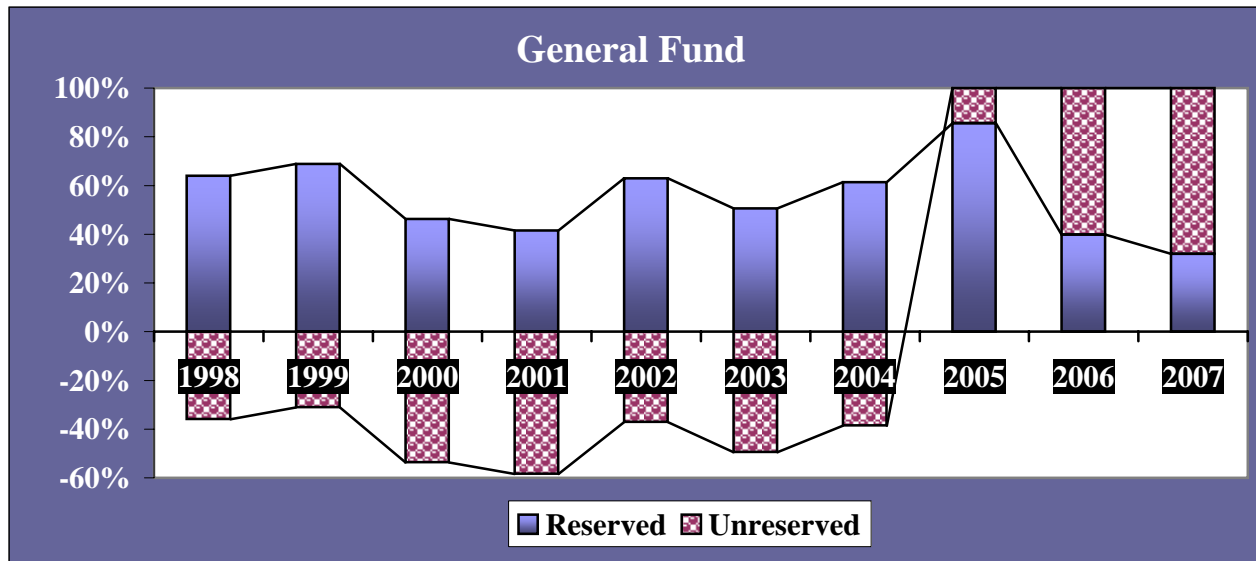
Brecksville-Broadview Heights City School District

Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

| | 1998 | 1999 | 2000 | 2001 |
|---|---------------------------|---------------------------|---------------------------|---------------------------|
| General Fund | | | | |
| Reserved | \$1,764,124 | \$2,926,426 | \$2,057,900 | \$2,074,635 |
| Unreserved | (989,778) | (1,323,519) | (2,385,267) | (2,914,046) |
| <i>Total General Fund</i> | <u>774,346</u> | <u>1,602,907</u> | <u>(327,367)</u> | <u>(839,411)</u> |
| All Other Governmental Funds | | | | |
| Reserved | 2,875,419 | 3,223,397 | 2,505,715 | 541,606 |
| Unreserved, Undesignated, Reported in: | | | | |
| Special Revenue funds | 255,009 | 291,872 | 370,815 | 417,613 |
| Debt Service funds | 0 | 0 | 0 | 2,188,173 |
| Capital Projects funds (Deficit) | (476,009) | 365,216 | 529,243 | 694,160 |
| <i>Total All Other Governmental Funds</i> | <u>2,654,419</u> | <u>3,880,485</u> | <u>3,405,773</u> | <u>3,841,552</u> |
| <i>Total Governmental Funds</i> | <u><u>\$3,428,765</u></u> | <u><u>\$5,483,392</u></u> | <u><u>\$3,078,406</u></u> | <u><u>\$3,002,141</u></u> |



| 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|-------------|-------------|-------------|--------------|--------------|--------------|
| \$5,387,665 | \$2,668,090 | \$4,860,762 | \$4,592,263 | \$3,405,309 | \$3,931,785 |
| (3,177,915) | (2,609,340) | (3,059,429) | 778,185 | 5,156,015 | 8,363,647 |
| 2,209,750 | 58,750 | 1,801,333 | 5,370,448 | 8,561,324 | 12,295,432 |
| 2,587,992 | 713,180 | 1,564,044 | 905,878 | 811,140 | 1,500,984 |
| 449,757 | 328,667 | 494,547 | 505,403 | 695,357 | 722,967 |
| 2,646,270 | 2,721,068 | 3,683,563 | 3,499,840 | 3,697,272 | 2,747,344 |
| (995,805) | (445,402) | (3,636) | 473,836 | 1,141,289 | 1,017,095 |
| 4,688,214 | 3,317,513 | 5,738,518 | 5,384,957 | 6,345,058 | 5,988,390 |
| \$6,897,964 | \$3,376,263 | \$7,539,851 | \$10,755,405 | \$14,906,382 | \$18,283,822 |

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

| | 1998 | 1999 | 2000 | 2001 |
|--|--------------------|-------------------|--------------------|-------------------|
| Revenues | | | | |
| Taxes | \$23,332,631 | \$26,050,685 | \$24,398,113 | \$26,671,090 |
| Intergovernmental | 5,128,466 | 6,147,132 | 6,430,236 | 6,946,040 |
| Interest | 363,367 | 373,505 | 454,441 | 511,797 |
| Tuition and Fees | 112,614 | 95,736 | 366,394 | 546,771 |
| Extracurricular Activities | 364,427 | 248,472 | 413,092 | 275,868 |
| Payment in Lieu of Taxes | 0 | 322,664 | 0 | 44,160 |
| Rentals | 0 | 0 | 0 | 98,413 |
| Charges for Services | 0 | 0 | 0 | 1,453,646 |
| Contributions and Donations | 0 | 0 | 0 | 208,002 |
| Miscellaneous | 401,350 | 0 | 371,922 | 265,806 |
| <i>Total Revenues</i> | <u>29,702,855</u> | <u>33,238,194</u> | <u>32,434,198</u> | <u>37,021,593</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular | 12,038,755 | 13,738,396 | 14,852,482 | 15,761,853 |
| Special | 1,402,504 | 1,483,534 | 1,830,445 | 2,599,159 |
| Vocational | 242,288 | 264,900 | 285,678 | 306,279 |
| Adult/Continuing | 391,636 | 265,641 | 153,640 | 23,088 |
| Support Services: | | | | |
| Pupil | 1,577,535 | 1,937,366 | 2,401,572 | 2,678,048 |
| Instructional Staff | 903,507 | 745,164 | 901,350 | 775,772 |
| Board of Education | 84,760 | 46,225 | 58,886 | 45,531 |
| Administration | 1,950,872 | 2,048,914 | 2,257,366 | 2,267,178 |
| Fiscal | 579,205 | 673,460 | 665,498 | 645,979 |
| Business | 487,279 | 363,189 | 324,870 | 357,771 |
| Operation and Maintenance of Plant | 3,014,569 | 3,390,714 | 3,391,522 | 3,513,466 |
| Pupil Transportation | 1,747,938 | 2,298,954 | 2,382,284 | 2,316,913 |
| Central | 182,855 | 204,882 | 217,348 | 219,536 |
| Operation of Non-Instructional Services | 245,314 | 284,622 | 307,636 | 360,359 |
| Food Service Operations | 0 | 0 | 0 | 1,164,510 |
| Child Care Operations | 0 | 0 | 0 | 377,731 |
| Extracurricular Activities | 668,009 | 637,834 | 654,042 | 742,315 |
| Capital Outlay | 7,985,972 | 396,742 | 818,408 | 359,737 |
| Debt Service: | | | | |
| Principal Retirement | 720,000 | 840,000 | 1,240,000 | 950,000 |
| Payment to Refunded Bond Escrow Agent | 0 | 0 | 0 | 0 |
| Interest and Fiscal Charges | 2,110,221 | 2,073,649 | 2,030,966 | 2,016,292 |
| Bond Issuance Costs | 0 | 0 | 0 | 0 |
| <i>Total Expenditures</i> | <u>36,333,219</u> | <u>31,694,186</u> | <u>34,773,993</u> | <u>37,481,517</u> |
| <i>Excess of Revenue Over (Under) Expenditures</i> | <u>(6,630,364)</u> | <u>1,544,008</u> | <u>(2,339,795)</u> | <u>(459,924)</u> |

| 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|--------------|--------------|--------------|--------------|--------------|--------------|
| \$32,549,500 | \$28,117,547 | \$33,692,675 | \$35,207,521 | \$38,106,290 | \$39,785,495 |
| 8,982,940 | 10,538,112 | 11,152,063 | 12,176,303 | 12,389,752 | 13,041,695 |
| 246,517 | 191,262 | 108,680 | 303,592 | 828,679 | 1,366,789 |
| 786,284 | 856,890 | 1,100,271 | 917,299 | 738,869 | 582,916 |
| 245,655 | 270,674 | 344,725 | 345,866 | 359,073 | 341,430 |
| 24,660 | 41,722 | 17,848 | 0 | 54,044 | 35,971 |
| 38,909 | 44,618 | 60,497 | 48,219 | 44,057 | 74,016 |
| 1,492,371 | 1,566,467 | 1,629,856 | 1,775,432 | 1,768,719 | 1,892,677 |
| 96,457 | 176,979 | 172,644 | 155,458 | 179,256 | 404,878 |
| 74,995 | 17,249 | 77,830 | 67,849 | 63,127 | 45,813 |
| 44,538,288 | 41,821,520 | 48,357,089 | 50,997,539 | 54,531,866 | 57,571,680 |
| 16,144,367 | 17,519,887 | 18,722,196 | 18,812,522 | 19,743,823 | 21,038,626 |
| 3,285,107 | 3,730,877 | 4,333,460 | 4,567,484 | 4,724,098 | 5,035,375 |
| 337,506 | 382,504 | 362,068 | 284,397 | 364,207 | 227,046 |
| 21,927 | 0 | 0 | 30,824 | 24,051 | 27,392 |
| 2,620,258 | 2,487,696 | 2,593,444 | 2,806,598 | 3,062,282 | 3,467,020 |
| 1,279,271 | 1,625,195 | 1,968,990 | 2,089,071 | 2,501,420 | 2,757,650 |
| 62,622 | 130,941 | 48,622 | 82,551 | 99,775 | 86,875 |
| 2,350,244 | 2,848,834 | 2,935,442 | 2,984,465 | 3,445,679 | 3,159,918 |
| 727,577 | 704,571 | 785,508 | 893,341 | 931,657 | 1,029,275 |
| 291,828 | 428,160 | 399,123 | 366,004 | 395,751 | 443,931 |
| 4,102,258 | 4,211,621 | 3,998,754 | 4,049,892 | 4,312,421 | 4,336,612 |
| 2,505,392 | 2,836,079 | 2,691,746 | 2,747,575 | 2,991,022 | 3,079,677 |
| 236,431 | 197,379 | 197,297 | 163,309 | 188,759 | 228,043 |
| 346,551 | 428,679 | 422,670 | 477,231 | 435,623 | 496,197 |
| 1,241,406 | 1,242,088 | 1,300,917 | 1,348,628 | 1,373,670 | 1,432,682 |
| 508,031 | 487,164 | 422,609 | 374,298 | 363,778 | 416,363 |
| 869,195 | 978,237 | 937,170 | 967,951 | 1,015,750 | 1,062,169 |
| 917,053 | 2,089,834 | 1,659,353 | 1,454,770 | 1,375,083 | 1,817,287 |
| 934,266 | 1,042,935 | 1,125,635 | 1,370,820 | 1,415,116 | 1,429,139 |
| 0 | 0 | 0 | 0 | 0 | 1,116,400 |
| 2,056,191 | 2,038,286 | 1,951,985 | 1,912,538 | 1,817,278 | 1,369,909 |
| 0 | 0 | 122,000 | 0 | 0 | 225,293 |
| 40,837,481 | 45,410,967 | 46,978,989 | 47,784,269 | 50,581,243 | 54,282,879 |
| 3,700,807 | (3,589,447) | 1,378,100 | 3,213,270 | 3,950,623 | 3,288,801 |

(continued)

Brecksville-Broadview Heights City School District

Changes in Fund Balances (continued)

Last Ten Fiscal Years

(modified accrual basis of accounting)

| | <u>1998</u> | <u>1999</u> | <u>2000</u> | <u>2001</u> |
|--|-----------------------------|---------------------------|-----------------------------|---------------------------|
| Other Financing Sources (Uses): | | | | |
| General Obligation Notes Issued | 0 | 650,000 | 0 | 0 |
| Refunding Notes Issued | 0 | 0 | 0 | 0 |
| General Obligation Bonds Issued | 0 | 0 | 0 | 0 |
| Premium on General Obligation Bonds | 0 | 0 | 0 | 0 |
| Payment to Refunded Bond Escrow Agent | 0 | 0 | 0 | 0 |
| Sale of Capital Assets | 0 | 0 | 0 | 0 |
| Compensation for Loss of Assets | 0 | 0 | 0 | 0 |
| Swap Payment | 0 | 0 | 0 | 0 |
| Capital Lease Issued | 0 | 0 | 0 | 0 |
| Transfers In | 42,545 | 35,104 | 246,141 | 98,383 |
| Transfers Out | <u>(41,568)</u> | <u>(165,236)</u> | <u>(310,391)</u> | <u>(98,383)</u> |
| <i>Total Other Financing Sources (Uses)</i> | <u>977</u> | <u>519,868</u> | <u>(64,250)</u> | <u>0</u> |
| <i>Net Change in Fund Balances</i> | <u><u>(\$6,629,387)</u></u> | <u><u>\$2,063,876</u></u> | <u><u>(\$2,404,045)</u></u> | <u><u>(\$459,924)</u></u> |
| <i>Debt Service as a Percentage of Noncapital Expenditures</i> | 9.98% | 9.31% | 9.63% | 7.99% |

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

| 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|--------------------|----------------------|--------------------|--------------------|--------------------|--------------------|
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 8,920,000 |
| 209,500 | 0 | 0 | 0 | 0 | 17,025,000 |
| 0 | 0 | 0 | 0 | 0 | 367,471 |
| 0 | 0 | 0 | 0 | 0 | (26,085,435) |
| 0 | 0 | 6,988 | 2,284 | 357,671 | 750 |
| 0 | 0 | 0 | 0 | 0 | 35,853 |
| 0 | 0 | 948,500 | 0 | 0 | 0 |
| 604,211 | 0 | 1,830,000 | 0 | 0 | 0 |
| 164,516 | 421,878 | 432,083 | 285,682 | 264,252 | 287,863 |
| (164,816) | (421,878) | (432,083) | (285,682) | (264,252) | (462,863) |
| 813,411 | 0 | 2,785,488 | 2,284 | 357,671 | 88,639 |
| <u>\$4,514,218</u> | <u>(\$3,589,447)</u> | <u>\$4,163,588</u> | <u>\$3,215,554</u> | <u>\$4,308,294</u> | <u>\$3,377,440</u> |
| 7.49% | 7.11% | 6.79% | 7.09% | 6.57% | 7.88% |

Brecksville-Broadview Heights City School District

Assessed and Estimated Actual Value of Taxable Property

Last Ten Years

| Collection Year | Real Property | | | Estimated Actual Value | Tangible |
|--------------------|------------------------------|---------------------------|---------------|------------------------------|-------------------|
| | Assessed Value | | | | General |
| | Residential/ Agricultural | Commercial/ Industrial | Total | | Assessed Value |
| 1998 | \$531,152,830 | \$112,564,460 | \$643,717,290 | \$1,839,192,257 | \$48,798,927 |
| 1999 | 545,737,710 | 123,902,570 | 669,640,280 | 1,913,257,943 | 45,155,832 |
| 2000 | 554,102,830 | 117,376,070 | 671,478,900 | 1,918,511,143 | 44,687,211 |
| 2001 | 626,635,100 | 141,787,790 | 768,422,890 | 2,195,493,971 | 46,608,350 |
| 2002 | 642,960,200 | 150,750,910 | 793,711,110 | 2,267,746,029 | 49,828,303 |
| 2003 | 660,944,540 | 151,865,960 | 812,810,500 | 2,322,315,714 | 49,439,385 |
| 2004 | 721,232,210 | 156,146,620 | 877,378,830 | 2,506,796,657 | 44,476,870 |
| 2005 | 740,224,070 | 157,679,810 | 897,903,880 | 2,565,439,657 | 48,367,742 |
| 2006 | 756,939,850 | 175,654,460 | 932,594,310 | 2,664,555,171 | 49,893,380 |
| 2007 | 830,872,250 | 192,726,840 | 1,023,599,090 | 2,924,568,829 | 37,939,812 |

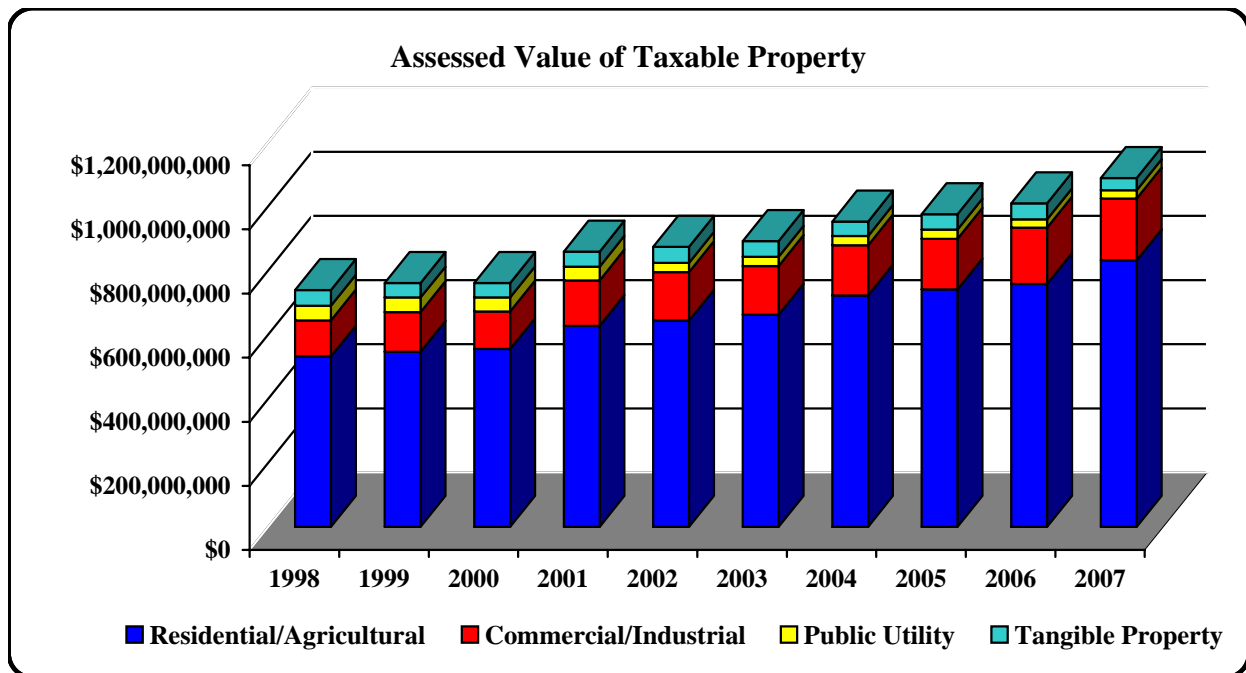
Source: Office of the County Auditor, Cuyahoga County, Ohio

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2.5 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

| Personal Property Business | Tangible Personal Property Public Utility | | Total | | |
|-------------------------------|--|------------------------------|-------------------|------------------------------|---------------------------------|
| Estimated Actual Value | Assessed Value | Estimated Actual Value | Assessed Value | Estimated Actual Value | Weighted Average Tax Rate |
| \$195,195,708 | \$45,276,990 | \$51,451,125 | \$737,793,207 | \$2,085,839,090 | \$38.35946 |
| 180,623,328 | 45,155,830 | 51,313,443 | 759,951,942 | 2,145,194,714 | 37.69536 |
| 178,748,844 | 43,701,000 | 49,660,227 | 759,867,111 | 2,146,920,214 | 37.40698 |
| 186,433,400 | 42,472,640 | 48,264,364 | 857,503,880 | 2,430,191,735 | 34.17213 |
| 199,313,212 | 29,120,890 | 33,091,920 | 872,660,303 | 2,500,151,161 | 40.19944 |
| 197,757,540 | 28,750,440 | 32,670,955 | 891,000,325 | 2,552,744,209 | 40.11199 |
| 177,907,480 | 29,439,450 | 33,453,920 | 951,295,150 | 2,718,158,058 | 38.00627 |
| 193,470,968 | 28,456,740 | 32,337,205 | 974,728,362 | 2,791,247,830 | 44.17361 |
| 266,098,027 | 26,503,490 | 30,117,602 | 1,008,991,180 | 2,960,770,800 | 43.92609 |
| 303,518,496 | 25,910,310 | 29,443,534 | 1,087,449,212 | 3,257,530,859 | 40.62954 |



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

| | 1998 | 1999 | 2000 | 2001 |
|--|------------|------------|------------|------------|
| Unvoted Millage | | | | |
| Operating | \$4.690000 | \$4.690000 | \$4.690000 | \$4.690000 |
| Voted Millage - by levy | | | | |
| 1976 Operating - continuing | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 7.409230 | 7.391789 | 7.397494 | 6.666830 |
| Commercial/Industrial | 13.213236 | 13.157653 | 13.065004 | 11.290195 |
| Tangible/Public Utility Personal | 32.600000 | 32.600000 | 32.600000 | 32.600000 |
| 1978 Operating - continuing | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 1.934312 | 1.929753 | 1.931243 | 1.740493 |
| Commercial/Industrial | 2.935148 | 2.922806 | 2.902221 | 2.507972 |
| Tangible/Public Utility Personal | 5.800000 | 5.800000 | 5.800000 | 5.800000 |
| 1980 Bond (\$1,514,000) | 0.160000 | 0.160000 | 0.160000 | 0.000000 |
| 1984 Operating - continuing | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 2.489520 | 2.044121 | 2.045697 | 1.843643 |
| Commercial/Industrial | 2.698996 | 2.687643 | 2.668715 | 2.306184 |
| Tangible/Public Utility Personal | 3.950000 | 3.950000 | 3.950000 | 3.950000 |
| 1985 Bond (\$1,350,000) | 0.200000 | 0.200000 | 0.200000 | 0.130000 |
| 1993 Operating - 5 years | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 5.899613 | 5.885708 | 5.890252 | 5.308464 |
| Commercial/Industrial | 6.607245 | 6.579451 | 6.533112 | 5.645623 |
| Tangible/Public Utility Personal | 7.400000 | 7.400000 | 7.400000 | 7.400000 |
| 1994 New High School Bond (\$36,000,000) | 3.900000 | 3.800000 | 3.700000 | 3.430000 |

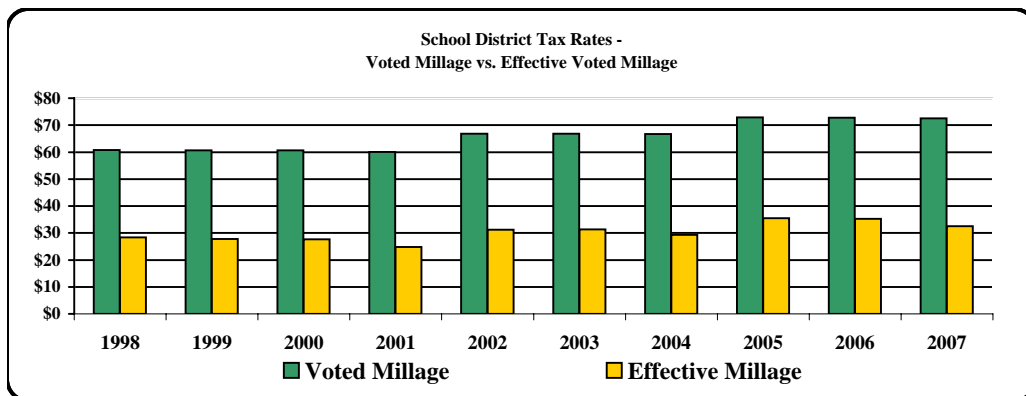
| 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|------------|------------|------------|------------|------------|------------|
| \$4.690000 | \$4.690000 | \$4.690000 | \$4.690000 | \$4.690000 | \$4.690000 |
| 6.634100 | 6.624711 | 6.176657 | 6.172777 | 6.166453 | 5.684038 |
| 11.163153 | 11.116470 | 10.757609 | 10.683476 | 10.709100 | 9.854132 |
| 32.600000 | 32.600000 | 32.600000 | 32.600000 | 32.600000 | 32.600000 |
| 1.731944 | 1.729496 | 1.612522 | 1.611507 | 1.609854 | 1.483907 |
| 2.479755 | 2.469391 | 2.389670 | 2.373198 | 2.378893 | 2.188972 |
| 5.800000 | 5.800000 | 5.800000 | 5.800000 | 5.800000 | 5.800000 |
| 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| 1.731944 | 1.831990 | 1.708079 | 1.707000 | 1.705251 | 1.571839 |
| 2.280236 | 2.270701 | 2.197397 | 2.182249 | 2.187482 | 2.012841 |
| 3.950000 | 3.950000 | 3.950000 | 3.950000 | 3.950000 | 3.950000 |
| 0.130000 | 0.130000 | 0.130000 | 0.130000 | 0.000000 | 0.000000 |
| 5.282386 | 5.274912 | 4.918129 | 4.915021 | 4.909981 | 4.525840 |
| 5.582094 | 5.558754 | 5.379297 | 5.342215 | 5.355032 | 4.927505 |
| 7.400000 | 7.400000 | 7.400000 | 7.400000 | 7.400000 | 7.400000 |
| 3.230000 | 3.230000 | 3.130000 | 3.030000 | 2.960000 | 2.760000 |

(continued)

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

| | 1998 | 1999 | 2000 | 2001 |
|--|------------|------------|------------|------------|
| 1997 Operating - 3 years | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | \$5.398768 | \$5.386042 | \$5.390195 | \$4.857796 |
| Commercial/Industrial | 5.547236 | 5.523903 | 5.485002 | 4.739893 |
| Tangible/Public Utility Personal | 5.800000 | 5.800000 | 5.800000 | 5.800000 |
| 1997 Permanent Improvements - 3 years | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 0.930822 | 0.952397 | 0.929344 | 0.837551 |
| Commercial/Industrial | 0.956420 | 0.928628 | 0.945690 | 0.817223 |
| Tangible/Public Utility Personal | 1.000000 | 1.000000 | 1.000000 | 1.000000 |
| 2001 Operating - 5 years | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Commercial/Industrial | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Tangible/Public Utility Personal | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| 2004 Operating - 5 years | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Commercial/Industrial | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Tangible/Public Utility Personal | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| 2004 Permanent Improvements - 5 years | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Commercial/Industrial | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Tangible/Public Utility Personal | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Total Voted Millage | 60.810000 | 60.710000 | 60.610000 | 60.110000 |
| Total Effective Voted Millage by type of property | | | | |
| Residential/Agricultural | 28.322265 | 27.749810 | 27.644225 | 24.814777 |
| Commercial/Industrial | 36.218281 | 35.960084 | 35.659744 | 30.867090 |
| Tangible/Public Utility Personal | 60.810000 | 60.710000 | 60.610000 | 60.110000 |

| 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|------------|------------|------------|------------|------------|------------|
| \$4.833935 | \$4.827091 | \$4.500597 | \$4.497749 | \$4.493138 | \$4.141612 |
| 4.686557 | 4.666958 | 4.516292 | 4.485157 | 4.495916 | 4.136978 |
| 5.800000 | 5.800000 | 5.800000 | 5.800000 | 5.800000 | 5.800000 |
| 0.833437 | 0.832257 | 0.775965 | 0.775474 | 0.774679 | 0.714071 |
| 0.808027 | 0.804648 | 0.778671 | 0.773303 | 0.775158 | 0.713272 |
| 1.000000 | 1.000000 | 1.000000 | 1.000000 | 1.000000 | 1.000000 |
| 6.866100 | 6.856378 | 6.392629 | 6.388586 | 6.382038 | 5.882733 |
| 6.822354 | 6.793830 | 6.574499 | 6.529180 | 6.544843 | 6.022327 |
| 6.900000 | 6.900000 | 6.900000 | 6.900000 | 6.900000 | 6.900000 |
| 0.000000 | 0.000000 | 0.000000 | 5.296645 | 5.291213 | 4.877246 |
| 0.000000 | 0.000000 | 0.000000 | 5.263462 | 5.276086 | 4.854864 |
| 0.000000 | 0.000000 | 0.000000 | 5.300000 | 5.300000 | 5.300000 |
| 0.000000 | 0.000000 | 0.000000 | 0.999367 | 0.998342 | 0.920235 |
| 0.000000 | 0.000000 | 0.000000 | 0.993106 | 0.995488 | 0.916012 |
| 0.000000 | 0.000000 | 0.000000 | 1.000000 | 1.000000 | 1.000000 |
| 66.810000 | 66.810000 | 66.710000 | 72.910000 | 72.710000 | 72.510000 |
| 31.273846 | 31.336835 | 29.344578 | 35.524126 | 35.290949 | 32.561521 |
| 37.182176 | 37.040752 | 35.853435 | 41.785346 | 41.677998 | 38.386903 |
| 66.810000 | 66.810000 | 66.710000 | 72.910000 | 72.710000 | 72.510000 |



(continued)

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

| | 1998 | 1999 | 2000 | 2001 |
|---|------------|------------|------------|------------|
| Overlapping Rates by Taxing District | | | | |
| City of Brecksville Charter Millage | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | \$8.800000 | \$8.700000 | \$8.700000 | \$8.700000 |
| Commercial/Industrial | 8.800000 | 8.700000 | 8.700000 | 8.700000 |
| Tangible/Public Utility Personal | 8.800000 | 8.700000 | 8.700000 | 8.700000 |
| City of Broadview Heights Voted Millage | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 6.508346 | 6.499533 | 6.491718 | 6.413278 |
| Commercial/Industrial | 7.272562 | 7.261755 | 7.245845 | 7.020441 |
| Tangible/Public Utility Personal | 9.400000 | 9.400000 | 9.400000 | 9.400000 |
| Cuyahoga Valley Career Center Voted Millage | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 2.000000 | 2.000000 | 2.000000 | 2.000000 |
| Commercial/Industrial | 2.000000 | 2.000000 | 2.000000 | 2.000000 |
| Tangible/Public Utility Personal | 2.000000 | 2.000000 | 2.000000 | 2.000000 |
| Cuyahoga County Voted Millage | | | | |
| Effective Millage Rates | | | | |
| Residential/Agricultural | 12.225590 | 13.983961 | 14.235469 | 13.938909 |
| Commercial/Industrial | 14.478219 | 15.182254 | 15.265869 | 14.455050 |
| Tangible/Public Utility Personal | 18.000000 | 18.000000 | 16.700000 | 17.600000 |

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

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

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

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

Source: Ohio Department of Taxation

| 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|------------|------------|------------|------------|------------|------------|
| \$8.700000 | \$8.800000 | \$8.700000 | \$8.700000 | \$8.600000 | \$8.600000 |
| 8.700000 | 8.800000 | 8.700000 | 8.700000 | 8.600000 | 8.600000 |
| 8.700000 | 8.800000 | 8.700000 | 8.700000 | 8.600000 | 8.600000 |
| 6.410067 | 6.405723 | 6.343977 | 6.330872 | 6.326491 | 6.272556 |
| 6.991633 | 7.003051 | 6.956475 | 6.953430 | 6.953219 | 6.817215 |
| 9.400000 | 9.400000 | 9.400000 | 9.400000 | 9.400000 | 9.400000 |
| 2.000000 | 2.000000 | 2.000000 | 2.000000 | 2.000000 | 2.000000 |
| 2.000000 | 2.000000 | 2.000000 | 2.000000 | 2.000000 | 2.000000 |
| 2.000000 | 2.000000 | 2.000000 | 2.000000 | 2.000000 | 2.000000 |
| 13.916879 | 14.993182 | 15.768175 | 17.263292 | 18.012842 | 17.832386 |
| 14.534243 | 15.426035 | 17.224470 | 18.491220 | 19.131353 | 18.766711 |
| 17.600000 | 17.600000 | 19.400000 | 20.300000 | 20.300000 | 20.200000 |

Brecksville-Broadview Heights City School District

Property Tax Levies and Collections (1)

Last Ten Years

| <u>Collection Year (2)</u> | <u>Current Tax Levy</u> | <u>Current Tax Collections</u> | <u>Percent of Current Tax Collections to Current Tax Levy</u> |
|--------------------------------|-----------------------------|------------------------------------|---|
| 1997 | \$22,019,657 | \$21,488,385 | 97.59% |
| 1998 | 28,894,546 | 27,080,369 | 93.72 |
| 1999 | 29,636,011 | 27,739,930 | 93.60 |
| 2000 | 29,934,084 | 27,627,926 | 92.30 |
| 2001 | 31,128,323 | 28,350,074 | 91.07 |
| 2002 | 36,208,640 | 33,715,941 | 93.12 |
| 2003 | 37,152,010 | 34,060,881 | 91.68 |
| 2004 | 38,248,233 | 35,589,899 | 93.04 |
| 2005 | 45,990,236 | 42,383,746 | 92.16 |
| 2006 | 44,380,799 | 42,384,877 | 95.50 |

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 2007 information cannot be presented because all collections have not been made by June 30, 2007.
- (3) The County does not maintain delinquency information by tax year.

| Delinquent Tax Collections (3) | Total Tax Collections | Percent of Total Tax Collections to Current Tax Levy |
|--------------------------------------|--------------------------|--|
| \$248,873 | \$21,737,258 | 98.72% |
| 304,104 | 27,384,473 | 94.77 |
| 632,850 | 28,372,780 | 95.74 |
| 641,380 | 28,269,306 | 94.44 |
| 741,175 | 29,091,049 | 93.46 |
| 797,134 | 34,513,075 | 95.32 |
| 900,216 | 34,961,097 | 94.10 |
| 1,183,767 | 36,773,666 | 96.14 |
| 967,686 | 43,351,432 | 94.26 |
| 891,109 | 43,275,986 | 97.51 |

Brecksville-Broadview Heights City School District

Principal Taxpayers

Real Estate Tax

2007 and 1998

| | | | <u>2007</u> | |
|------------------------------------|-------------------------------|---|-------------|--|
| <u>Name of Taxpayer</u> | <u>Assessed Valuation</u> | <u>Percent of Real Assessed Value</u> | | |
| CEI | \$19,909,910 | 1.94% | | |
| Ohio Bell Telephone Company | 11,982,970 | 1.17 | | |
| The PMD Group Company, Inc. | 7,334,740 | 0.72 | | |
| Grand Bay of Brecksville | 6,824,860 | 0.67 | | |
| South Hills Limited | 6,210,850 | 0.61 | | |
| RC Investors Limited | 4,917,910 | 0.48 | | |
| Gateway Association | 4,838,770 | 0.47 | | |
| F.C. Vineyards, L.P. | 4,569,080 | 0.44 | | |
| Creekview Commons, LLC | 3,961,620 | 0.39 | | |
| Treeline Incorporated | 3,960,000 | 0.39 | | |
| OMCO Building Corporation | 2,566,470 | 0.25 | | |
| Boyas-Broadview, Limited | 2,456,790 | 0.24 | | |
| Total | \$79,533,970 | 7.77% | | |
| Total Real Estate Valuation | \$1,023,599,090 | | | |
| | | | <u>1998</u> | |
| <u>Name of Taxpayer</u> | <u>Assessed Valuation</u> | <u>Percent of Real Assessed Value</u> | | |
| B.F. Goodrich Company | \$7,293,930 | 1.13% | | |
| Grand Bay of Brecksville | 4,137,810 | 0.64 | | |
| F. C. Vineyards, L.P. | 3,759,390 | 0.58 | | |
| Gateway Associates | 2,885,160 | 0.45 | | |
| Boyas-Broadview | 2,617,760 | 0.41 | | |
| South Hills | 2,487,450 | 0.39 | | |
| Stoney Run Limited | 2,293,200 | 0.36 | | |
| South Point Association | 2,265,770 | 0.35 | | |
| Richard Klein, Trustee | 2,167,380 | 0.34 | | |
| Brecksville Shopping Center | 2,013,200 | 0.31 | | |
| Total | \$31,921,050 | 4.96% | | |
| Total Real Estate Valuation | \$643,717,290 | | | |

Source: Office of the Auditor, Cuyahoga County, Ohio

Brecksville-Broadview Heights City School District

Principal Taxpayers

Tangible Personal Property Tax

2007 and 1998

| Name of Taxpayer | 2007 | |
|---|---------------------|------------------------------------|
| | Assessed Valuation | Percent of Tangible Assessed Value |
| Ohio Machinery Company | \$7,186,870 | 18.94% |
| Noveon Inc. | 3,410,390 | 8.99 |
| Curtiss Wright Flow Control, Incorporated | 1,917,420 | 5.05 |
| Durez Corporation | 1,713,960 | 4.52 |
| Marathon Ashland Petroleum | 1,644,780 | 4.34 |
| House of LaRose | 1,269,380 | 3.35 |
| Penske Logistics LLC | 1,126,020 | 2.97 |
| Barnes Group Incorporation | 771,070 | 2.03 |
| Quality Bolt and Screw Company | 724,940 | 1.91 |
| Andy Sims Buick, Incorporated | 616,270 | 1.62 |
| Total | \$20,381,100 | 53.72% |
| Total Tangible Assessed Valuation | \$37,939,812 | |

| Name of Taxpayer | 1998 | |
|--|---------------------|------------------------------------|
| | Assessed Valuation | Percent of Tangible Assessed Value |
| B.F. Goodrich Company | \$9,430,820 | 19.33% |
| Ohio Machinery Company | 6,925,600 | 14.19 |
| Teledyne Industries, Incorporated | 3,773,180 | 7.73 |
| Interlock Corporation | 1,572,490 | 3.22 |
| Lapine Truck Sales and Equipment | 1,487,800 | 3.05 |
| Marathon Oil Company | 1,250,650 | 2.56 |
| Ferro Corporation | 1,244,270 | 2.55 |
| Ameritech Services Incorporated | 1,196,000 | 2.45 |
| Machines Corporation | 982,810 | 2.02 |
| MA Hanna Company | 763,290 | 1.56 |
| Total | \$28,626,910 | 58.66% |
| Total Tangible Assessed Valuation | \$48,798,927 | |

Source: Office of the Auditor, Cuyahoga County, Ohio

Brecksville-Broadview Heights City School District

Principal Taxpayers

Public Utilities Tax

2007 and 1998

| 2007 | | |
|---|-----------------------|--|
| Name of Taxpayer | Assessed Valuation | Percent of Public Utility Assessed Value |
| Cleveland Electric Illuminating Company | \$16,765,860 | 64.71% |
| Ohio Bell Telephone Company | 3,076,510 | 11.88 |
| The East Ohio Gas Company | 1,488,340 | 5.74 |
| Ameritech Advanced | 1,312,650 | 5.07 |
| American Transmission System | 835,360 | 3.22 |
| North Coast Gas Transmission LLC | 567,750 | 2.19 |
| Verizon Select Services | 495,820 | 1.91 |
| Alltel Ohio Limited Partner | 382,950 | 1.48 |
| New Par | 381,380 | 1.47 |
| New Cingular Wireless PCS LLC | 308,920 | 1.19 |
| Total | \$25,615,540 | 98.86% |
| Total Public Utility Valuation | \$25,910,310 | |
| 1998 | | |
| Name of Taxpayer | Assessed Valuation | Percent of Public Utility Assessed Value |
| Cleveland Electric Illuminating Company | \$24,028,160 | 53.07% |
| Ohio Bell Telephone Company | 16,493,750 | 36.43 |
| The East Ohio Gas Company | 4,019,930 | 8.88 |
| MCI Telecommunications Corporation | 335,150 | 0.74 |
| Total | \$44,876,990 | 99.12% |
| Total Public Utility Valuation | \$45,276,990 | |

Source: Office of the Auditor, Cuyahoga County, Ohio

Brecksville-Broadview Heights City School District

Computation of Direct and Overlapping

Governmental Activities Debt

January 1, 2007

| | General Obligation Bonded Debt Outstanding | Percentage Applicable to School District (1) | Amount of Direct and Overlapping Debt |
|---|--|--|---|
| Direct: | | | |
| Brecksville-Broadview Heights City School District | | | |
| General Obligation Bonds | \$18,112,088 | 100.00% | \$18,112,088 |
| Refunding Notes | 9,364,776 | 100.00 | 9,364,776 |
| Capital Leases | <u>1,226,631</u> | 100.00 | <u>1,226,631</u> |
| Total Direct | <u>28,703,495</u> | 100.00 | <u>28,703,495</u> |
| Overlapping: | | | |
| Cuyahoga County | | | |
| General Obligation Bonds | 208,194,000 | 3.28 | 6,828,763 |
| Revenue Bonds | 106,016,000 | 3.28 | 3,477,325 |
| Capital Lease Obligations | 29,485,000 | 3.28 | 967,108 |
| Loans Payable | 7,574,000 | 3.28 | 248,427 |
| Regional Transit Authority | | | |
| General Obligation Bonds | 156,500,000 | 3.28 | 5,133,200 |
| SIB Loan | 4,580,196 | 3.28 | 150,230 |
| Brecksville City | | | |
| General Obligation Bonds | 12,761,477 | 58.71 | 7,492,263 |
| Special Assessment Bonds | 4,569,483 | 58.71 | 2,682,743 |
| OPWC Loans | 763,179 | 58.71 | 448,062 |
| Broadview Heights City | | | |
| General Obligation Bonds | 4,633,441 | 40.27 | 1,865,887 |
| Special Assessment Bonds | 3,210,807 | 40.27 | 1,292,992 |
| OWDA Loans | 3,250,079 | 40.27 | 1,308,807 |
| Revolving Loan | 466,110 | 40.27 | 187,702 |
| North Royalton City | | | |
| General Obligation Bonds | 5,724,129 | 1.02 | 58,386 |
| Special Assessment Bonds | 1,512,876 | 1.02 | 15,431 |
| Capital Lease Obligation | 172,407 | 1.02 | 1,759 |
| Police and Fire Pension | 130,490 | 1.02 | 1,331 |
| Notes Payable | 1,300,000 | 1.02 | 13,260 |
| OPWC Loans | <u>496,014</u> | 1.02 | <u>5,059</u> |
| Total Overlapping | <u>551,339,688</u> | | <u>32,178,737</u> |
| Total | <u>\$580,043,183</u> | | <u>\$60,882,232</u> |

Source: Office of the Auditor, Cuyahoga County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2006 collection year.

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

| General Obligation Bonded Debt | | | | | |
|--------------------------------|----------------|--|----------------------------------|-------------------|---------------------------------|
| Fiscal Year | Bonded Debt | Ratio of Bonded Debt to Estimated Actual Value (1) | Bonded Debt per Capita (2) | Capital Leases | Energy Conservation Notes |
| 1998 | \$36,355,000 | 1.74% | N/A | \$0 | \$0 |
| 1999 | 36,020,000 | 1.68 | N/A | 0 | 0 |
| 2000 | 34,455,000 | 1.60 | \$1,194 | 0 | 0 |
| 2001 | 33,505,000 | 1.38 | 1,142 | 0 | 0 |
| 2002 | 32,595,000 | 1.30 | 1,095 | 579,945 | 1,270,000 |
| 2003 | 31,645,000 | 1.24 | 1,049 | 504,693 | 998,000 |
| 2004 | 30,655,000 | 1.13 | 1,006 | 2,217,558 | 773,000 |
| 2005 | 29,620,000 | 1.06 | 965 | 1,900,886 | 513,000 |
| 2006 | 28,535,000 | 0.96 | 922 | 1,570,770 | 0 |
| 2007 | 18,112,088 | 0.56 | 592 | 1,226,631 | 0 |

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

| General Debt | | | | |
|------------------------|-----------------|--------------|--|-----------------------------|
| Tax Anticipation Notes | Refunding Notes | Total Debt | Ratio of General Debt to Personal Income (3) | General Debt per Capita (2) |
| \$0 | \$0 | \$36,355,000 | N/A | N/A |
| 0 | 0 | 36,020,000 | N/A | N/A |
| 0 | 0 | 34,455,000 | 3.55% | \$1,194 |
| 2,500,000 | 0 | 36,005,000 | 3.65 | 1,227 |
| 2,500,000 | 0 | 36,944,945 | 3.69 | 1,241 |
| 1,700,000 | 0 | 34,847,693 | 3.43 | 1,155 |
| 865,000 | 0 | 34,510,558 | 3.37 | 1,132 |
| 0 | 0 | 32,033,886 | 3.10 | 1,043 |
| 0 | 0 | 30,105,770 | 2.89 | 973 |
| 0 | 9,364,776 | 28,703,495 | 2.79 | 938 |

Brecksville-Broadview Heights City School District

Computation of Legal Debt Margin

Last Ten Fiscal Years

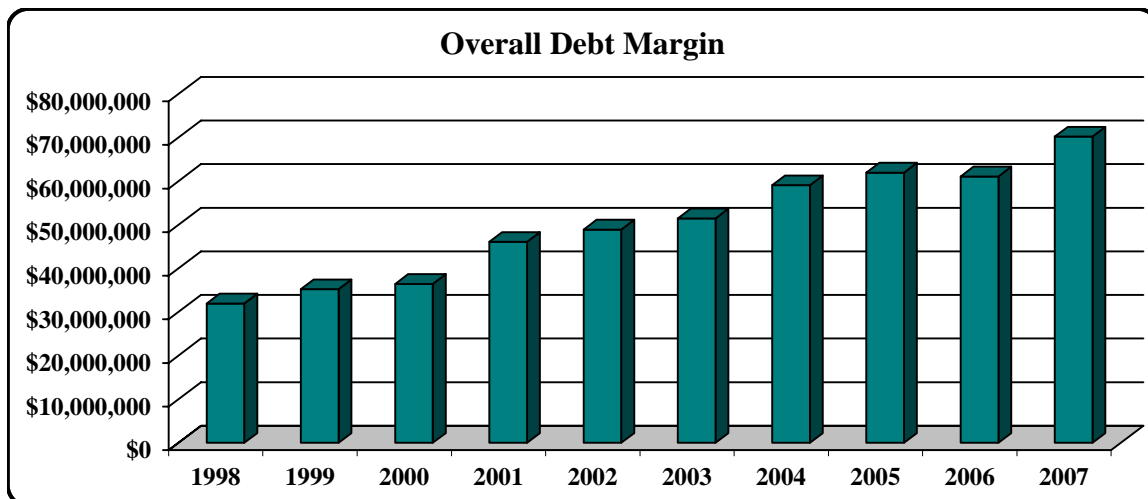
| | 1998 | 1999 | 2000 | 2001 |
|---|----------------------|----------------------|----------------------|----------------------|
| Assessed Valuation | <u>\$737,793,207</u> | <u>\$759,951,942</u> | <u>\$759,867,111</u> | <u>\$857,503,880</u> |
| Debt Limit - 9% of Assessed Value (2) | \$66,401,389 | \$68,395,675 | \$68,388,040 | \$77,175,349 |
| Amount of Debt Outstanding | | | | |
| General Obligation Bonds | 36,355,000 | 36,020,000 | 34,455,000 | 33,505,000 |
| Tax Anticipation Note | 0 | 0 | 0 | 2,500,000 |
| Energy Conservation Note | 0 | 0 | 0 | 0 |
| Manuscript Notes | 0 | 0 | 0 | 0 |
| Refunding Notes | 0 | 0 | 0 | 0 |
| Less Amount Available in Debt Service | <u>(1,914,163)</u> | <u>(650,000)</u> | <u>(2,192,896)</u> | <u>(2,410,550)</u> |
| Total | 34,440,837 | 35,370,000 | 32,262,104 | 33,594,450 |
| Exemptions: | | | | |
| Tax Anticipation Note | 0 | (2,220,376) | (325,000) | (2,500,000) |
| Energy Conservation Note | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Amount of Debt Subject to Limit | <u>34,440,837</u> | <u>33,149,624</u> | <u>31,937,104</u> | <u>31,094,450</u> |
| Overall Debt Margin | <u>\$31,960,552</u> | <u>\$35,246,051</u> | <u>\$36,450,936</u> | <u>\$46,080,899</u> |
| Legal Debt Margin as a Percentage of Debt Limit | 48.13% | 51.53% | 53.30% | 59.71% |
| Unvoted Legal Debt Limit - .10% of Assessed Value (2) | \$737,793 | \$759,952 | \$759,867 | \$857,504 |
| Amount of Debt Subject to Limit | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Unvoted Debt Margin | <u>\$737,793</u> | <u>\$759,952</u> | <u>\$759,867</u> | <u>\$857,504</u> |
| Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation | 100.00% | 100.00% | 100.00% | 100.00% |

Source: Cuyahoga County Auditor and School District Financial Records

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

| 2002 | 2003 | 2004 | 2005 | 2006(1) | 2007(1) |
|----------------------|----------------------|----------------------|----------------------|----------------------|------------------------|
| <u>\$872,660,303</u> | <u>\$891,000,325</u> | <u>\$951,295,150</u> | <u>\$974,728,362</u> | <u>\$951,569,120</u> | <u>\$1,043,241,230</u> |
| \$78,539,427 | \$80,190,029 | \$85,616,564 | \$87,725,553 | \$85,641,221 | \$93,891,711 |
| 32,804,500 | 31,644,999 | 30,654,999 | 29,620,000 | 28,535,000 | 18,190,000 |
| 2,500,000 | 1,700,000 | 865,000 | 0 | 0 | 0 |
| 1270000 | 998,000 | 773,000 | 513,000 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 400,000 |
| 0 | 0 | 0 | 0 | 0 | 8,920,000 |
| <u>(3,170,120)</u> | <u>(2,959,465)</u> | <u>(4,113,548)</u> | <u>(3,872,231)</u> | <u>(3,991,856)</u> | <u>(3,454,486)</u> |
| 33,404,380 | 31,383,534 | 28,179,451 | 26,260,769 | 24,543,144 | 24,055,514 |
| (2,500,000) | (1,700,000) | (865,000) | 0 | 0 | 0 |
| <u>(1,270,000)</u> | <u>(998,000)</u> | <u>(773,000)</u> | <u>(513,000)</u> | <u>0</u> | <u>0</u> |
| 29,634,380 | 28,685,534 | 26,541,451 | 25,747,769 | 24,543,144 | 24,055,514 |
| <u>\$48,905,047</u> | <u>\$51,504,495</u> | <u>\$59,075,113</u> | <u>\$61,977,784</u> | <u>\$61,098,077</u> | <u>\$69,836,197</u> |
| 62.27% | 64.23% | 69.00% | 70.65% | 71.34% | 74.38% |
| \$872,660 | \$891,000 | \$951,295 | \$974,728 | \$951,569 | \$1,043,241 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>\$872,660</u> | <u>\$891,000</u> | <u>\$951,295</u> | <u>\$974,728</u> | <u>\$951,569</u> | <u>\$1,043,241</u> |

100.00% 100.00% 100.00% 100.00% 100.00% 100.00%



Brecksville-Broadview Heights City School District

Demographic and Economic Statistics

Last Eight Years (1)

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

Source 2000 U.S. Census Bureau

1) Information prior to 2000 not available

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

Brecksville-Broadview Heights City School District

Principal Employers

December 31, 2006 and December 31, 1997

2006

| Employer | City | Nature of Business or Activity | Number of Employees |
|--|-----------------------------------|----------------------------------|---------------------|
| Department of Veteran Affairs | Brecksville | Medical Center | 1,366 |
| Ameritech Services | Brecksville | Communication Services | 932 |
| National City Corporation | Brecksville | Banking Services | 792 |
| Brecksville-Broadview Heights Board of Education | Brecksville/ Broadview Heights | Public Education | 603 |
| Noveon, Inc. | Brecksville | Headquarters for a chemical firm | 529 |
| City of Broadview Heights | Broadview Heights | Municipal Government | 328 |
| House of LaRose | Brecksville | Beverage Distributor | 285 |
| Ohio Machinery Company | Broadview Heights | Construction Equipment Sales | 250 |
| Classic Video | Broadview Heights | Video Productions | 177 |
| Total | | | <u>5,262</u> |
| Total Employment within the School District | | | <u>n/a</u> |

1997

| Employer | City | Nature of Business or Activity | Number of Employees |
|--|-----------------------------------|----------------------------------|---------------------|
| Department of Veteran Affairs | Brecksville | Medical Center | 1,126 |
| B.F. Goodrich Company | Brecksville | Headquarters for a chemical firm | 840 |
| Ohio Bell | Brecksville | Communication Services | 818 |
| Ameritech Services | Brecksville | Communication Services | 526 |
| Brecksville-Broadview Heights Board of Education | Brecksville/ Broadview Heights | Public Education | 523 |
| City of Broadview Heights | Broadview Heights | Municipal Government | 328 |
| Ohio Machinery Company | Broadview Heights | Construction Equipment Sales | 250 |
| Teledyne Industrial, Incorporated | Brecksville | Manufacturing | 248 |
| Norstan Company | Brecksville | Communication Services | 245 |
| City of Brecksville | Brecksville | Municipal Government | 195 |
| Total | | | <u>5,099</u> |
| Total Employment within the School District | | | <u>n/a</u> |

Source: Cities of Brecksville and Broadview Heights, Ohio

n/a - Information not available

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

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

(continued)

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

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

(1) Information prior to 2004 is not available.

Brecksville-Broadview Heights City School District

Per Pupil Cost

Last Ten Fiscal Years

| Fiscal Year | Student Enrollment | | General Governmental | |
|----------------|-----------------------|-------------------------|---------------------------|-------------------|
| | Average Enrollment | Percentage of Change | Total Expenditures (1) | Per Pupil Cost |
| 1998 | 3,938 | 0.46 % | \$33,502,998 | \$8,508 |
| 1999 | 4,049 | 2.82 | 28,780,537 | 7,108 |
| 2000 | 4,108 | 1.46 | 31,503,027 | 7,669 |
| 2001 | 4,247 | 3.38 | 34,515,225 | 8,127 |
| 2002 | 4,440 | 4.54 | 37,847,024 | 8,524 |
| 2003 | 4,565 | 2.82 | 42,329,746 | 9,273 |
| 2004 | 4,666 | 2.21 | 43,779,369 | 9,383 |
| 2005 | 4,728 | 1.33 | 44,500,911 | 9,412 |
| 2006 | 4,720 | (0.17) | 47,348,849 | 10,032 |
| 2007 | 4,723 | 0.06 | 50,142,138 | 10,617 |

(continued)

(1) Debt Service totals have been excluded.

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

(3) Information prior to 2002 is not available.

Brecksville-Broadview Heights City School District

Per Pupil Cost (continued)

Last Ten Fiscal Years

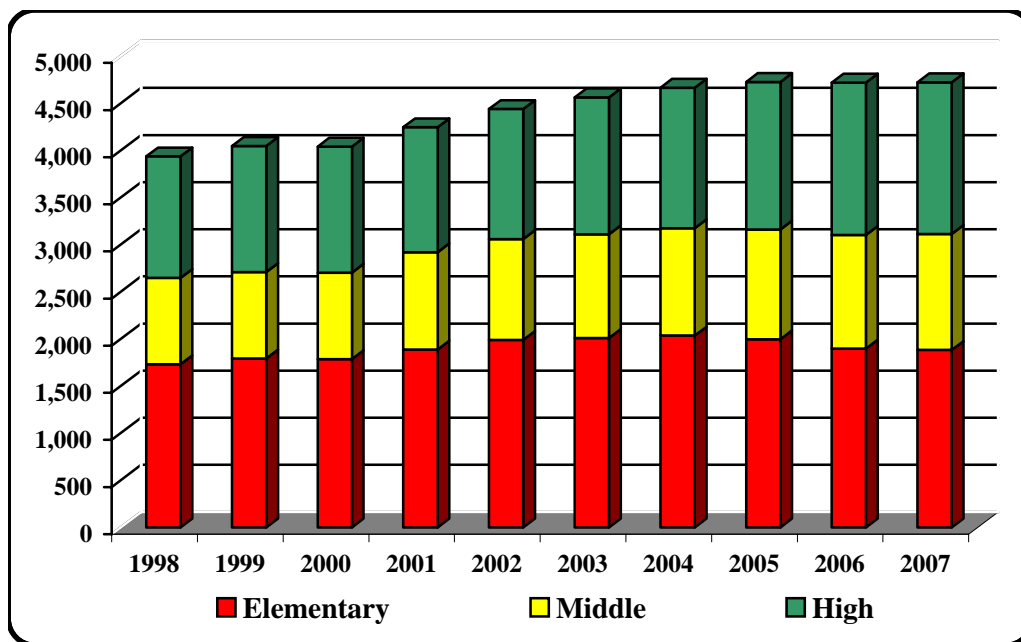
| Fiscal Year | Governmental Activities | | Food Service Operations (3) | | |
|-------------|-------------------------|----------------|-----------------------------|----------------------------|-------------------------------|
| | Total Expenses (2) | Per Pupil Cost | Number of Lunches Served | Percentage of Free Lunches | Percentage of Reduced Lunches |
| 1998 | N/A | N/A | N/A | N/A | N/A |
| 1999 | N/A | N/A | N/A | N/A | N/A |
| 2000 | N/A | N/A | N/A | N/A | N/A |
| 2001 | \$38,127,574 | \$8,978 | N/A | N/A | N/A |
| 2002 | 39,751,343 | 8,953 | 262,035 | 6.73 % | 3.43 % |
| 2003 | 43,773,558 | 9,589 | 298,820 | 6.68 | 2.97 |
| 2004 | 45,689,009 | 9,792 | 309,811 | 7.33 | 3.17 |
| 2005 | 46,721,610 | 9,882 | 311,072 | 7.23 | 3.36 |
| 2006 | 50,361,295 | 10,670 | 315,725 | 8.66 | 3.47 |
| 2007 | 51,669,116 | 10,940 | 309,125 | 8.30 | 4.18 |

Brecksville-Broadview Heights City School District

Enrollment Statistics

Last Ten Fiscal Years

| Fiscal Year | Elementary Schools | Middle School | High School | Total |
|-------------|--------------------|---------------|-------------|-------|
| 1998 | 1,732 | 916 | 1,290 | 3,938 |
| 1999 | 1,794 | 917 | 1,338 | 4,049 |
| 2000 | 1,787 | 977 | 1,344 | 4,108 |
| 2001 | 1,889 | 1,032 | 1,326 | 4,247 |
| 2002 | 1,991 | 1,069 | 1,380 | 4,440 |
| 2003 | 2,011 | 1,099 | 1,455 | 4,565 |
| 2004 | 2,037 | 1,138 | 1,491 | 4,666 |
| 2005 | 1,998 | 1,164 | 1,566 | 4,728 |
| 2006 | 1,900 | 1,204 | 1,616 | 4,720 |
| 2007 | 1,884 | 1,230 | 1,609 | 4,723 |



Source: Brecksville-Broadview Heights City School Records

Brecksville-Broadview Heights City School District

Attendance and Graduation Rates

Last Ten Fiscal Years

| <u>Fiscal Year</u> | <u>Brecksville- Broadview Heights Attendance Rate</u> | <u>State Average</u> | <u>Brecksville- Broadview Heights Graduation Rate</u> | <u>State Average</u> |
|--------------------|---|--------------------------|---|--------------------------|
| 1998 | 96.30% | 93.90% | 96.30% | 79.90% |
| 1999 | 96.10 | 93.50 | 96.10 | 81.40 |
| 2000 | 95.70 | 93.60 | 95.10 | 80.70 |
| 2001 | 96.00 | 93.90 | 95.00 | 81.20 |
| 2002 | 95.90 | 94.30 | 98.30 | 82.80 |
| 2003 | 95.70 | 94.50 | 98.30 | 83.90 |
| 2004 | 95.90 | 94.50 | 95.40 | 84.30 |
| 2005 | 95.80 | 94.30 | 97.70 | 85.90 |
| 2006 | 95.80 | 94.10 | 97.90 | 86.20 |
| 2007 | 96.10 | 93.00 | 97.00 | 90.00 |

Source: Ohio Department of Education Local Report Cards

Brecksville-Broadview Heights City School District

School District Employees by Function/Program

Last Seven Fiscal Years (1)

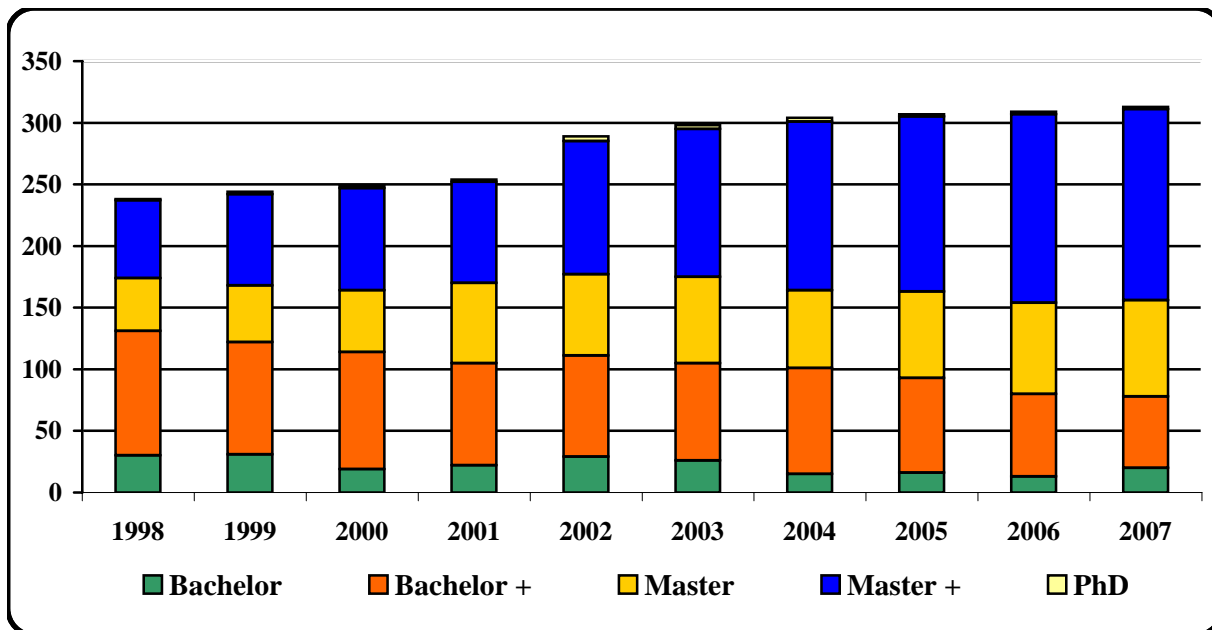
| Function/Program | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
|---------------------------------------|--------|--------|--------|--------|--------|--------|--------|
| Regular Instruction | | | | | | | |
| Elementary Classroom Teachers | 72.00 | 85.00 | 85.00 | 89.00 | 89.00 | 90.00 | 90.00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

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

(1) Information prior to 2001 is not available.

Brecksville-Broadview Heights City School District
Certificated School District Employees by Education
Last Ten Fiscal Years

| Degree | 1998 | 1999 | 2000 | 2001 | 2002 |
|--------------|------------|------------|------------|------------|------------|
| Bachelor | 30 | 31 | 19 | 22 | 29 |
| Bachelor +9 | 26 | 22 | 22 | 19 | 23 |
| Bachelor +18 | 26 | 23 | 28 | 23 | 22 |
| Bachelor +30 | 49 | 46 | 45 | 41 | 37 |
| Master | 43 | 46 | 50 | 65 | 66 |
| Master +9 | 17 | 24 | 25 | 25 | 31 |
| Master +18 | 12 | 13 | 18 | 21 | 30 |
| Master +30 | 18 | 17 | 17 | 13 | 13 |
| Master +42 | 16 | 20 | 23 | 23 | 34 |
| PhD | 1 | 2 | 2 | 2 | 4 |
| Total | 238 | 244 | 249 | 254 | 289 |



Source: School District Records

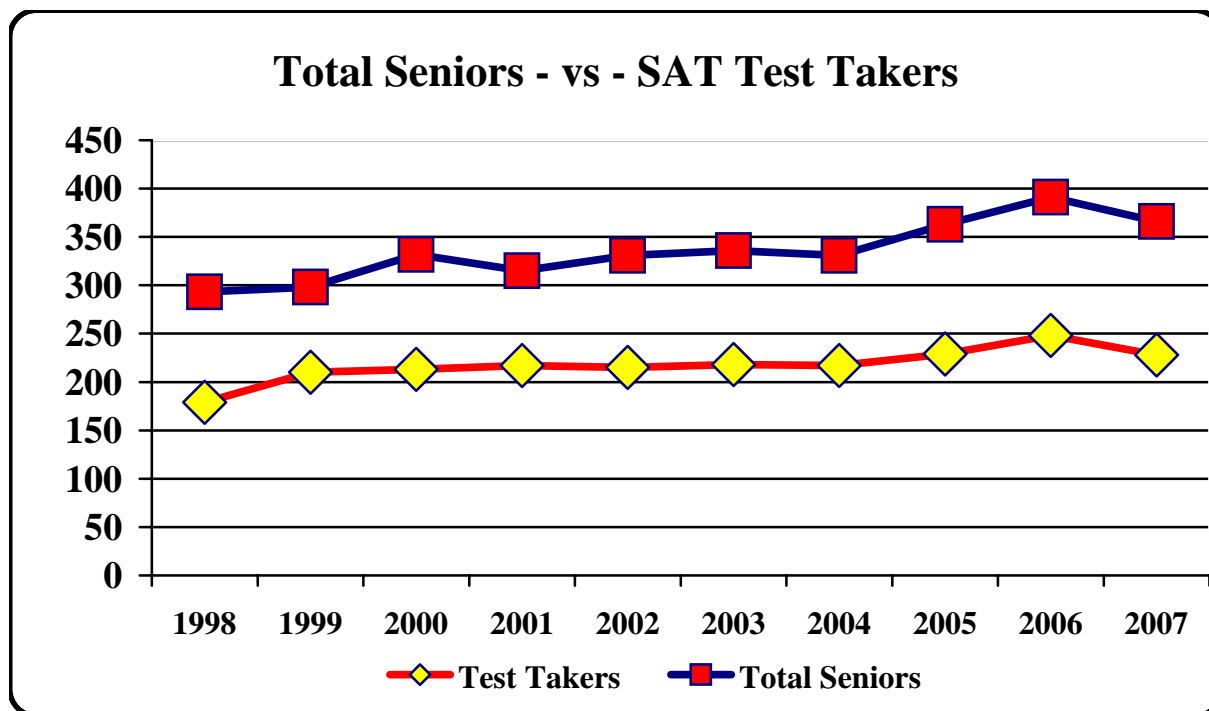
| <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> |
|-------------|-------------|-------------|-------------|-------------|
| 26 | 15 | 16 | 13 | 20 |
| 24 | 19 | 17 | 9 | 8 |
| 13 | 26 | 23 | 19 | 14 |
| 42 | 41 | 37 | 39 | 36 |
| 70 | 63 | 70 | 74 | 78 |
| 31 | 36 | 38 | 40 | 36 |
| 38 | 38 | 32 | 37 | 37 |
| 11 | 19 | 27 | 28 | 31 |
| 40 | 44 | 45 | 48 | 51 |
| <u>3</u> | <u>3</u> | <u>2</u> | <u>2</u> | <u>2</u> |
| <u>298</u> | <u>304</u> | <u>307</u> | <u>309</u> | <u>313</u> |

Brecksville-Broadview Heights City School District

SAT Composite Scores

Last Ten School Years

| School Year | Number of Test Takers | Number of Seniors | Percent of Students | Brecksville-Broadview Heights Verbal | Ohio Verbal | National Verbal |
|-------------|-----------------------|-------------------|---------------------|--------------------------------------|-------------|-----------------|
| 1998 | 179 | 293 | 61.09 | 532 | 536 | 505 |
| 1999 | 210 | 298 | 70.47 | 540 | 534 | 505 |
| 2000 | 213 | 332 | 64.16 | 524 | 533 | 505 |
| 2001 | 217 | 315 | 68.89 | 533 | 534 | 506 |
| 2002 | 215 | 330 | 65.15 | 534 | 533 | 504 |
| 2003 | 218 | 336 | 64.88 | 544 | 536 | 507 |
| 2004 | 217 | 331 | 65.56 | 550 | 538 | 508 |
| 2005 | 229 | 363 | 63.09 | 554 | 539 | 508 |
| 2006 | 248 | 391 | 63.43 | 544 | 535 | 503 |
| 2007 | 228 | 366 | 62.30 | 541 | 536 | 502 |



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

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

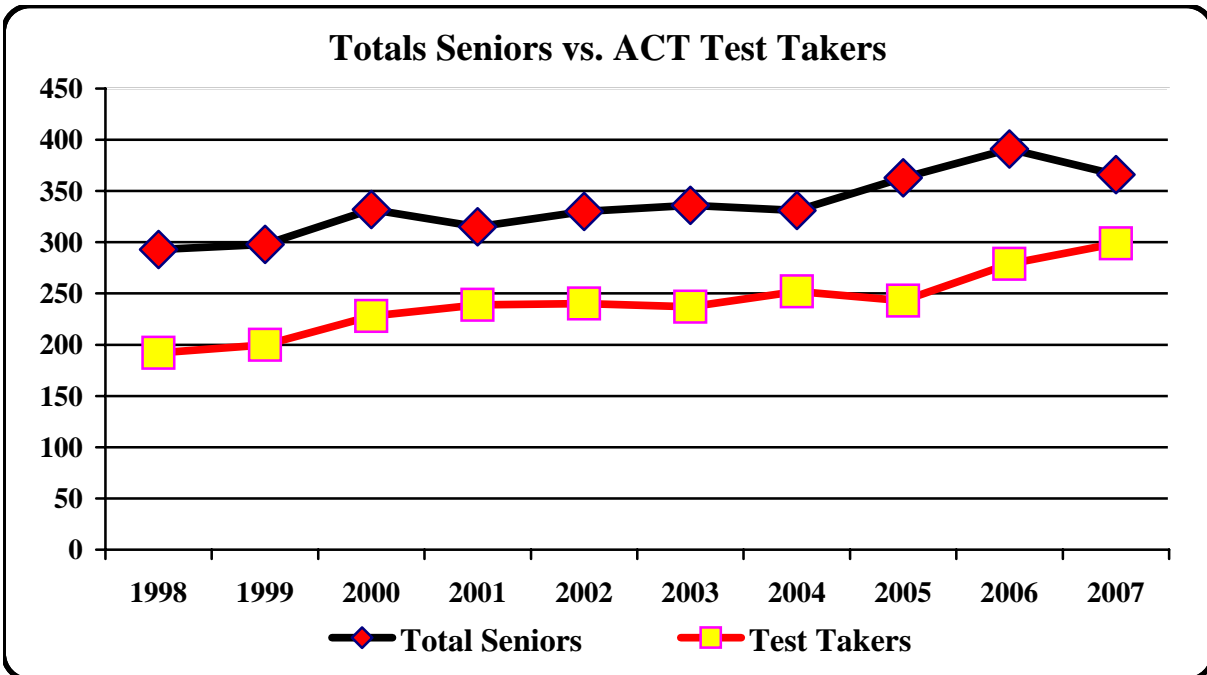
| Brecksville- Broadview Heights Math | Ohio Math | National Math | Broadview Heights Writing | Ohio Writing | National Writing |
|--|--------------|------------------|---------------------------------|-----------------|---------------------|
| 554 | 540 | 512 | 554 | 540 | 512 |
| 558 | 538 | 511 | 558 | 538 | 511 |
| 548 | 539 | 514 | 548 | 539 | 514 |
| 552 | 539 | 514 | 552 | 539 | 514 |
| 544 | 540 | 516 | 544 | 540 | 516 |
| 560 | 541 | 519 | 560 | 541 | 519 |
| 565 | 542 | 518 | 565 | 542 | 518 |
| 563 | 543 | 520 | 563 | 543 | 520 |
| 557 | 544 | 518 | 528 | 521 | 497 |
| 555 | 542 | 515 | 526 | 522 | 494 |

Brecksville-Broadview Heights City School District

ACT Composite Scores

Last Ten School Years

| School Year | Number of Test Takers | Number of Seniors | Percent of Students | Brecksville-Broadview Heights Composite | Ohio Composite | National Composite |
|-------------|-----------------------|-------------------|---------------------|---|----------------|--------------------|
| 1998 | 192 | 293 | 65.53% | 23.3 | 21.4 | 21.0 |
| 1999 | 200 | 298 | 67.11 | 23.2 | 21.4 | 21.0 |
| 2000 | 228 | 332 | 68.67 | 22.8 | 21.4 | 21.0 |
| 2001 | 239 | 315 | 75.87 | 22.7 | 21.4 | 21.0 |
| 2002 | 240 | 330 | 72.73 | 22.9 | 21.4 | 20.8 |
| 2003 | 237 | 336 | 70.54 | 23.4 | 21.4 | 20.8 |
| 2004 | 252 | 331 | 76.13 | 23.6 | 21.4 | 20.9 |
| 2005 | 243 | 363 | 66.94 | 24.4 | 21.4 | 20.9 |
| 2006 | 279 | 391 | 71.36 | 24.2 | 21.5 | 21.1 |
| 2007 | 299 | 366 | 81.69 | 23.9 | 21.6 | 21.2 |



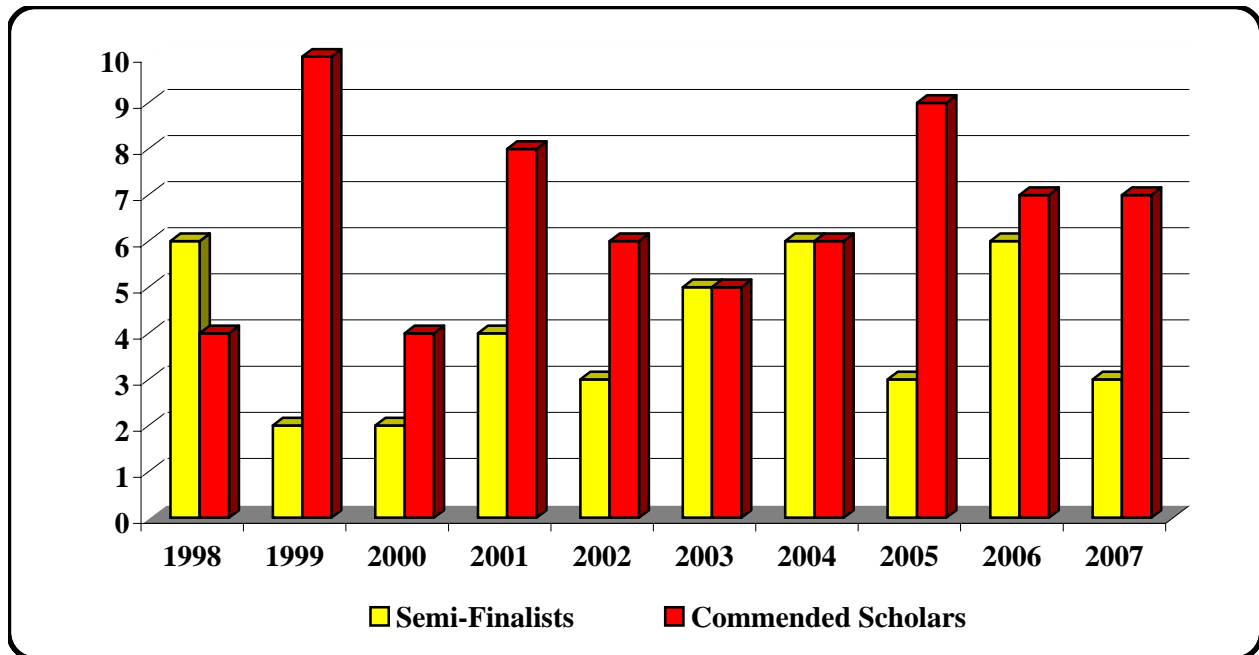
Source: High School Guidance Office,
Brecksville-Broadview Heights City School District

Brecksville-Broadview Heights City School District

National Merit Scholarship Program

Last Ten School Years

| <u>School Year</u> | <u>Semi-Finalists</u> | <u>Commended Scholars</u> | <u>Total</u> |
|--------------------|-----------------------|---------------------------|--------------|
| 1998 | 6 | 4 | 10 |
| 1999 | 2 | 10 | 12 |
| 2000 | 2 | 4 | 6 |
| 2001 | 4 | 8 | 12 |
| 2002 | 3 | 6 | 9 |
| 2003 | 5 | 5 | 10 |
| 2004 | 6 | 6 | 12 |
| 2005 | 3 | 9 | 12 |
| 2006 | 6 | 7 | 13 |
| 2007 | 3 | 7 | 10 |



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

Brecksville-Broadview Heights City School District

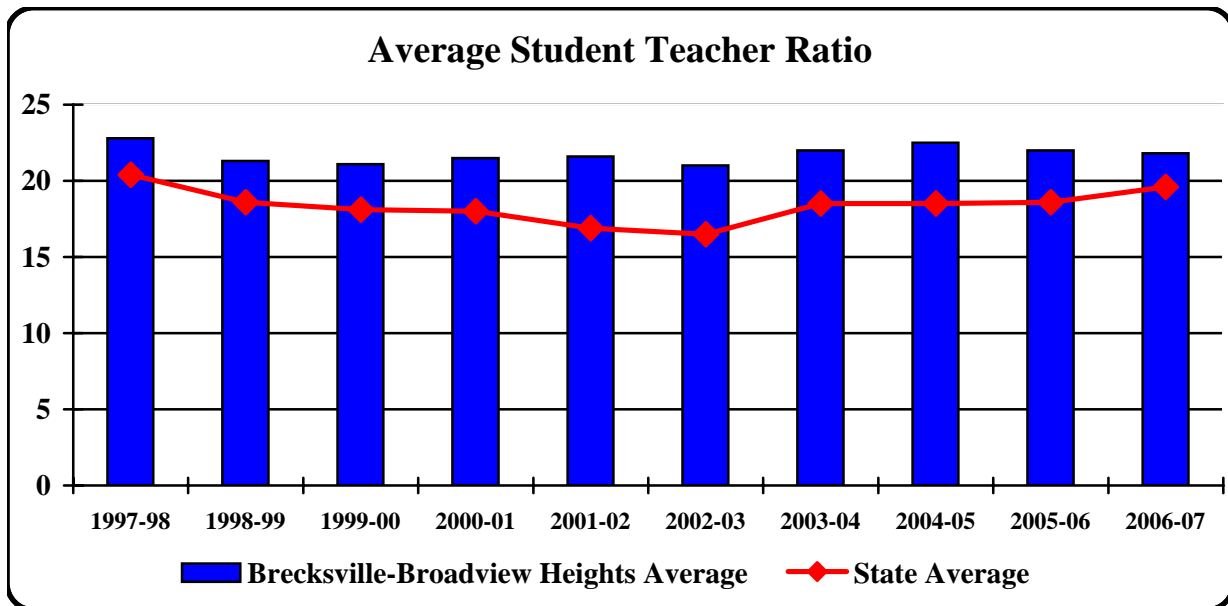
Average Number of Students per Teacher

Last Ten School Years

| School Year | Brecksville-Broadview Heights Average (1) | State Average |
|-------------|---|---------------|
| 1997 - 1998 | 22.8 | 20.4 |
| 1998 - 1999 | 21.3 | 18.6 |
| 1999 - 2000 | 21.1 | 18.1 |
| 2000 - 2001 | 21.5 | 18.0 |
| 2001 - 2002 | 21.6 | 16.9 |
| 2002 - 2003 | 21.0 | 16.5 |
| 2003 - 2004 | 22.0 | 18.5 |
| 2004 - 2005 | 22.5 | 18.5 |
| 2005 - 2006 | 22.0 | 18.6 |
| 2006 - 2007 | 21.8 | 19.6 |

Source: Ohio Department of Education

(1) Average Daily Membership per Full-time Equivalent teaching personnel





Mary Taylor, CPA
Auditor of State

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
DECEMBER 27, 2007**