

**BEREA CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**REGULAR AUDIT**

**FOR THE YEARS ENDED JUNE 30, 2010**



**Mary Taylor, CPA**  
Auditor of State





# Dave Yost • Auditor of State

January 11, 2011

The attached audit report was completed and prepared for release prior to the commencement of my term of office on January 10, 2011. Thus, I am certifying this audit report for release under the signature of my predecessor.

A handwritten signature in black ink that reads "Dave Yost".

DAVE YOST  
Auditor of State

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**BEREA CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

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**BEREA CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2010**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Grant Year	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>						
<i>Passed Through Ohio Department of Education</i>						
Nutrition Cluster:						
School Breakfast Program	2010	10.553	\$100,463	\$0	\$100,463	\$0
National School Lunch Program	2010	10.555	686,708	104,566	686,708	104,566
Total Non-Cash Assistance			<u>787,171</u>	<u>104,566</u>	<u>787,171</u>	<u>104,566</u>
<b>Total U.S. Department of Agriculture - Nutrition Cluster</b>			<u>787,171</u>	<u>104,566</u>	<u>787,171</u>	<u>104,566</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>						
<i>Passed Through Olmsted Falls City School District</i>						
Title I	2010	84.010	1,721	0	1,721	0
Subtotal Title I			<u>1,721</u>	<u>0</u>	<u>1,721</u>	<u>0</u>
<i>Passed Through Columbia Local School District</i>						
Title I	2010	84.010	1,450	0	1,450	0
ARRA - Title I Part A Stimulus	2010	84.389	750	0	750	0
Subtotal Title I			<u>2,200</u>	<u>0</u>	<u>2,200</u>	<u>0</u>
<i>Passed Through Ohio Department of Education</i>						
Title I	2009	84.010	108,512	0	167,114	0
Title I	2010	84.010	992,439	0	965,504	0
Title I, School Improvement Subsidy	2010	84.010	56,420	0	50,420	0
ARRA - Title I	2010	84.389	80,931	0	50,512	0
Total Title I			<u>1,238,302</u>	<u>0</u>	<u>1,233,550</u>	<u>0</u>
School Improvement Grants	2010	84.377	41,756	0	46,312	0
Special Education Cluster						
IDEA Part B	2009	84.027	64,116	0	133,399	0
IDEA Part B	2010	84.027	1,632,191	0	1,560,620	0
ARRA - IDEA Part B	2010	84.391	653,916	0	521,711	0
Subtotal IDEA Part B			<u>2,350,223</u>	<u>0</u>	<u>2,215,730</u>	<u>0</u>
Preschool Grant	2009	84.173	5,751	0	10,478	0
Preschool Grant	2010	84.173	30,887	0	30,214	0
ARRA - Preschool Grant	2010	84.392	12,304	0	14,453	0
Subtotal Preschool Disability Grant			<u>48,942</u>	<u>0</u>	<u>55,145</u>	<u>0</u>
<b>Total Special Education Cluster</b>			<u>2,399,165</u>	<u>0</u>	<u>2,270,875</u>	<u>0</u>
Drug Free School Grant	2009	84.186	(1,645)	0	0	0
Drug Free School Grant	2010	84.186	16,481	0	16,134	0
Total Drug Free School Grant			<u>14,836</u>	<u>0</u>	<u>16,134</u>	<u>0</u>
Innovative Programs, Title V	2009	84.298	293	0	15,937	0
Total Innovative Programs, Title V			<u>293</u>	<u>0</u>	<u>15,937</u>	<u>0</u>
Title II, Part D - Education Technology	2009	84.318	5,358	0	7,259	0
Title II, Part D - Education Technology	2010	84.318	5,645	0	5,645	0
Total Title II, Part D - Education Technology			<u>11,003</u>	<u>0</u>	<u>12,904</u>	<u>0</u>
Title III LEP	2009	84.365	2,343	0	3,875	0
Title III LEP	2010	84.365	30,514	0	29,514	0
Immigrant, Title III	2009	84.365	963	0	787	0
Immigrant, Title III	2010	84.365	4,455	0	4,455	0
Subtotal Title III			<u>38,275</u>	<u>0</u>	<u>38,631</u>	<u>0</u>
Improving Teacher Quality, Title II-A	2009	84.367	97,929	0	70,976	0
Improving Teacher Quality, Title II-A	2010	84.367	231,780	0	216,878	0
Total Improving Teacher Quality, Title II-A			<u>329,709</u>	<u>0</u>	<u>287,854</u>	<u>0</u>
ARRA - State Fiscal Stabilization Fund, Education State Grants	2010	84.394	477,743	0	283,439	0
Total ARRA - State Fiscal Stabilization Fund, Education State Grants			<u>477,743</u>	<u>0</u>	<u>283,439</u>	<u>0</u>
<b>Total U.S. Department of Education</b>			<u>4,555,003</u>	<u>0</u>	<u>4,209,557</u>	<u>0</u>
<b>Total Federal Financial Assistance</b>			<u>\$5,342,174</u>	<u>\$104,566</u>	<u>\$4,996,728</u>	<u>\$104,566</u>

The accompanying notes are an integral part of this schedule.

**BEREA CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FISCAL YEAR ENDED JUNE 30, 2010**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - CHILD NUTRITION CLUSTER**

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

**NOTE C – FOOD DONATION PROGRAM**

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

**NOTE D - TRANSFERS BETWEEN PROGRAM YEARS**

Federal regulations require schools to obligate certain federal awards by June 30. However, with ODE's consent, schools can transfer unobligated amounts to the subsequent fiscal year's program. These transfers resulted in the Schedule reporting negative receipts. The District transferred the following amounts from 2009 to 2010 programs:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Amount Transferred from 2009 to 2010</u>
Title I, Neglected Grant	84.010	\$1,426
Safe and Drug-Free Schools, Title IV-A	84.186	1,645





# 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*

Berea City School District  
Cuyahoga County  
390 Fair Street  
Berea, Ohio 44017

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 Berea City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 21, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

### Internal Control Over Financial Reporting

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

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

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

### Compliance and Other Matters

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

Lausche Building / 615 Superior Ave., NW / Twelfth Floor / Cleveland, OH 44113-1801  
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[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

We did note certain matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 21, 2010.

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

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

**Mary Taylor, CPA**  
Auditor of State

December 21, 2010



# Mary Taylor, CPA

## Auditor of State

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

Berea City School District  
Cuyahoga County  
390 Fair Street  
Berea, Ohio 44017

To the Board of Education:

#### Compliance

We have audited the compliance of the Berea 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 each of its major federal programs for the year ended June 30, 2010. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the Berea City School District complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended June 30, 2010.

#### 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, to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

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

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

#### **Federal Awards Receipts and Expenditures Schedule**

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Berea City School District as of and for the year ended June 30, 2010, and have issued our report thereon dated December 21, 2010. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying federal awards receipts and expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



**Mary Taylor, CPA**  
Auditor of State

December 21, 2010

**BEREA CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2010**

**1. SUMMARY OF AUDITOR'S RESULTS**

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Special Education Cluster – CFDA # 84.027, 84.173, 84.391 & 84.392 Title I – CFDA # 84.010 & 84.389 State Fiscal Stabilization Fund/ CFDA # 84.394
<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?	No

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

None

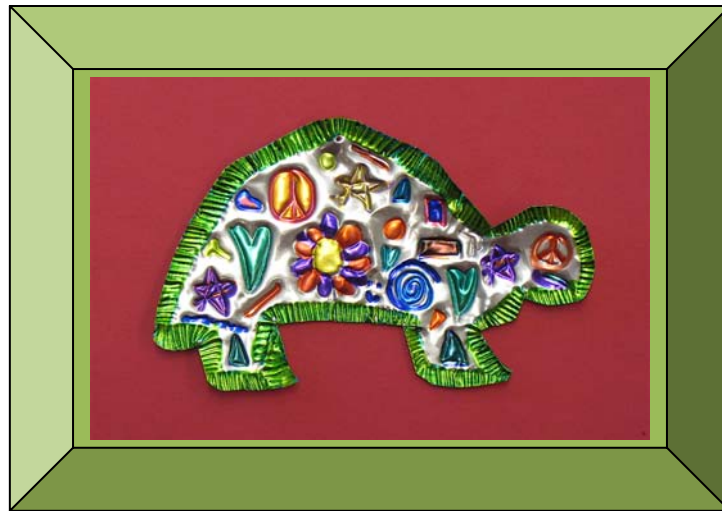
**3. FINDINGS FOR FEDERAL AWARDS**

None

# Berea City School District

## Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2010



*Mallory T.*

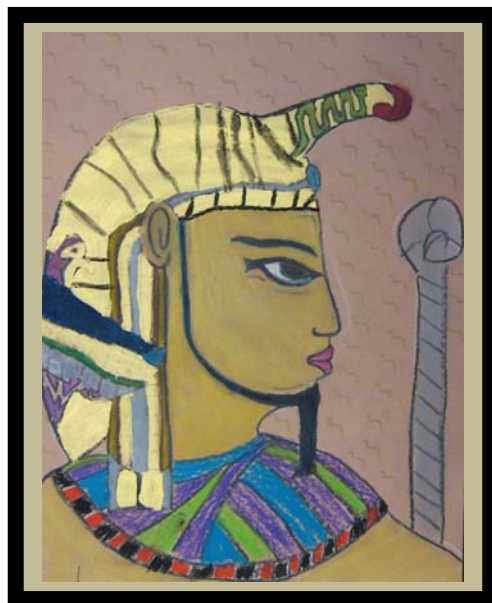
3<sup>rd</sup> Grade

Big Creek Elementary School

Art Instructor: Kathy Jadud

**BEREA, OHIO**

# INTRODUCTORY SECTION



*Brandon M.*

5<sup>th</sup> Grade

Big Creek Elementary School

Art Instructor: Kathy Jadud

# Berea, Ohio City School District

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



*Jake J.*

5<sup>th</sup> Grade

Big Creek Elementary School  
Art Instructor: Heather Courtwright

**Issued by:**      **Treasurer's Office**  
**Randal A. Scherf, Treasurer**  
**Dale Cummins, Assistant Treasurer**



**Berea City School District**  
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*Alyssa S.*

7<sup>th</sup> Grade

Ford Middle School

Art Instructor: Anne Cole



## Administration Building

390 Fair Street | Berea, Ohio 44017-2308  
Phone: 216 898-8300 | Fax: 216 898-8551  
www.berea.k12.oh.us

December 21, 2010

Board of Education Members and  
Residents of Berea City School District;

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Berea City School District for the fiscal year ended June 30, 2010. This CAFR conforms to generally accepted accounting principles as applicable to governmental entities, and enables the School District to comply with the legal requirement 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 report, 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.

State statutes require the School District to be subjected to an annual examination by an independent auditor or the State Auditor's Office. For the fiscal year 2010, 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 auditor's 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**

Berea City School District is one of the 616 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The School District is an independent school district that provides education to 7,098 students in grades kindergarten through twelfth. The projected enrollment for Fiscal Year 2011 is 7005. Additionally, the School District provides preschool, after school, adult, and community education services to a large number of students and community members. The School District has 9 school buildings, ranging from 42 to 80 years of age. Berea City School District is located in northeastern Ohio, approximately twelve miles southwest of downtown Cleveland. Berea City School District includes the cities of Brook Park, Middleburg Heights, most of the City of Berea, and small portions of the cities of Olmsted Falls and Cleveland.

When first settled, Middleburg Township was one community. The first school in Middleburg Township was in Ephriam Vaughan's log house in the year 1822. In the 1830's, Middleburg Township dissolved into three distinct political entities; Berea, Brook Park and Middleburg Heights.

In 1853, a law was enacted which created a local township board of education comprised of three directors. The responsibility of these directors was to hire teachers and to maintain school property. This system was followed until 1904, when rural schools were placed under a five-member township board of education who could hire a superintendent to oversee all of the sub-districts in the township.

The School District used the name “Berea” because of the size of the city in earlier days when Brook Park and Middleburg Heights were too small to support a complete school system. Today, the Berea Public School System stands unique as the common bond between Berea, Brook Park, and Middleburg Heights.

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.

### **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 Berea City School District (the primary government) and its potential component units.

The City of Berea, City of Brook Park, City of Middleburg Heights, Cuyahoga County Public Library, and the Parent Teacher Organization have not been included in the accompanying financial statements. The boards are not appointed by the School District, nor are they fiscally dependent on the School District. Polaris Career Center, the Educational Community Foundation and the Ohio Schools’ Council Association are reported as jointly governed organizations. The School District participates in the Ohio School Boards Association Workers’ Compensation Group Rating Program, an insurance purchasing pool.

### **Economic Condition and Outlook**

The portion of the School District containing all of Brook Park and a small portion of the City of Cleveland is a commercial and industrial center, as well as being a residential community. It contains Ford Motor Company’s casting plant and two engine plants. Total employment by the three plants is approximately 800 people. Also located in this section of the School District is Cleveland Hopkins International Airport, which provides international air transportation and delivery services for the County and surrounding areas.

The portion of the School District containing all of Berea and a small portion of the City of Olmsted Falls is a commercial center and residential community. This area was a commercial center before many of the present-day Cleveland suburbs came into being and is the home of Baldwin-Wallace College.

The portion of the School District containing all of Middleburg Heights is primarily a suburban residential community that is younger than and not as developed as the other portions of the School District. In recent years this area has experienced increases in commercial development, primarily hotels and restaurants serving visitors to the area. The growth is due to its close proximity to Cleveland Hopkins International Airport and to Interstates I-71, I-80 and I-480.

## **Major Initiatives**

The Berea City School District has three main goals: accelerate student achievement, fund the future, and promote excellence with one voice. Through the use of benchmarking and data analysis, this District will work to achieve these goals.

A new elementary school is in construction for use in the 2011-2012 school year

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 Berea City Schools. In May 2000 the Ohio Supreme Court reviewed the State's efforts since 1997 and indicated the State had not met the constitutional requirements. However, the most recent effort by the Ohio Legislature and Governor during 2003 has been considered constitutional by the Ohio Supreme Court if certain additional funding requirements are met. The Supreme Court has since declared the DeRolph case closed. The state will be budgeting in the spring of 2011 and school funding will be at the forefront of the discussions.

*Primary accomplishments for 2010 were as follows:*

### ***Financial***

Successfully balanced budget for fiscal year 2010.

Received the Certificate of Excellence in Financial Reporting for the CAFR from the Government Finance Officer's Association (GFOA), for the eighteenth consecutive year.

Received the Outstanding Award in Popular Financial Reporting from the Government Finance Officer's Association (GFOA).

Received funds to construct a new elementary school building.

### ***Instruction***

Continue training of District teachers on the appropriate integration of classroom assessment practices into the instructional process in order to promote student achievement and confidence. Provide teachers with student achievement data in real time through computerized assessments and internet-based reporting systems.

Provide building-level training in differentiated instructional practices to implement at the classroom level among building principals and instructional staff focused on student learning in the areas of literacy, content area reading and mathematics.

Year three implementation of the district's Response to Intervention (RTI) model. This framework integrates assessment and intervention within a multi-level prevention system to maximize student academic achievement and to reduce behavior problems. With RTI, Berea Schools identify students at risk for poor learning outcomes, monitors student progress, provides evidence-based interventions, and adjusts the intensity and nature of those interventions depending on a student's responsiveness in order to support learning for all students.



Developed and implemented the District Technology Implementation Plan for Berea City School District Teacher 21st Century Teaching and Powerful Learning Practices - Promoting our Students to become: Critical thinkers, Problem solvers, Communicators, Collaborators, Information and technology literate, Flexible and adaptable, Innovative and creative, Globally competent and Financially literate. Phase 1 and Phase 2 dedicate a teacher presentation at the middle school and high school levels. The teacher presentation station included a 1-to-1 teacher laptop, data projector, document camera on a mobile platform. Professional development promoted the integration of technology into daily instruction to enhance the teaching and learning process through a comprehensive technology plan that incorporates an instructional coaching model focusing on using technology to enhance instruction and improve student learning.

Provide intervention for identified students to increase learning in content areas through the use of instructional strategies and assessment practices.

Through Professional Development and Collaborative Learning Cultures in the schools and other measures, these plans will be implemented to improve student performance. The District School Leadership Team is dedicated to serving the needs of Building Teams and all teachers as they plan instruction, teach assess and work to improve the achievement level of all students.

Curriculum and Instruction Improvement GOALS included and resulted in current District State of Ohio Report Card Status of Excellent and SI (delayed).

Year three implementation of Project Lead the Way Programs to including expanding Pre-Engineering Pathways and Biomedical Science programs at both high schools through a partnership with Polaris Career Center.

### ***For the Future***

Our primary focus continues to be on the educational program and the improvement of student achievement. This program serves our students, parents, and community in an effort to continuously improve. This process involves assessing current programs, identifying areas to improve, developing options, selecting the best option, and assessing the results.

### ***Specific goals for 2011 are:***

#### ***Financial***

Continue multi-year planning for capital projects, technology, and maintenance to assure limited funds are used for the best instructional use through the Permanent Improvement Coordinating Committee.

Receive the Certificate of Excellence in Financial Reporting for the School District's 2010 fiscal year for the Comprehensive Annual Financial Report on the reporting model for the ninth year.

Receive the Award of Outstanding Achievement for the District's 2010 *Citizen Financial Report*.

Complete plan of finance and transition for reconfiguration of school buildings.

## *Instruction*

To Inspire Excellence and to help students achieve dreams they never imagined possible by accelerating student achievement, funding the future and promoting excellence with one voice is the vision we are committed to in Berea City School District.

The pillars of our professional learning community will assist us in transforming our schools throughout the 21st century. Our communities of practice embrace a culture that includes valuing others, innovation, collaboration, excellence and service.

The avenues of rethinking the practices of Berea City School District and transforming our district are Science, Math, Technology and the Arts, communication, leadership, valuing diversity, global perspective as well as personal and civic responsibility.

Our goals were developed by the Berea's District Leadership Team through the Ohio Improvement Process and are aligned to the district's Race to the Top plan as well as our Comprehensive Continuous Improvement Plan. These plans will require us to reflect on our current practices and to answer the questions: How do we clarify and communicate the vision, mission, and values of our organization? How do we develop a shared understanding of our vision, mission, and goals? How do we provide opportunities for leadership that empower staff to lead and to learn? How do we provide opportunities for leadership that empower students to lead and to learn? How do we develop a framework for a sustained professional learning community that creates a collaborative process that results in both individual and organizational learning that focuses on student learning?

Essentially, rethinking our schools will require this organization to commit to improving the process of how we share, collaborate and communicate across buildings, across grade levels, and across content areas to build great teachers and leaders. This commitment must be present within our district and in the global society to share best practices in order to increase staff and student learning. The district will transform our community of practices through a dynamic framework to support a professional learning community that cultivates, supports, and sustains a culture of collaboration, communication, leadership and shared learning for all staff and students.

Berea City School District recognizes that “there is a profound gap between the knowledge and skills most students learn in school and the knowledge and skills they need in typical 21<sup>st</sup> century communities and workplaces,” as stated by the Partnership for 21<sup>st</sup> Century Skills. Berea is committed to fusing the three R’s with the four C’s: “Creativity and Innovation, Critical Thinking and Problem Solving, Communication and Collaboration,” through the infusion of 21<sup>st</sup> century skills.

The district goals and strategies are designed to create a path to realize our vision, and in doing so create a community of learners for Berea City School District; a professional learning community in action.

Our goals include, working to narrow the achievement gap for all students to assure annual growth in a pre-K to 12 model, catch-up growth for those students who are behind, increase high school graduation rates, and increase college enrollment.

Specifically, district goals include:

- Commit that all students will increase their performance in subject area by at least 5% each year, and reduce the achievement gap in each subgroup by at least 10% each year over the next four years

- Increase high school graduation rates by 5% per year over the next four years
- Reduce graduation rate gaps by 50%
- Reduce performance gaps by 50%
- Reduce the gap between the District and the highest performing districts in the state
- Increase in college and career readiness by 50%
- Increase in college enrollment for 18 and 19 year-old students by 50%

The district solution is to cultivate communities of professional learning and practice as educators develop his or her own personal learning network.

Our comprehensive goals within the professional learning community are to develop teacher and principal leaders within our district to initiate, network and build capacity for 21st century skills and new literacies; to provide multiple paths for professional networking and staff development beyond the traditional school structure locally, regionally, nationally and internationally that is sustainable; to develop curriculum projects that incorporate 21st century skills and instruction.

Our vision for widespread impact that helps our students achieve dreams they never imagined possible is a driving force behind our goals, strategies and actions. Implementing the district strategies will propel our district into a dynamic framework that cultivates, supports, and sustains a culture of collaboration, communication, leadership and learning for staff and students within our district and beyond.

### *Service to the Community*

For the 16<sup>th</sup> consecutive year, the district has published its Community Resource Directory, a project which began as part of a “needs assessment” by the District’s Volunteer Council, to determine what volunteer resources were available in our communities and what areas were still needed. This year’s Directory features nearly 150 school and community organizations that share contact information, services provided, meeting information, facilities that may be available for public use, volunteer needs, and scholarships that may be offered. In cooperation with the Cuyahoga County Library System, the Directories also include important phone numbers (“Action by Phone”), both regionally and within the three communities served, including governmental entities. Each year the District publishes approximately 1,500 Directories at no charge to the contributing organization or the users.

Through the District’s cable television channel, BCS-TV, the community is also provided with the opportunity to place free notices on the “Community Bulletin Board.” The District also features a community-based weekly talk show, “A Community of Learning,” which provides the opportunity for community partners, in addition to community groups and school staff and parents, to provide guests whose goal is to expand knowledge and provide needed information within the District.

The District has a well-established and extremely active Business Advisory Council with approximately fifty members. The overall mission of the Council is to involve members of the business community in the education of our students in a variety of ways. Some of the current areas of involvement are in teaching Junior Achievement business and economics classes to more than 2,000 District students; providing field trips for high school teachers and guidance counselors to gain a better understanding of the business world through the GOAL program, promoting student internships, and providing mock interviews to high school students, to improve their interview skills and better equip them for the business world.

In 1996, the Educational Community Foundation was established to support and enhance educational opportunities for the youth of the communities served by the Berea City School District. To achieve this purpose, the Foundation accepts, manages, and in accordance with the donor's intent, distributes donations for scholarships, educational programs, facilities, and instructional development to benefit students. The Foundation also awards a yearly endowment grant.

The District also has an ongoing partnership with Southwest General Health Center, located in Middleburg Heights, providing full-time health professionals in every school, every day, as well as providing athletic training and mental health services. The Health Center's Physician's Council has provided significant medical assistance to students unable to afford such services, as well as classroom guidance on health-related issues.

### **Awards**

***GFOA Certificate of Achievement*** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Berea City School District for its Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2009.

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.

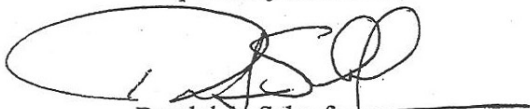
***Outstanding Achievements*** Twenty One of our teachers have completed the rigorous requirements set by the National Board for Professional Teaching Standards and achieved National Board Certification, while several additional teachers are completing the process this year.

### **Acknowledgments**

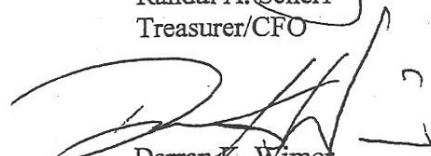
Each year we take time to recognize an individual who has contributed much to the well being of the School District. This year we would like to single out Dale Cummins, the School District's Assistant Treasurer. She has continued the tradition of quality instilled in the Berea City School District.

Finally, our thanks are extended to the Board of Education where the commitment to excellence begins.

Respectfully submitted,



Randal A. Seherf  
Treasurer/CFO



Derran K. Wimer  
Superintendent

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Berea City School District  
Ohio

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

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

**Berea City School District  
Principal Officials**

**Board of Education**

Mr. David Pusti ..... President  
Mr. David Thurau ..... Vice President  
Mr. Robert Drake ..... Member  
Mrs. Gale Patten. .... Member  
Mr. Fred Szabo ..... Member

**Treasurer**

Mr. Randal A. Scherf

**Assistant Treasurer**

Mrs. Dale A. Cummins

**Administration**

Mr. Derran Wimer ..... Superintendent  
Mr. Michael Sheppard ..... Assistant Superintendent  
Mrs. Jennie Adams ..... Director, Pupil Personnel  
Mrs. Nancy Braford ..... Director, School/Community Relations  
Mrs. Karen Frimel ..... Director, Curriculum & Instruction  
Mr. Jeffrey Grosse ..... Director, Business Services  
Mr. Kevin Jaynes ..... Director, Information Technology  
Mr. Michael Slivochka ..... Director, Personnel and Employee Relations

# RESIDENTS OF THE DISTRICT

## BOARD OF EDUCATION

**Treasurer**

Financial Department

**Superintendent**

City/County Personnel assigned to BCSD

**Assistant Superintendent**

High School Principals & Assistant Principals/Interns

Athletic Directors

Middle School Principals & Assistant Principals/Interns

Elementary Principals & Interns

**Director Business Services**

Supervisor/Assistant Supervisor Buildings & Grounds

Supervisor/Assistant Supervisor Transportation

Supervisor Nutrition Services

Coordinator Purchasing

**Director Community Relations**

Community & Adult Education Coordinator

**Director Curriculum**

Curriculum Coordinators

**Director Information Technology**

Network Manager

Supervisor Data Processing

Data Processing Analyst

**Director Personnel & Employee Relations**

**Director Pupil Services**

Principal Snow School

Psychologists

Coordinators Preschool Program Extended Care Program

**ORGANIZATIONAL CHART  
BEREA CITY SCHOOLS**

# FINANCIAL SECTION



*Cameron B.*

Grade KDG

Big Creek Elementary School

Art Instructor: Kathy Jadud





# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Berea City School District  
Cuyahoga County  
390 Fair Street  
Berea, Ohio 44017

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 Berea City School District, Cuyahoga County, Ohio, (the District), as of and for the year ended June 30, 2010, 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 Berea City School District, Cuyahoga County, Ohio, as of June 30, 2010, 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 21, 2010, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

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



**Mary Taylor, CPA**  
Auditor of State

December 21, 2010

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

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The discussion and analysis of Berea City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2010. 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, the basic financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Key financial highlights for 2010 are as follows:

- Net assets decreased \$5.0 million and revenues decreased \$1.1 million from fiscal year 2009 levels.
- Total program expenses were \$96.9 million, a \$6.3 million increase from fiscal year 2009 expenses of \$90.6 million.
- Outstanding debt increased from \$17.4 million in 2009 to \$41.7 million in 2010 due to the issue of Certificates of Participation.

**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 Berea 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 and 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 Berea City School District, the general fund is by far the most significant fund.

***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 2010?" 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.

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

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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.

The Statement of Net Assets and the Statement of Activities are represented in one type of activity; Governmental Activities. Most 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, as well as food service operations.

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

***Fund Financial Statements***

The analysis of the School District's major funds begins on page 11. 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, debt service fund and the building capital projects 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 year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual*, 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.

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

**The School District as a Whole**

Recall that the Statement of Net Assets provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net assets for 2010 compared to the two prior fiscal years:

Table 1  
 Governmental Activities  
 (In Millions)

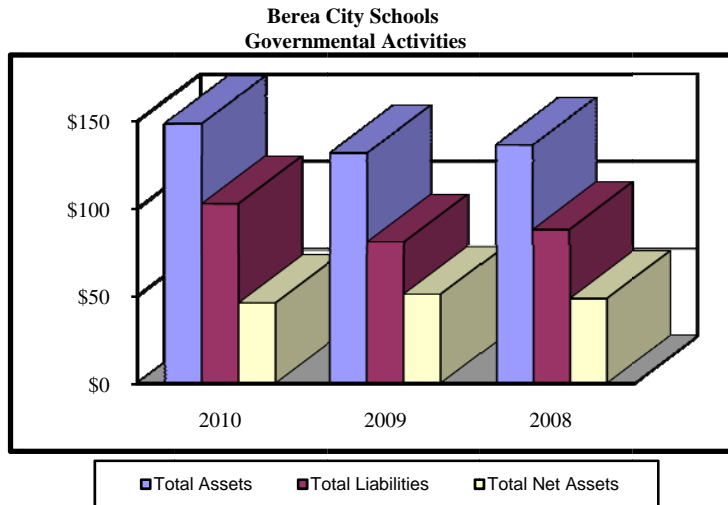
	2010	2009	2008
<b>Assets</b>			
Current and Other Assets	\$115.5	\$104.0	\$107.8
Capital Assets, Net	33.0	27.7	28.4
<i>Total Assets</i>	148.5	131.7	136.2
<b>Liabilities</b>			
Current and Other Liabilities	(60.0)	(62.7)	(67.7)
Long-Term Liabilities	(42.6)	(18.1)	(20.0)
<i>Total Liabilities</i>	(102.6)	(80.8)	(87.7)
<b>Net Assets</b>			
Invested in Capital Assets, Net of Debt	17.6	10.8	10.0
Restricted	5.1	8.4	7.7
Unrestricted	23.2	31.7	30.8
<i>Total Net Assets</i>	\$45.9	\$50.9	\$48.5

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

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Graph 1  
 Net Assets of Governmental Activities  
 (In Millions)

	2010	2009	2008
Total Assets	\$148.5	\$131.7	\$136.2
Total Liabilities	102.6	80.8	87.7
Total Net Assets	\$45.9	\$50.9	\$48.5



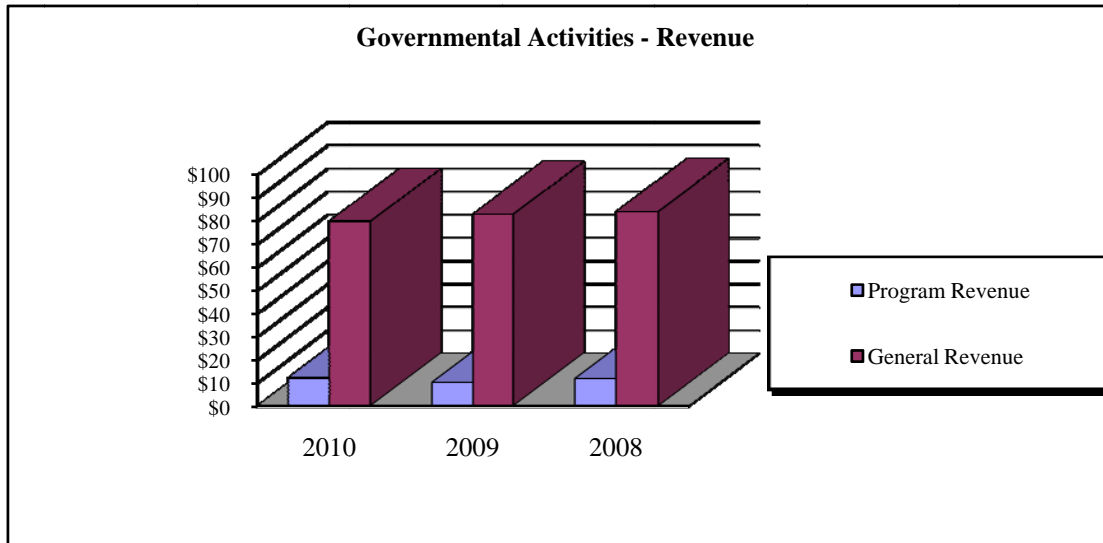
Total net assets decreased by \$5.0 million. Total liabilities were \$102.6 million, a \$21.8 million increase from fiscal year 2009. The School District is anticipating fewer taxes received due to a phase out of personal tangible property, which decreases deferred revenue. During fiscal year 2010 the School District issued \$26 million in Certificates of Participation.

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

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Graph 2  
 Revenue for Governmental Activities  
 (In Millions)

	2010	2009	2008
Program Revenue	\$12.1	\$10.1	\$11.7
General Revenue	79.8	82.9	84.0



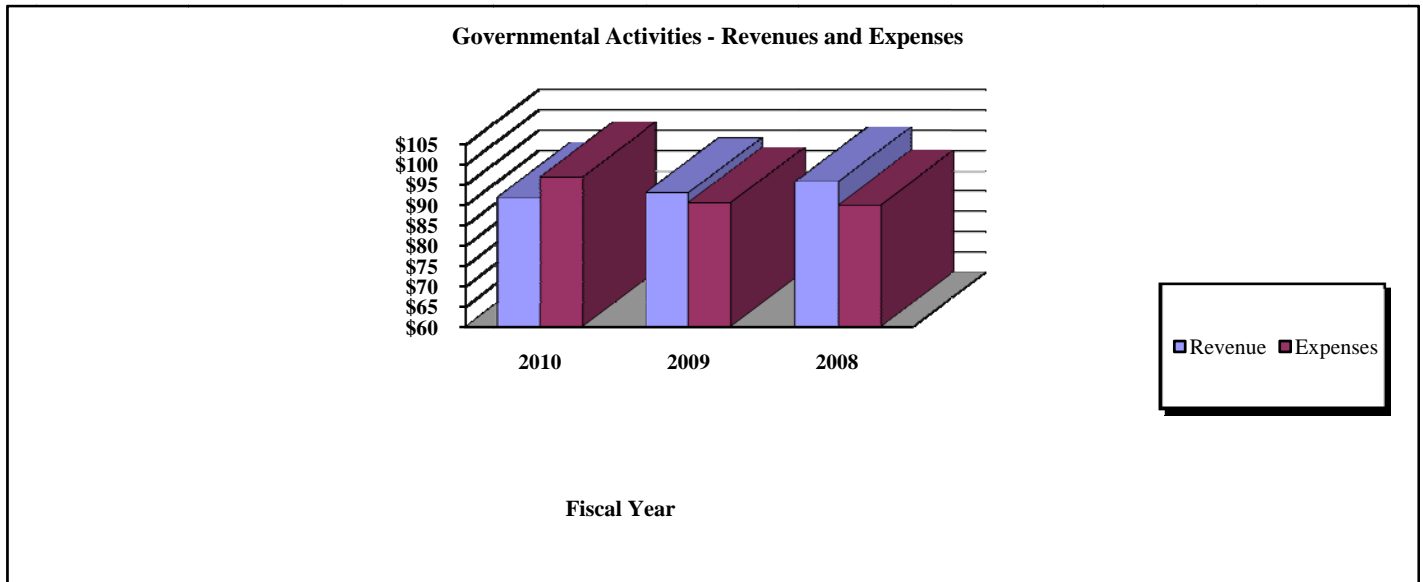
Program revenue increased \$2.0 million to \$12.1 million, due primarily to an increase in operating grants. The vast majority of revenue supporting Governmental Activities is general revenue. General revenue decreased in fiscal year 2010 to \$79.8 million from \$82.9 million in 2009. General revenue comprised 86.8 percent of total revenues. Taxes comprised \$52.3 million of general revenue in 2010, compared to \$56.4 million in 2009 and \$58.2 million in 2008.

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

Expenses increased from \$90.6 million in 2009 to \$96.9 million in 2010. The majority of the increase in 2010 was in regular instruction, primarily due to distribution of construction costs for the new elementary building.

Graph 3  
 Revenue and Expenses for Governmental Activities  
 (In Millions)

	2010	2009	2008
Revenues	\$91.9	\$93.0	\$95.7
Expenses	96.9	90.6	90.0



The decrease in revenue between 2009 and 2010 is due to the decrease in general revenues in the form of property taxes. The \$6.3 million increase in expenses is due to construction costs on the new elementary building.



**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

Table 2 shows the changes in net assets for fiscal year 2010 for Governmental Activities compared to the two prior fiscal years.

Table 2  
Change in Net Assets  
(In Millions)

<b>Revenues</b>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b><i>Program Revenues</i></b>			
Charges for Services	\$5.8	\$5.0	\$7.0
Operating Grants and Contributions	6.2	5.0	4.6
Capital Grants and Contributions	<u>0.1</u>	<u>0.1</u>	<u>0.1</u>
<b><i>Total Program Revenues</i></b>	<u>12.1</u>	<u>10.1</u>	<u>11.7</u>
<b><i>General Revenues</i></b>			
Property Taxes	52.3	56.4	58.2
Grants and Entitlements	26.0	25.4	23.2
Other	<u>1.5</u>	<u>1.1</u>	<u>2.6</u>
<b><i>Total General Revenues</i></b>	<u>79.8</u>	<u>82.9</u>	<u>84.0</u>
<b><i>Total Revenues</i></b>	<u>91.9</u>	<u>93.0</u>	<u>95.7</u>
<b><i>Expenses</i></b>			
Instruction	56.1	49.0	51.3
Support Services:			
Pupil and Instructional Staff	12.8	12.2	10.5
Board of Education, Administration, Fiscal and Business	7.3	7.6	7.5
Operation and Maintenance of Plant	7.6	8.9	7.8
Pupil Transportation	4.0	4.1	4.1
Central	2.2	2.4	2.4
Operation and Non-Instructional Services	3.4	3.9	3.9
Extracurricular Activities	1.8	1.7	1.7
Interest and Fiscal Charges	<u>1.7</u>	<u>0.8</u>	<u>0.8</u>
<b><i>Total Expenses</i></b>	<u>96.9</u>	<u>90.6</u>	<u>90.0</u>
<b><i>Change in Net Assets</i></b>	(5.0)	2.4	5.7
Net Assets Beginning of Year	<u>50.9</u>	<u>48.5</u>	<u>42.8</u>
Net Assets End of Year	<u><u>\$45.9</u></u>	<u><u>\$50.9</u></u>	<u><u>\$48.5</u></u>

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

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. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home 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 0.5 mills and the owner would still pay \$35.00.

Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to voters to maintain a constant level of service. Property taxes made up 65.5 percent of general revenues for governmental activities for Berea City School District in fiscal year 2010.

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 Cost of Program Services  
 Governmental Activities  
 (In Millions)

	2010		2009		2008	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$56.1	\$50.9	\$49.0	\$45.1	\$51.3	\$45.8
Support Services:						
Pupil and Instructional Staff	12.8	10.7	12.2	10.8	10.5	9.1
Board of Education, Administration, Fiscal and Business	7.3	7.0	7.6	7.4	7.5	7.4
Operation and Maintenance of Plant	7.6	7.5	8.9	8.8	7.8	7.6
Pupil Transportation	4.0	3.8	4.1	4.0	4.1	4.1
Central	2.2	2.2	2.4	2.3	2.4	2.3
Operation of Non-Instructional Services	3.4	(0.4)	3.9	(0.1)	3.9	0.0
Extracurricular Activities	1.8	1.4	1.7	1.4	1.7	1.2
Interest and Fiscal Charges	1.7	1.7	0.8	0.8	0.8	0.8
<b>Total</b>	<b>\$96.9</b>	<b>\$84.8</b>	<b>\$90.6</b>	<b>\$80.5</b>	<b>\$90.0</b>	<b>\$78.3</b>

The dependence upon general tax revenues for governmental activities is apparent. Over 90.7 percent of instruction activities are supported through taxes and other general revenues; for all governmental activities general revenue support is 87.5 percent as shown in Table 3. The community, as a whole, is by far the primary support for Berea City School District students.

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

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

Information about the School District's governmental funds starts on page 18. These funds are accounted for using the modified accrual basis of accounting. Governmental funds have total revenues of \$92.6 million and expenditures of \$102 million. The net change in the governmental funds fund balance for the year was most significant in the building fund, where the fund balance increased from a fund balance of \$(128,750) to a fund balance of \$17.8 million. This change is due to the Certificates of Participation issued for the building of the new elementary building. The net change in the Debt Service Fund is an increase of \$280,782 due to transfers in received from the General Fund. The net change in the General fund is a decrease of \$2.6 million due mainly to a decrease in property taxes received and transfers to the Debt Service fund to pay for debt obligations.

***General Fund Budgeting Highlights***

The School District's budget is prepared according to Ohio law as disclosed in Note 5 and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal 2010 the School District amended its general fund budget numerous times. The School District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management.

For the general fund, final budget basis revenue was \$80.2 million, which was above original budget estimates of \$55.2 million. Of this \$25 million difference, taxes were increased by \$15.4 million, and intergovernmental was \$8.1 million above original estimates due to conservative original estimates.

Total final estimated expenditures on the budget basis (cash outlays plus encumbrances) were \$84.8 million, \$4.6 million above revenues.

***Capital Assets and Debt Administration***

**Capital Assets**

At the end of fiscal 2010 the School District had \$33.0 million invested in land, buildings, equipment and vehicles.

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Table 4 shows fiscal 2010 balances compared to the prior two fiscal years:

Table 4  
 Capital Assets at June 30  
 (Net of Depreciation - In Millions)

	2010	2009	2008
Land and Improvements	\$2.6	\$2.7	\$2.7
Buildings and Improvements	21.4	22.5	23.5
Furniture and Equipment	1.0	1.1	0.9
Vehicles	1.6	1.4	1.3
Construction in Progress	6.4	0.0	0.0
Total	\$33.0	\$27.7	\$28.4

The increase of \$5.3 million in capital assets in 2010, is due to bringing on construction in progress from the building of a new elementary school. The School District continued its ongoing commitment to maintaining and improving its capital assets. For more information refer to Note 8 to the basic financial statements.

Senate Bill No. 345 made certain amendments to the textbook and capital reserve set-aside requirements, effective July 1, 2001. The reserves are calculated by multiplying a percentage of the preceding years' formula amount by the School District's preceding years' student population. For fiscal year 2010, the set-aside requirements amounted to \$1.2 million for each set aside. For fiscal year 2009 the School District had deferred a portion, \$389,213 for capital improvements. Thus the required amount increased for 2010 by the deferred amount plus the \$1.2 million requirement. For 2010, \$229,621 for capital improvements have not yet been met and appear as a reservation of fund balance.

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
*Unaudited*

**Debt**

At June 30, 2010 the School District had \$13.4 million in bonds, \$1.3 million due within one year.

Table 5 summarizes bonds, certificate of participation, and notes outstanding for the past three years:

Table 5  
 Outstanding Debt at June 30  
 Governmental Activities  
 (In Millions)

	2010	2009	2008
2003 School Improvement Refunding Bonds	\$ 6.6	\$ 7.4	\$ 8.1
2005 Bus Acquisition/Energy Bonds	0.5	0.6	0.7
2006 Bus/Motor Vehicle Acquisition Bonds	0.4	0.5	0.6
2007 Energy Conservation Bonds	5.8	6.1	6.4
2007 Various Purpose Bonds	0.1	0.2	0.2
<b>Total General Obligation Bonds</b>	<b>13.4</b>	<b>14.8</b>	<b>16.0</b>
2009 Certificates of Participation	26.0	0.0	0.0
2008 Tax Anticipation Notes	2.4	2.6	2.9
<b>Total Bonds, Certificate of Participation and Notes</b>	<b>\$41.8</b>	<b>\$17.4</b>	<b>\$18.9</b>

In 1993 the School District passed a 1.0 mill bond issue, providing \$14.6 million for facility improvements including community facilities for each high school, library expansions and improvements in most buildings and other improvements. On March 1, 2003 the School District issued \$9.2 million in general obligation bonds to refund \$9,205,000 of the 1993 School Improvement Bonds. On July 1, 2004 the School District issued \$.7 million in bus acquisition and \$.3 million in energy conservation bonds. On August 30, 2005 the School District issued \$.7 million in bus acquisition and motor vehicle acquisition bonds. On December 6, 2006 the School District issued \$.3 million in maintenance vehicle acquisition bonds. On June 7, 2007 the School District issued \$6.4 million in energy conservation improvement bonds. On August 29, 2007 the School District issued \$2.9 million in tax anticipation notes for capital improvements. On November 4, 2009 the School District issued Certificates of Participation in the amount of \$26 million at a net interest rate of 4.7 percent for the purpose of building a new elementary building. This lease purchase agreement will mature in October of 2039.

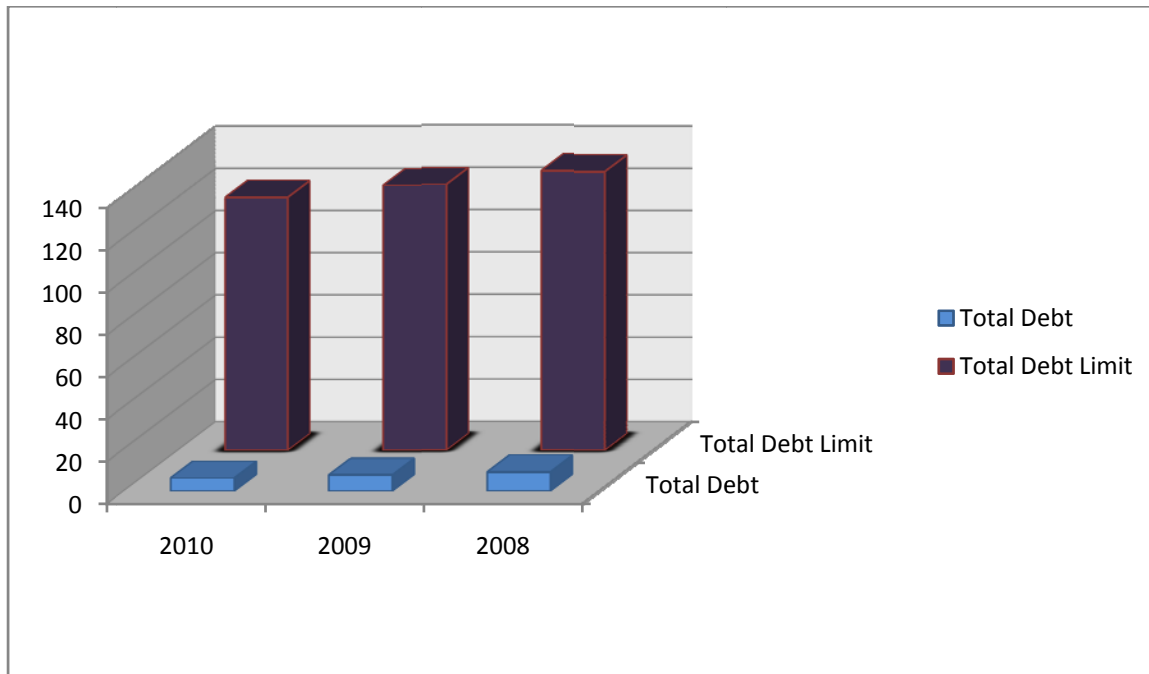
At June 30, 2010, the School District's overall legal debt margin was \$119.9 million with an unvoted debt margin of \$1.4 million. The debt is well within permissible limits. The School District maintains an A-1 bond rating. For more information refer to Notes 17 and 18 to the basic financial statements.

**Berea City School District**  
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*Unaudited*

Graph 4  
 Debt and Debt Limit at June 30  
 (In Millions)

	2010	2009	2008
Total Debt Applicable to Limit	\$6.3	\$7.7	\$9.1
Total Debt Limit (1)	119.9	125.6	132.1

(1) Debt limit is 9% of assessed value for debt and 0.1% of unvoted debt. The School District has no unvoted debt.



**Current Financial Related Activities**

Berea City School District shares the same issues each school district in Ohio faces. As the preceding information shows, the School District heavily depends on its property taxpayers.

The Berea City School District passed a 5.25 mill levy in May 2006. This levy will stabilize the School District's finances for the next few years. Management will continue to monitor the financial plan.

Declining tax collections further challenges this plan. HB66 has put a short stay on the personal property tax base. This decline due to decreasing personal property business taxes mean reduced tax revenues in future years. With its largest source of revenues decreasing, the School District must seek additional tax revenues to continue current operations. However, the School District cannot look to the State of Ohio for increased revenue.

**Berea City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2010*  
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On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding plan is unconstitutional.

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

This scenario requires management to plan prudently to provide the resources to meet student needs over the next several years.

Berea 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 1991. The School District was one of the first School Districts in the nation to receive the GFOA Certificate of Achievement for its 1999 Comprehensive Annual Financial Report using the new financial reporting model. This report represents the twelfth report using this new financial reporting model.

In addition, the School District's system of budgeting and internal controls is well regarded.

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

This financial report is designed to provide our citizen's, 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 questions about this report or need additional financial information contact Randy Scherf, Treasurer at Berea City School District, 390 Fair Street, Berea, Ohio 44017. Or e-mail at [rscherf@berea.k12.oh.us](mailto:rscherf@berea.k12.oh.us).

**Berea City School District***Statement of Net Assets**June 30, 2010*

	<u>Governmental Activities</u>
<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$55,004,182
Cash and Cash Equivalents	
With Escrow Agents	197,809
Accounts Receivable	46,245
Intergovernmental Receivable	7,029,367
Prepaid Items	18,335
Inventory Held for Resale	21,960
Materials and Supplies	
Inventory	179,753
Taxes Receivable	52,308,525
Deferred Charges	744,467
Nondepreciable Capital Assets	7,304,338
Depreciable Capital Assets, Net	<u>25,698,000</u>
<i>Total Assets</i>	<u>148,552,981</u>
<b>Liabilities</b>	
Accounts Payable	1,325,214
Contracts Payable	2,263,266
Accrued Wages	5,691,837
Matured Compensated Absences Payable	567,698
Retainage Payable	353,442
Intergovernmental Payable	2,954,616
Deferred Revenue	43,070,990
Accrued Interest Payable	431,763
Notes Payable	2,368,372
Claims Payable	1,038,584
Long-Term Liabilities:	
Due Within One Year	1,962,913
Due Within More Than One Year	<u>40,613,600</u>
<i>Total Liabilities</i>	<u>102,642,295</u>
<b>Net Assets</b>	
Invested in Capital Assets, Net of Related Debt	17,647,068
Restricted for:	
Debt Service	2,850,111
Set Asides	229,621
Public School Support	180,745
District Managed Student Activity	107,506
Locally Funded Programs	844,013
State Funded Programs	67,198
Federal Funded Programs	792,075
Unclaimed Monies	18,918
Unrestricted	<u>23,173,431</u>
<i>Total Net Assets</i>	<u><u>\$45,910,686</u></u>

See accompanying notes to the basic financial statements



**Berea City School District**  
*Statement of Activities*  
For the Fiscal Year Ended June 30, 2010

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
<b>Governmental Activities</b>					
Instruction:					
Regular	\$45,065,039	\$1,094,550	\$809,913	\$0	(\$43,160,576)
Special	10,038,403	1,549,202	1,537,002	0	(6,952,199)
Vocational	825,472	0	0	0	(825,472)
Adult/Continuing	227,267	232,937	108	0	5,778
Support Services:					
Pupil	5,264,854	2,999	968,944	0	(4,292,911)
Instructional Staff	7,503,450	184,976	859,369	0	(6,459,105)
Board of Education	40,655	0	0	0	(40,655)
Administration	4,847,968	0	89,783	0	(4,758,185)
Fiscal	1,644,105	0	0	0	(1,644,105)
Business	732,957	107,659	5,803	0	(619,495)
Operation and Maintenance of Plant	7,582,239	122,319	4,082	0	(7,455,838)
Pupil Transportation	4,039,473	74,205	189,203	0	(3,776,065)
Central	2,203,808	0	12,959	25,149	(2,165,700)
Operation of Non-Instructional					
Services	3,409,255	2,172,752	1,626,109	0	389,606
Extracurricular Activities	1,793,990	270,030	149,800	0	(1,374,160)
Interest and Fiscal Charges	1,721,024	0	0	0	(1,721,024)
<i>Total Governmental Activities</i>	<u>\$96,939,959</u>	<u>\$5,811,629</u>	<u>\$6,253,075</u>	<u>\$25,149</u>	<u>(84,850,106)</u>

**General Revenues**

Property Taxes Levied for:

General Purposes	49,940,417
Debt Service	1,068,671
Capital Outlay	1,294,683
Grants and Entitlements not Restricted to Specific Programs	26,020,444
Investment Earnings	307,078
Miscellaneous	1,248,683

*Total General Revenues* 79,879,976

Change in Net Assets (4,970,130)

*Net Assets Beginning of Year* 50,880,816

*Net Assets End of Year* \$45,910,686

See accompanying notes to the basic financial statements

**Berea City School District**  
*Balance Sheet*  
*Governmental Funds*  
6/30/20010

	General	Debt Service	Building Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$25,039,470	\$3,317,022	\$20,220,243	\$4,689,966	\$53,266,701
Cash and Cash Equivalents					
With Escrow Agents	0	0	197,809	0	197,809
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	229,621	0	0	0	229,621
Receivables:					
Accounts Receivable	46,245	0	0	0	46,245
Intergovernmental Receivable	5,930,313	0	0	1,099,054	7,029,367
Prepaid Items	18,335	0	0	0	18,335
Interfund Receivable	415,837	0	0	0	415,837
Inventory Held for Resale	0	0	0	21,960	21,960
Materials and Supplies Inventory	165,515	0	0	14,238	179,753
Taxes Receivable	49,980,347	1,053,572	0	1,274,606	52,308,525
<i>Total Assets</i>	<u>\$81,825,683</u>	<u>\$4,370,594</u>	<u>\$20,418,052</u>	<u>\$7,099,824</u>	<u>\$113,714,153</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable	\$524,118	\$0	\$0	\$527,945	\$1,052,063
Contracts Payable	0	0	2,205,818	57,448	2,263,266
Accrued Wages	5,354,797	0	0	337,040	5,691,837
Matured Compensated Absences Payable	540,320	0	0	27,378	567,698
Retainage Payable	0	0	353,442	0	353,442
Interfund Payable	0	0	0	415,837	415,837
Intergovernmental Payable	2,697,558	0	0	257,058	2,954,616
Deferred Revenue	43,522,627	884,523	0	1,998,581	46,405,731
Accrued Interest Payable	0	0	0	8,121	8,121
Notes Payable	0	0	0	2,368,372	2,368,372
<i>Total Liabilities</i>	<u>52,639,420</u>	<u>884,523</u>	<u>2,559,260</u>	<u>5,997,780</u>	<u>62,080,983</u>
<b>Fund Balances</b>					
Reserved for Encumbrances	861,862	0	4,188,245	640,496	5,690,603
Reserved for Capital Improvements	229,621	0	0	0	229,621
Reserved for Unclaimed Monies	18,918	0	0	0	18,918
Reserved for Property Taxes	7,234,372	168,762	0	181,954	7,585,088
Unreserved, Undesignated, Reported in:					
General Fund	20,841,490	0	0	0	20,841,490
Special Revenue Funds	0	0	0	632,486	632,486
Debt Service Fund	0	3,317,309	0	0	3,317,309
Capital Projects Funds (Deficit)	0	0	13,670,547	(352,892)	13,317,655
<i>Total Fund Balances</i>	<u>29,186,263</u>	<u>3,486,071</u>	<u>17,858,792</u>	<u>1,102,044</u>	<u>51,633,170</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$81,825,683</u>	<u>\$4,370,594</u>	<u>\$20,418,052</u>	<u>\$7,099,824</u>	<u>\$113,714,153</u>

See accompanying notes to the basic financial statements

**Berea City School District**  
*Reconciliation of Total Governmental Fund Balances to  
 Net Assets of Governmental Activities  
 June 30, 2010*

<b>Total Governmental Fund Balances</b>		\$51,633,170
 <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.		33,002,338
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Taxes	1,628,553	
Intergovernmental	906,534	
Tuition and Fees	798,028	
Rental	1,626	
Total		3,334,741
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.		196,125
Bond issuance costs will be amortized over the life of the bonds on the statement on net assets.		744,467
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(423,642)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Certificates of Participation	(26,000,000)	
Discount on Certificates of Participation	393,677	
Premium on Certificates of Participation	(123,220)	
General Obligation Bonds	(13,280,000)	
Premium on Bonds	(125,332)	
Gain on Refunding	(67,810)	
Compensated Absences	(3,373,828)	
Total		(42,576,513)
<i>Net Assets of Governmental Activities</i>		\$45,910,686

See accompanying notes to the basic financial statements

**Berea City School District**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Fiscal Year Ended June 30, 2010*

	General	Debt Service	Building	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Taxes	\$50,155,024	\$1,069,069	\$0	\$1,300,352	\$52,524,445
Intergovernmental	25,153,429	127,856	0	7,042,595	32,323,880
Interest	134,195	0	171,701	1,182	307,078
Tuition and Fees	2,858,763	0	0	1,144,793	4,003,556
Extracurricular Activities	0	0	0	526,446	526,446
Rentals	122,822	0	0	0	122,822
Charges for Services	23,301	0	0	1,294,624	1,317,925
Contributions and Donations	1,529	0	0	233,196	234,725
Miscellaneous	1,165,753	0	0	82,930	1,248,683
<i>Total Revenues</i>	<u>79,614,816</u>	<u>1,196,925</u>	<u>171,701</u>	<u>11,626,118</u>	<u>92,609,560</u>
<b>Expenditures</b>					
Current:					
Instruction:					
Regular	37,585,003	0	0	847,680	38,432,683
Special	8,549,490	0	0	1,762,932	10,312,422
Vocational	843,469	0	0	0	843,469
Adult/Continuing	0	0	0	235,330	235,330
Support Services:					
Pupil	4,437,711	0	0	935,017	5,372,728
Instructional Staff	6,960,436	0	0	1,243,520	8,203,956
Board of Education	40,655	0	0	0	40,655
Administration	4,764,887	0	0	94,172	4,859,059
Fiscal	1,693,464	0	0	0	1,693,464
Business	739,843	0	0	6,364	746,207
Operation and Maintenance of Plant	8,081,667	0	0	8,827	8,090,494
Pupil Transportation	3,852,825	0	0	259,356	4,112,181
Central	2,736,219	0	0	15,390	2,751,609
Operation of Non-Instructional Services	29,061	0	0	3,712,691	3,741,752
Extracurricular Activities	1,341,133	0	0	491,431	1,832,564
Capital Outlay	0	0	6,681,850	961,555	7,643,405
Debt Service:					
Principal Retirement	0	1,050,000	0	225,000	1,275,000
Interest and Fiscal Charges	0	565,741	604,782	153,982	1,324,505
Certificates of Participation Issuance Cost	0	0	490,946	0	490,946
<i>Total Expenditures</i>	<u>81,655,863</u>	<u>1,615,741</u>	<u>7,777,578</u>	<u>10,953,247</u>	<u>102,002,429</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,041,047)</u>	<u>(418,816)</u>	<u>(7,605,877)</u>	<u>672,871</u>	<u>(9,392,869)</u>
<b>Other Financing Sources (Uses)</b>					
Certificates of Participation Issued	0	0	26,000,000	0	26,000,000
Discount on Certificates of Participation	0	0	(406,581)	0	(406,581)
Premium on Certificates of Participation	0	127,260	0	0	127,260
Transfers In	0	572,338	0	0	572,338
Transfers Out	(572,338)	0	0	0	(572,338)
<i>Total Other Financing Sources (Uses)</i>	<u>(572,338)</u>	<u>699,598</u>	<u>25,593,419</u>	<u>0</u>	<u>25,720,679</u>
<i>Net Change in Fund Balances</i>	<u>(2,613,385)</u>	<u>280,782</u>	<u>17,987,542</u>	<u>672,871</u>	<u>16,327,810</u>
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>31,799,648</u>	<u>3,205,289</u>	<u>(128,750)</u>	<u>429,173</u>	<u>35,305,360</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$29,186,263</u>	<u>\$3,486,071</u>	<u>\$17,858,792</u>	<u>\$1,102,044</u>	<u>\$51,633,170</u>

See accompanying notes to the basic financial statements

**Berea 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, 2010*

**Net Change in Fund Balances - Total Governmental Funds** \$16,327,810

*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 net assets, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded which capital outlay exceeded depreciation in the current period

Capital Asset Additions	7,001,243	
Current Year Depreciation	(1,440,391)	
Total		5,560,852

Governmental funds only report the disposal of capital assets to the extent proceeds are revealed from the sale. In the statement of activities, a gain or loss is reported for each disposal. (308,292)

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

Taxes	(220,674)	
Accounts	28,279	
Intergovernmental	(259,937)	
Total		(452,332)

Other financing sources in the governmental funds increased long-term liabilities in the statement of net assets. Governmental funds report the effect of premiums when the debt is first issued; however, these amounts are deferred and amortized on the statement of activities

Discount on Certificate of Participation	406,581	
Premium on Bonds	(127,260)	
		279,321

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 1,275,000

Bond Issuance costs will be amortized over the life of the bonds on the statement of activities. 490,946

In the statement of activities, interest is accrued on outstanding bonds, and bond issuance costs, bond premium, and gain on refunding are amortized over the life of the bonds. In governmental funds an interest expenditure is reported when due

Certificates of Participation	(26,000,000)	
Accrued Interest	(360,297)	
Amortization of Bond Premium	17,588	
Amortization of Bond Issuance Costs	(49,654)	
Amortization on Discount	(12,904)	
Amortization of Gain on Refunding	8,748	
Total		(26,396,519)

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

Compensated Absences Payable		(76,841)
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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. (1,670,075)

*Change in Net Assets of Governmental Activities* (1,670,075)  
(\$4,970,130)

**Berea City School District**  
*Statement of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>				
Taxes	\$34,162,321	\$49,575,951	\$48,763,113	(\$812,838)
Intergovernmental	18,076,879	26,232,950	25,802,839	(430,111)
Interest	94,014	136,432	134,195	(2,237)
Tuition and Fees	1,931,192	2,904,671	2,853,335	(51,336)
Rentals	86,699	125,817	123,754	(2,063)
Charges for Services	16,325	23,690	23,302	(388)
Contributions and Donations	1,071	1,554	1,529	(25)
Miscellaneous	821,990	1,193,070	1,173,500	(19,570)
<i>Total Revenues</i>	<u>55,190,491</u>	<u>80,194,135</u>	<u>78,875,567</u>	<u>(1,318,568)</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	36,709,456	38,082,564	38,025,959	56,605
Special	8,251,302	8,442,638	8,439,579	3,059
Vocational	905,067	912,359	910,438	1,921
Support Services:				
Pupil	4,694,586	4,738,336	4,724,557	13,779
Instructional Staff	7,019,125	6,978,257	6,959,556	18,701
Board of Education	39,430	41,070	40,655	415
Administration	4,871,251	4,978,967	4,977,556	1,411
Fiscal	1,692,572	1,746,921	1,746,256	665
Business	1,134,452	1,050,572	1,016,390	34,182
Operation and Maintenance of Plant	9,910,595	9,401,877	9,393,513	8,364
Pupil Transportation	3,792,372	3,921,490	3,920,924	566
Central	3,042,224	3,038,664	3,037,396	1,268
Operation of Non-Instructional Services	28,821	30,019	29,061	958
Extracurricular Activities	1,364,710	1,421,490	1,356,676	64,814
<i>Total Expenditures</i>	<u>83,455,963</u>	<u>84,785,224</u>	<u>84,578,516</u>	<u>206,708</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(\$28,265,472)</u>	<u>(\$4,591,089)</u>	<u>(\$5,702,949)</u>	<u>(\$1,111,860)</u>

(continued)

**Berea City School District**  
*Statement of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP) and Actual  
 General Fund (continued)  
 For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
<b>Other Financing Sources (Uses)</b>				
Advances In	\$475,953	\$690,698	\$679,372	(\$11,326)
Advances Out	(399,227)	(663,489)	(663,489)	0
Transfers Out	(787,236)	(572,338)	(572,338)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(710,510)</u>	<u>(545,129)</u>	<u>(556,455)</u>	<u>(11,326)</u>
<i>Net Change in Fund Balance</i>	(28,975,982)	(5,136,218)	(6,259,404)	(1,123,186)
<i>Fund Balance Beginning of Year</i>	26,774,292	26,774,292	26,774,292	0
Prior Year Encumbrances Appropriated	2,066,366	2,066,366	2,066,366	0
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$135,324)</u>	<u>\$23,704,440</u>	<u>\$22,581,254</u>	<u>(\$1,123,186)</u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
*Statement of Fund Net Assets*  
*Internal Service Fund*  
*June 30, 2010*

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	Governmental Activity - Internal Service Fund
<b>Assets</b>	
Current Assets:	
Equity in Pooled Cash and Cash Equivalents	<u>\$1,507,860</u>
<b>Liabilities</b>	
Current Liabilities:	
Accounts Payable	273,151
Claims Payable	<u>1,038,584</u>
<i>Total Liabilities</i>	<u>1,311,735</u>
<b>Net Assets</b>	
Unrestricted	<u><u>\$196,125</u></u>

See accompanying notes to the basic financial statements



**Berea City School District**  
*Statement of Revenues,  
Expenses and Changes in Fund Net Assets  
Internal Service Fund  
For the Fiscal Year Ended June 30, 2010*

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	Governmental Activity - Internal Service Fund
<b>Operating Revenues</b>	
Charges for Services	\$13,246,387
<b>Operating Expenses</b>	
Purchased Services	1,497,575
Claims	13,418,887
<i>Total Operating Expenses</i>	14,916,462
<i>Change in Net Assets</i>	(1,670,075)
<i>Net Assets Beginning of Year</i>	1,866,200
<i>Net Assets End of Year</i>	\$196,125

See accompanying notes to the basic financial statements

**Berea City School District**  
*Statement of Cash Flows*  
*Internal Service Fund*  
For the Fiscal Year Ended June 30, 2010

	Governmental Activity - Internal Service Fund
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	
<b>Cash Flows from Operating Activities</b>	
Cash Received from Interfund Services	\$13,246,387
Cash Payments for Goods and Services	(1,324,917)
Cash Payments for Claims	(13,520,428)
<i>Net Decrease in Cash and Cash Equivalents</i>	(1,598,958)
<i>Cash and Cash Equivalents Beginning of Year</i>	3,106,818
<i>Cash and Cash Equivalents End of Year</i>	\$1,507,860
	(continued)

**Berea City School District**  
*Statement of Cash Flows*  
*Internal Service Fund (continued)*  
*For the Fiscal Year Ended June 30, 2010*

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	Governmental Activity - Internal Service Fund
<b>Reconciliation of Operating Loss to Net Cash Used for Operating Activities</b>	
Operating Loss	(\$1,670,075)
Increase (Decrease) in Liabilities:	
Accounts Payable	172,658
Claims Payable	<u>(101,541)</u>
<i>Net Cash Used for by Operating Activities</i>	<u><u>(\$1,598,958)</u></u>

See accompanying notes to the basic financial statements

**Berea City School District**  
*Statement of Fiduciary Net Assets*  
*Fiduciary Funds*  
*June 30, 2010*

	Private Purpose Trust	
	Scholarship	Agency
<b>Assets</b>		
Equity in Pooled Cash and Cash Equivalents	\$14,031	\$135,450
<b>Liabilities</b>		
Undistributed Monies	0	\$25,692
Due to Students	0	109,758
<i>Total Liabilities</i>	0	\$135,450
<b>Net Assets</b>		
Held in Trust for Scholarships	14,031	
<i>Total Net Assets</i>	\$14,031	

See accompanying notes to the basic financial statements

**Berea City School District**  
*Statement of Changes in Fiduciary Net Assets*  
*Private Purpose Trust Fund*  
*For the Fiscal Year Ended June 30, 2010*

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	<u>Scholarship</u>
<b>Additions</b>	
Interest	\$20
<b>Deductions</b>	
Scholarships Awarded	0
<i>Change in Net Assets</i>	20
<i>Net Assets Beginning of Year</i>	14,011
<i>Net Assets End of Year</i>	\$14,031

See accompanying notes to the basic financial statements

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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**Note 1 - Description of the School District and Reporting Entity**

Berea City School District is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The School District operates under a locally-elected five-member Board form of government and provides educational services as mandated by the State and federal agencies. This Board of Education controls the School District's eleven instructional/support facilities staffed by 396 classified employees, 528 certificated full-time personnel, and 51 administrators who provide services to 7,098 students and other community members.

***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 are not misleading. The primary government of the School District consists of all funds, departments, boards and agencies that are not legally separate from the School District. For Berea City School District, this includes general operations, food service, preschool, community services, and student related activities of the School District. The following activity is also included within the reporting entity.

***Nonpublic Schools*** Within the School District boundaries, St. Mary's, St. Bartholomew's and St. Adalbert are operated through the Catholic diocese. Scribes and Scribblers, Lewis Little Folks and Family Life Center are also within School District boundaries. Current State legislation provides funding to these nonpublic schools. These monies are received and disbursed by the School District on behalf of the nonpublic schools by the Treasurer of the School District, as directed by the nonpublic schools. These transactions are reported as a governmental activity of the School District.

Component units are legally separate organizations for which the School District is financially accountable. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves their budget, the issuance of their debt or the levying of their 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 Berea, Middleburg Heights and Brook Park*** The city governments of Berea, Middleburg Heights and Brook Park are separate bodies politic and corporate. An elected mayor and council administer the provision of traditional city services. Council acts as the taxing and budgeting authority.

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

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

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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The School District participates in three jointly governed organizations and one public entity risk pool. These organizations are presented in Note 19 to the financial statements. These organizations are:

Jointly Governed Organizations:

Polaris Career Center  
Educational Community Foundation  
Ohio Schools' Council Association

Public Entity Risk Pool:

Ohio School Boards Association Workers' Compensation Group Rating Program

**Note 2 - Summary of Significant Accounting Policies**

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

**A. Fund Accounting**

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

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

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

**Debt Service Fund** The debt service fund is used to account for the accumulation of resources received from property taxes for the payment of school improvement general obligation bond, principal, interest and related costs.

**Building Fund** The building fund accounts for revenues to be used for various capital improvements within the School District.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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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 focus on the determination of operating income, changes in net assets, financial position and cash flows and are classified as either enterprise or internal service. The School District only has an internal service fund.

***Internal Service Fund*** This fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District, or to other governments, on a cost reimbursement basis. The only internal service fund of the School District accounts for a self-insurance program which provides medical, dental and vision benefits to employees.

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

***B. 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. Internal service fund activity 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. The School District does not have any business-type activities.

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

***Fund Financial Statements*** During the fiscal 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 fiduciary fund is reported by type.



**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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

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

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

**C. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences between 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, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the 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.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: property taxes available as an advance, interest, tuition, grants, 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, 2010, but which were levied to finance fiscal year 2011 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.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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

***D. Cash and Cash Equivalents***

Cash received by the School District is pooled for investment purposes. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements. The School District also utilizes an escrow agent to hold retainage on construction contracts. The balances in these accounts are presented on the financial statements as "cash and cash equivalents with escrow agents" and represents deposits or short-term investments in certificates of deposit.

Investments are reported at fair value which is based on quoted market prices.

Berea City School District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2010. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2010.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the building capital fund during fiscal year 2010 amounted to \$171,701 which includes \$113,282 assigned from other School District funds.

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

***E. Restricted Assets***

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws of other governments, or imposed by law through constitutional provisions or enabling legislation. Restricted assets in the General Fund include amounts required by State statute to be set aside for capital improvements. See Note 20 for additional information regarding set-asides.

***F. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond June 30, 2010, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

***G. Inventory***

Inventories are presented at cost on a first-in, first-out basis and are expensed/expended when used.

Inventories consist of donated food, purchased food and school supplies held for resale and materials and supplies held for consumption.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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**H. Bond Issuance Costs**

On the government-wide financial statements, bond issuance costs are deferred and amortized over the term of the applicable bonds using the straight line method. On the governmental financial statements, issuance costs are reported as an expenditure in the fiscal year in which the bonds are issued. Bond issuance costs are generally paid from the bond proceeds.

**I. Bond Premiums and Discounts**

On the government-wide financial statements, bond premiums and discounts 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. On the government-wide financial statements, bond discounts are presented as a decrease of the face amount of the general obligation bonds payable. On the fund financial statements, bond discounts are expended in the year the bonds are issued.

**J. Gain on Refunding**

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain on refunding, is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old or new debt, whichever is shorter.

**K. Capital Assets**

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

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 five 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. Interest incurred during the construction of capital assets is also capitalized.

All reported capital assets except land 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
Land Improvements	30 years
Buildings and Improvements	10 - 50 years
Furniture and Equipment	5 - 12 years
Vehicles	10 years

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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***L. Interfund Balances***

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

***M. Compensated Absences***

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

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

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

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 or funds from which the employees who have accumulated the leave are paid.

***N. Accrued Liabilities and Long-term Obligations***

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

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

***O. Fund Balance Reserves***

The School District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, capital improvements, unclaimed monies and property taxes.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. Under Ohio law, unclaimed money must be held for five years before it becomes available for appropriation. Money not yet held for the five year period is presented as reserved. The reserve for capital improvements represents money required to be set-aside by State statute for the purchase of capital improvements.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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***P. Net Assets***

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

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

***Q. Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are 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. Revenues and expenses not meeting this definition are reported as non-operating.

***R. Internal Activity***

Transfers within governmental activities are eliminated on the Statement of Activities. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund services provided and used are not.

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.

***S. 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.

***T. Estimates***

The preparation of the 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.

***U. 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 function level in the general fund and the fund level for all other funds. The Treasurer has been given the authority to allocate appropriations to the function level in the general fund and the fund level for all other funds.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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

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

**Note 3 – Changes in Accounting Principles**

For fiscal year 2010, the School District has implemented Governmental Accounting Standard Board (GASB) Statement No. 51, “Accounting and Reporting for Intangible Assets”, Statement No. 53, “Accounting and Financial Reporting for Derivative Instruments”, Statement No. 57, “OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans”, and Statement No. 58, “Accounting and Financial Reporting for Chapter 9 Bankruptcies”.

GASB Statement No. 51 establishes accounting and financial reporting requirements for intangible assets to reduce inconsistencies thereby enhancing the comparability of accounting and financial reporting of such assets among state and local governments. The implementation of this statement did not result in any change to the School District’s financial statements.

GASB Statement No. 53 enhances the usefulness and comparability of derivative instrument information reported by state and local governments. This Statement provides a comprehensive framework for the measurement, recognition, and disclosure of derivative instrument transactions. The implementation of this statement did not result in any change to the School District’s financial statements.

GASB Statement No. 57 addresses issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans (that is, agent employers). The requirements in this Statement will allow more agent employers to use the alternative measurement method to produce actuarially based information for purposes of financial reporting and clarify that OPEB measures reported by agent multiple-employer OPEB plans and their participating employers should be determined at the same minimum frequency and as of a common date to improve the consistency of reporting with regard to funded status and funding progress information. The implementation of this statement did not result in any change in the School District’s financial statements.

GASB Statement No. 58 provides accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. The requirements in this Statement will provide more consistent recognition, measurement, display, and disclosure guidance for governments that file for Chapter 9 bankruptcy. The implementation of this statement did not result in any change in the School District’s financial statements.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
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**Note 4 –Accountability and Compliance**

**A. Accountability**

The following fund had deficit fund balances/net assets at June 30, 2010:

<b>Capital Projects Fund</b>	
Permanent Improvement	\$105,616
<b>Special Revenue Funds</b>	
Title I	357,078
Preschool at Risk	3,413
Preschool	4,239
Drug Free Schools	1,233
Adult and Community Education	47,367
Title IIA	7,481
Title III	4,185

The deficit in the permanent improvement capital projects fund is a result of the issuance of the tax anticipation notes. The deficit will be eliminated once the obligation is paid in full. The deficits in the special revenue funds resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, rather than when accruals occur.

**B. Compliance**

The following funds had total original appropriations in excess of estimated resources plus carryover balances in violation of Section 5705.39, Ohio Revised Code:

	Estimated Resources Plus Carryover Balances	Appropriation	Excess
General Fund	\$84,507,102	\$84,642,426	\$135,324
Building Fund	\$23,897,527	\$24,507,984	\$610,457

This was corrected by the end of the fiscal year.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
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**Note 5 - Budgetary Basis of Accounting**

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

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 fund liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund:

Net Change in Fund Balance	
GAAP Basis	(\$2,613,385)
Net Adjustment for Revenue Accruals	(739,249)
Advances In	679,372
Net Adjustment for Expenditure Accruals	(234,816)
Advances Out	(663,489)
Adjustment for Encumbrances	<u>(2,687,837)</u>
Budget Basis	<u><u>(\$6,259,404)</u></u>

**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.



**Berea City School District**  
*Notes to the Basic Financial Statements*  
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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 2010 represents collections of calendar year 2009 taxes. Real property taxes received in calendar year 2010 were levied after April 1, 2009, on the assessed value listed as of January 1, 2009, 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.

Public utility property tax revenue received in calendar 2010 represents collections of calendar year 2009 taxes. Public utility real and tangible personal property taxes received in calendar year 2010 became a lien December 31, 2008, were levied after April 1, 2009 and are collected in 2010 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenues received in calendar year 2010 (other than public utility property tax) represents the collection of 2010 taxes levied against local and inter-exchange telephone companies. Tangible personal property taxes received from telephone companies in calendar year 2010 were levied after October 1, 2009, on the value as of December 31, 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

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, 2010, are available to finance fiscal year 2010 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, 2010 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the late June personal property tax settlement 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.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2010 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed personal property tax 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, 2010 was \$7,234,372 in the general fund, \$168,762 in the debt service fund and \$181,954 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2009, was \$5,324,664 in the general fund, \$123,933 in the debt service fund and \$133,982 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.

The assessed values upon which the fiscal year 2010 taxes were collected are:

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	2009 Second- Half Collections		2010 First- Half Collections	
Agricultural/Residential and Other Real Estate	\$1,456,658,920	96.61 %	\$1,376,388,910	98.12 %
Public Utility Personal	25,320,360	1.68	26,335,030	1.88
Tangible Personal Property	25,866,283	1.71	0	0.00
Total	\$1,507,845,563	100.00 %	\$1,402,723,940	100.00 %
Original Tax Rate per \$1,000 of Assessed Valuation	\$74.90		\$75.00	

**Note 7- 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. 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, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
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);

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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7. The State Treasurer's investment pool (STAROhio); 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, \$55,489,039 of the School District's bank balance of \$55,989,039 was uninsured and uncollateralized. Although the collateral 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.

***Investments***

As of June 30, 2010, the School District had \$112,920 invested in STAR Ohio, which had an average maturity of 56 days.

***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. To date, no investments have been purchased with a life greater than two years.

***Credit Risk*** STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that would further limit its investment choices.

**Note 8 - Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2010, was as follows:

**Berea City School District**  
*Notes to the Basic Financial Statements*  
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	Balance 6/30/09	Additions	Deductions	Balance 6/30/10
<b>Governmental Activities</b>				
<i>Capital Assets, Not Being Depreciated</i>				
Land	\$918,217	\$0	\$0	\$918,217
Construction in Progress	0	6,386,121	0	6,386,121
<i>Total Capital Assets, not Being Depreciated</i>	<u>918,217</u>	<u>6,386,121</u>	<u>0</u>	<u>7,304,338</u>
<i>Capital Assets, Being Depreciated</i>				
Land Improvements	3,224,613	61,318	(61,738)	3,224,193
Buildings and Improvements	50,389,718	0	(1,281,548)	49,108,170
Furniture and Equipment	3,693,214	132,548	(134,144)	3,691,618
Vehicles	4,292,145	421,256	(221,970)	4,491,431
<i>Total Capital Assets, Being Depreciated</i>	<u>61,599,690</u>	<u>615,122</u>	<u>(1,699,400)</u>	<u>60,515,412</u>
Less Accumulated Depreciation:				
Land Improvements	(1,468,028)	(107,473)	45,124	(1,530,377)
Buildings and Improvements	(27,824,819)	(857,022)	1,002,569	(27,679,272)
Furniture and Equipment	(2,602,030)	(172,995)	121,445	(2,653,580)
Vehicles	(2,873,252)	(302,901)	221,970	(2,954,183)
<i>Total Accumulated Depreciation</i>	<u>(34,768,129)</u>	<u>(1,440,391)</u>	<u>1,391,108</u>	<u>(34,817,412)</u>
Total Capital Assets, Being Depreciated, Net	<u>26,831,561</u>	<u>(825,269)</u>	<u>(308,292)</u>	<u>25,698,000</u>
Governmental Activities Capital Assets, Net	<u><u>\$27,749,778</u></u>	<u><u>\$5,560,852</u></u>	<u><u>(\$308,292)</u></u>	<u><u>\$33,002,338</u></u>

\*Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	385,551
Special	115,717
Vocational	8,763
Adult Continuing	1,978
Support Services:	
Pupil	36,087
Instructional Staff	221,701
Administration	63,336
Fiscal	10,032
Business	1,978
Operation of Maintenance and Plant	137,337
Pupil Transportation	336,941
Central	36,584
Operation of Non-Instructional Services	79,005
Extracurricular Activities	5,381
Total Depreciation Expense	<u><u>\$1,440,391</u></u>

**Berea City School District**  
*Notes to the Basic Financial Statements*  
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**Note 9 - Interfund Activity**

**A. Interfund Balances**

Interfund balances at June 30, 2010, consist of the following individual fund receivables and payables:

<u>Interfund Payable</u>	<u>General</u>
<b>Nonmajor Governmental Funds</b>	
Title VI-B	\$ 52,762
Title I	332,858
Preschool	3,614
Drug Free Schools	8,596
Technology IID	6,186
Parent Mentor	1,598
Title IIA	<u>10,223</u>
Total	<u><u>\$ 415,837</u></u>

The interfund payables are advances for grant monies that were not received by fiscal year end and were for support to programs and projects in the special revenue funds. Advances will be repaid within one year.

**B. Interfund Transfers**

The general fund transferred \$572,338 to the debt service fund. The transfers were made to pay the principal and interest payments on the 2007 energy conservation general obligation bonds .

**Note 10 – Receivables**

Receivables at June 30, 2010, 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 non-payment of taxes, the stable condition of state programs and the current fiscal year guarantee of federal funds. All receivables, except property taxes, are expected to be received within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

**Berea City School District**  
*Notes to the Basic Financial Statements*  
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	Amounts
<b>Governmental Activities</b>	
Personal Property Tax Loss	\$5,157,504
Real Property Valuation Adjustment	9,819
Tuition and Fees	762,990
Title VIB	213,360
Title I	553,272
Preschool	13,742
Drug Free Schools	19,538
Food Service Subsidies	145,306
Technology IID	7,087
Parent Mentor	1,396
Title IIA	140,648
Title III	4,705
	<u>          </u>
<i>Total Governmental Activities</i>	<u><u>\$7,029,367</u></u>

**Note 11 - 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 2010, the School District contracted with Indiana Insurance for Property (Fire and Extended Coverage), and for Boiler and Machinery coverage through Travelers Insurance. Both of these policies are part of the Ohio Schools' Council group purchasing plan.

General liability coverage including sexual misconduct and molestation, and school leaders errors and omissions employment practices are with Indiana Insurance carrying the policy with a \$1,000,000 claims made coverage and a \$10,000,000 umbrella extending also over the District's fleet insurance.

Vehicles are covered by Indiana Insurance and have a \$250 deductible for comprehensive and \$500 deductible for collision. This insurance includes a bodily injury and property damage combined single limit of \$1,000,000 with a \$10,000,000 umbrella, \$50,000 uninsured/underinsured motorist, and \$5,000 medical payments.

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

**B. Workers' Compensation**

For fiscal year 2010, the School District participated in the Ohio School Boards Association 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 provides administrative, cost control, and actuarial services to the GRP.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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**C. Employee Medical Benefits**

The School District operates and manages employee medical, dental and vision benefits on a self-insured basis. The dental and vision program limits total expenditures for any covered individual in a calendar year, therefore there is no individual or aggregate stop-loss maintained. Beginning October 1, 2007 Emerald Health became the provider network, Health Smart Rx provides prescription services and MedCost of North Carolina provides claim review and processing.

The School District maintains stop-loss coverage for its medical insurance program. Specific stop loss is set at \$175,000 with a \$100,000 deductible. For 2010 the carrier was Star Net. The specific stop-loss was met in 2010.

The claims liability at June 30, 2010 estimated by the third party administrator to be \$1,038,584, is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the fund's claims liability amount in fiscal years 2009 and 2010 were:

	Beginning of Year	Year Claims	Claim Payments	End of Year
2009	\$1,029,177	\$10,863,189	\$10,752,241	\$1,140,125
2010	1,140,125	13,418,887	13,520,428	1,038,584

**Note 12 - Defined Benefit Pension Plans**

**A. School Employee Retirement System**

Plan Description - The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Funding Policy - 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 2010, 12.78 percent of annual covered salary was the portion used to fund the pension obligations. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2010, 2009 and 2008 were \$1,870,231, \$1,353,496 and \$1,269,009 respectively; 40.41 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

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

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

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

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

Funding Policy - For the fiscal year ended June 30, 2010, 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 2009, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2010, 2009, and 2008 were \$5,195,903, \$4,996,303 and \$4,793,547 respectively; 77.73 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008. Contributions to the DC and Combined Plans for fiscal year 2010 were \$107,131 made by the School District and \$76,522 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 Retirement System. As of June 30, 2010, none of the five members of the Board of Education have elected Social Security.



**Berea City School District**  
*Notes to the Basic Financial Statements*  
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**Note 13 – Postemployment Benefits**

***A. School Employee Retirement System***

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

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For 2010, 1.22 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2010, this amount was \$35,800. During fiscal year 2010, the School District paid \$212,712 in surcharge.

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

The School District's contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008 were \$280,029, \$716,718 and \$684,671 respectively; 40.41 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2010, this actuarially required allocation was 0.76 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2010, 2009, and 2008 were \$111,219, \$111,675, and \$91,435 respectively; 40.41 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

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

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

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2010 STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008 were \$399,685, \$384,331, and \$368,734 respectively; 77.73 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008

**Note 14 – 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-five 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.

Each employee earns sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated with no maximum. Upon retirement, payment is made for one fourth of the total sick leave accumulation, up to a maximum accumulation of 95 days. An employee receiving such payment must meet the retirement provisions set by STRS or SERS.

***B. Health and Life Insurance***

The School District operates and manages employee medical benefits on a self-insured basis. MedCost of North Carolina provided claim review and processing. The School District continues to offer a fully insured HMO option for those employees who do not wish to participate in the self-insured plan. Fewer than five percent of employees seek this option.

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Medical Life Insurance Company. The amounts provided for certified employees equal the employee's annual salary. The amounts provided for classified employees equal the employees' annual salary or range from \$12,000 to \$20,000 for base salaries less than \$20,000.

**Note 15 - 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 are 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, 2010.

***B. Litigation***

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

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

**Note 16 – Contractual Commitments**

At June 30, 2010 the School District had \$6,196,934 in contractual commitments for various improvements within the School District.

**Note 17 – Notes Payable**

On August 29, 2007, the School District issued \$2,820,000, 4.0 percent tax anticipation notes. These notes were issued for various capital improvements in the School District. The notes were issued at a premium of \$38,834. The premium is amortized over 10 years using the straight-line method. Principal and interest requirements to retire long-term liabilities outstanding at June 30, 2010 are as follows:

Fiscal Year Ending June 30	Tax Anticipation Notes		Total
	Principal	Interest	
2011	\$255,000	\$92,350	\$347,350
2012	265,000	81,950	346,950
2013	275,000	70,978	345,978
2014	285,000	59,428	344,428
2015	295,000	47,281	342,281
2016-2018	965,000	62,581	1,027,581
Total	\$2,340,000	\$414,568	\$2,754,568

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

	Principal Outstanding 6/30/2009	Additions	Deductions	Principal Outstanding 6/30/2010
Permanent Improvement 2008 Capital Projects 4.0%				
Tax Anticipation Notes	\$2,585,000	\$0	\$245,000	\$2,340,000
Premium on Notes	31,810	0	3,438	28,372
Total Notes	\$2,616,810	\$0	\$248,438	\$2,368,372

The tax anticipation notes were used to pay for capital improvements to the buildings. The tax anticipation notes are paid from the permanent improvement capital projects fund with property tax revenue.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

**Note 18 – Long – Term Liabilities**

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

	Principal Outstanding 6/30/09	Additions	Reductions	Principal Outstanding 6/30/10	Amounts Due in One Year
<b>Certificates of Participation:</b>					
Certificates of Participation - 2010	\$0	\$26,000,000	\$0	\$26,000,000	\$0
Discount on Certificates of Participation	0	(406,581)	(12,904)	(393,677)	0
Premium on Certificates of Participation	0	127,260	4,040	123,220	0
<b>Total Certificates of Participation</b>	<b>0</b>	<b>25,720,679</b>	<b>(8,864)</b>	<b>25,729,543</b>	<b>0</b>
<b>General Obligation Bonds:</b>					
2003 School Improvement Refunding	7,305,000	\$0	725,000	6,580,000	750,000
Deferred Amount on Refunding	76,558	0	8,748	67,810	0
2005 Bus Acquisition Bonds	375,000	0	70,000	305,000	70,000
2005 Energy Conservation Bonds	200,000	0	35,000	165,000	40,000
Premium on Bonds	12,861	0	3,216	9,645	0
2006 Bus Acquisition Bonds	460,000	0	50,000	410,000	50,000
2006 Motor Vehicle Acquisition Bonds	20,000	0	10,000	10,000	10,000
Premium on Bonds	9,199	0	1,416	7,783	0
2007 Energy Conservation Bonds	6,005,000	0	325,000	5,680,000	335,000
Premium on Bonds	116,431	0	8,628	107,803	0
2007 Various Purpose Bonds	190,000	0	60,000	130,000	65,000
Premium on Bonds	389	0	288	101	0
<b>Total General Obligation Bonds</b>	<b>14,770,438</b>	<b>0</b>	<b>1,297,296</b>	<b>13,473,142</b>	<b>1,320,000</b>
Compensated Absences	3,296,987	966,409	889,568	3,373,828	642,913
<b>Total Governmental Activities</b>					
Long-Term Liabilities	<u>\$18,067,425</u>	<u>\$26,687,088</u>	<u>\$2,178,000</u>	<u>\$42,576,513</u>	<u>\$1,962,913</u>

On April 1, 1993, the School District issued \$14,575,000, 5.0 - 7.5 percent general obligation bonds. These bonds were issued to fund various school improvements and will be paid from property taxes.

On March 1, 2003, the School District issued \$9,205,000 in general obligation bonds with interest rates varying from 2.00 percent to 4.70 percent. Proceeds were used to refund \$9,205,000 of the outstanding 1993 School Improvement Bonds. The 1993 bonds are paid in full.

The bonds were sold at a premium of \$743,790. Proceeds of \$9,817,557 were deposited in an irrevocable trust with an escrow agent to provide for all future debt payment on the refunded portion of the 1993 School Improvement bonds. The outstanding bonds at June 30, 2010 was \$6,580,000.

The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$131,233. This difference, being reported as a deferral in the accompanying financial statements, is being charged to operations through the maturity of the old debt or the new debt, whichever is shorter using the straight-line method.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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On July 1, 2004, the School District issued \$995,000, 2.9 to 5.0 percent general obligation bonds. \$345,000 of these bonds were issued for energy conservation improvements and the remaining \$650,000 of bonds were issued to purchase school buses. The bonds were issued at a premium of \$28,941. This premium is amortized over nine years using the straight-line method.

On August 30, 2005, the School District issued \$650,000, 4.0 to 5.0 percent general obligation bonds. These bonds were issued for purchasing buses and motor vehicles. These bonds were issued at a premium of \$14,627. This premium is amortized over ten years using the straight-line method.

On June 7, 2007, the School District issued \$6,312,802, 4.0 percent general obligation bonds. These bonds were issued for energy conservation improvements. The bonds were issued at a premium of \$134,406. This premium is amortized over 16 years using the straight-line method.

On June 7, 2007, the School District issued \$305,000, 4.0 percent general obligation bonds. These bonds were issued for purchasing motor vehicles. The bonds were issued at a premium of \$1,133. This premium is amortized over five years using the straight-line method.

On November 4, 2009, the District issued Certificates of Participation in the amount of \$26,000,000 at a net interest rate of 4.7 percent for the purpose of building a new elementary building. This lease purchase agreement will mature in October of 2039. The Certificates of Participation were issued at a premium of \$127,260. This premium is amortized over 30 years using the straight line method.

Compensated absences will be paid from the general fund, the food service fund and the adult and community education funds.

At June 30, 2010 the School District's overall legal debt margin was \$119,937,645 with an unvoted debt margin of \$1,402,517. Principal and interest requirements to retire long-term liabilities outstanding at June 30, 2010 are as follows:

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

Fiscal Year Ending June 30	General Obligation Bonds		Total
	Principal	Interest	
2011	\$1,320,000	\$570,166	\$1,890,166
2012	1,375,000	511,092	1,886,092
2013	1,370,000	448,292	1,818,292
2014	1,330,000	384,668	1,714,668
2015	1,265,000	325,258	1,590,258
2016-2020	5,020,000	777,743	5,797,743
2021-2023	1,600,000	97,800	1,697,800
<b>Total</b>	<b>\$13,280,000</b>	<b>\$3,115,019</b>	<b>\$16,395,019</b>

Fiscal Year Ending June 30	Certificate of Participation		Total
	Principal	Interest	
2011	\$0	\$1,494,995	\$1,494,995
2012	0	1,494,995	1,494,995
2013	500,000	1,482,495	1,982,495
2014	525,000	1,456,870	1,981,870
2015	555,000	1,432,645	1,987,645
2016-2020	3,060,000	6,865,195	9,925,195
2021-2025	3,700,000	6,207,970	9,907,970
2026-2030	4,585,000	5,288,025	9,873,025
2031-2035	5,790,000	3,726,006	9,516,006
2036-2040	7,285,000	1,368,981	8,653,981
<b>Total</b>	<b>\$26,000,000</b>	<b>\$30,818,177</b>	<b>\$56,818,177</b>

**Note 19 - Jointly Governed Organizations and Public Entity Risk Pool**

**A. Jointly Governed Organizations**

Polaris Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special education needs of the students. The board of education is comprised of representatives from the board of each participating school district. The board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. Berea City School District students may attend the vocational school. Each School District's control is limited to its representation on the board.

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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The Educational Community Foundation (Foundation) is a jointly governed organization established to support and enhance educational opportunities for the youth of the communities served by the Berea City School District. The trustees of the Foundation consist of the following voting members: one Berea Board of Education representative; an employee of Berea City School District to be selected by the Superintendent; two students, from any of the communities served by the Berea City School District; a representative from the PTA; one representative each from the City of Berea, City of Brook Park, and City of Middleburg Heights; a representative from the business/service communities; an at-large representative to be selected by the President of the Board of Trustees; and a representative of Baldwin-Wallace College. Each Trustee has one vote. The Board of Trustees of the Foundation may select any number of Honorary Trustees. Honorary Trustees are non-voting members. The board is responsible for approving its own budgets, accounting and finance related activities and appointing personnel.

The Ohio Schools' Council Association (Council) is a jointly governed organization among 126 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Associations. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2010 the School District paid \$5,972 to the Council. Financial information can be obtained by contacting David Cottrell, the Executive Director of the Ohio Schools' Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the natural gas purchase program. This program allows the School District to purchase natural gas at reduced rates. Energy USA served as the natural gas supplier and program manager from October 1, 2008 to September 30, 2010. Compass Energy has been selected as the new supplier and program manager for the period from October 1, 2010 through March 31, 2013. There are currently 143 participants in the program including the Berea City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

***B. Public Entity Risk Pool***

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

**Berea City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2010*

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**Note 20 - Set-Aside Calculations**

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 year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years.

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

	Capital Improvements Reserve	Textbooks and Instructional Materials Reserve
Set Aside Reserve Balance as of June 30, 2009	\$389,213	\$0
Current year set-aside requirement	1,179,678	1,179,678
Current Year Offset	(1,155,573)	(500,000)
Qualifying Disbursements	(183,697)	(1,021,157)
Total	\$229,621	(\$341,479)
Set-aside Balance Carried Forward to Future Fiscal Years	\$0	(\$341,479)
Set-aside Reserve Balance as of June 30, 2009	\$229,621	\$0

The School District had qualifying disbursements and offsets during the fiscal year that reduced the textbook set-aside amount to below zero. This extra amount may be used to reduce the set-aside requirement of future fiscal years.

**Note 21 - Subsequent Event**

On November 2, 2010, the District placed a 2.95 mill bond issue on the ballot. The purpose of this issue was to construct a new high school and to renovate existing buildings. This bond issue did not pass.



**Berea City School District**

**Combining Statements and Individual Fund Schedules**

## Berea City School District

### *Fund Descriptions– Nonmajor Governmental Funds*

#### *Nonmajor Special Revenue Funds*

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

**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.

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

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

**District Managed Student Activities Fund** This fund accounts for gate receipts and revenues from athletic events and costs (except supplemental coaching contracts) of the School District's athletic program.

**Preschool At Risk Fund** This fund accounts for State monies used to provide preschool education for students of low income families.

**Public School Support Fund** This fund accounts for school site sales revenue and expenditures for field trips, assemblies, and other activity costs.

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

**Preschool Fund** This fund accounts for federal revenues used for speech therapy services and instructional supplies used in preschool programs.

**Title V Fund** This fund accounts for federal revenues which support implementation of programs such as computer education, gifted and talented programs, in-service and staff development.

(continued)

## **Berea City School District**

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

**Drug Free Schools Fund** This fund accounts for federal revenues which support the implementation of drug abuse education and prevention programs.

**Ohio Reads Fund** This fund accounts for state grant monies intended to supplement the District's reading programs.

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

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

**Adult and Community Education Fund** This fund accounts for the educational opportunities offered on a tuition basis to preschoolers, youths and adults living within the community.

**Other** Smaller Special Revenue Funds operated by the School District and subsidized in part by local, state and federal monies as well as miscellaneous sources. These funds are as follows:

Educational Management Information Systems (EMIS) Fund  
Technology IID Fund  
Parent Mentor Grant Fund  
Title IIA Fund  
Education Stabilization Fund  
Poverty Based Assistance Grant Fund  
Title III Fund  
Bus Diesel Grant

### *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 (other than those financed by proprietary funds). Following is a description of the nonmajor capital projects funds:

**Permanent Improvement Fund** This fund accounts for bond proceeds to be used for the acquisition, construction, or improvement of capital facilities.

**School Net Fund** This fund accounts for state grant monies used to purchase computer hardware and software.

**Network Connectivity Fund** This fund accounts for state grant monies expended to complete and enhance the District's computer network.

**Interactive Video Lab Fund** This fund accounts for state grant funds used for the procurement of videoconferencing technology.



*Adrianna P.*

1<sup>st</sup> Grade

Big Creek Elementary School

Art Instructor: Kathy Jadud

**Berea City School District**  
*Combining Balance Sheet*  
*Nonmajor Governmental Funds*  
*June 30, 2010*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$2,467,785	\$2,222,181	\$4,689,966
Taxes Receivable	0	1,274,606	1,274,606
Intergovernmental Receivable	1,099,054	0	1,099,054
Inventory Held for Resale	21,960	0	21,960
Materials and Supplies Inventory	14,238	0	14,238
<i>Total Assets</i>	<u>\$3,603,037</u>	<u>\$3,496,787</u>	<u>\$7,099,824</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$502,365	\$25,580	\$527,945
Contracts Payable	0	57,448	57,448
Accrued Wages	337,040	0	337,040
Matured Compensated Absences Payable	27,378	0	27,378
Interfund Payable	415,837	0	415,837
Intergovernmental Payable	257,058	0	257,058
Deferred Revenue	906,534	1,092,047	1,998,581
Accrued Interest Payable	0	8,121	8,121
Notes Payable	0	2,368,372	2,368,372
<i>Total Liabilities</i>	<u>2,446,212</u>	<u>3,551,568</u>	<u>5,997,780</u>
<b>Fund Balances</b>			
Reserved for Encumbrances	524,339	116,157	640,496
Reserved for Property Taxes	0	181,954	181,954
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	632,486	0	632,486
Capital Projects Funds (Deficit)	0	(352,892)	(352,892)
<i>Total Fund Balances</i>	<u>1,156,825</u>	<u>(54,781)</u>	<u>1,102,044</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$3,603,037</u>	<u>\$3,496,787</u>	<u>\$7,099,824</u>

**Berea City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds*  
*For the Fiscal Year Ended June 30, 2010*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>			
Taxes	\$0	\$1,300,352	\$1,300,352
Intergovernmental	6,278,287	764,308	7,042,595
Interest	1,182	0	1,182
Tuition and Fees	1,144,793	0	1,144,793
Extracurricular Activities	526,446	0	526,446
Charges for Services	1,294,624	0	1,294,624
Contributions and Donations	233,196	0	233,196
Miscellaneous	82,930	0	82,930
<i>Total Revenues</i>	<u>9,561,458</u>	<u>2,064,660</u>	<u>11,626,118</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	847,680	0	847,680
Special	1,762,932	0	1,762,932
Adult/Continuing	235,330	0	235,330
Support Services:			
Pupil	935,017	0	935,017
Instructional Staff	1,243,520	0	1,243,520
Administration	94,172	0	94,172
Business	6,364	0	6,364
Operation and Maintenance of Plant	8,827	0	8,827
Pupil Transportation	259,356	0	259,356
Central	15,390	0	15,390
Operation of Non-Instructional Services	3,712,691	0	3,712,691
Extracurricular Activities	491,431	0	491,431
Capital Outlay	0	961,555	961,555
Debt Service:			
Principal Retirement		225,000	225,000
Interest and Fiscal Charges	0	153,982	153,982
<i>Total Expenditures</i>	<u>9,612,710</u>	<u>1,340,537</u>	<u>10,953,247</u>
<i>Net Change in Fund Balances</i>	(51,252)	724,123	672,871
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>1,208,077</u>	<u>(778,904)</u>	<u>429,173</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1,156,825</u>	<u>(\$54,781)</u>	<u>\$1,102,044</u>

**Berea City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2010*

	Title VI-B	Auxiliary Services	Title I
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$256,537	\$114,934	\$423,081
Intergovernmental Receivable	213,360	0	553,272
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$469,897</u>	<u>\$114,934</u>	<u>\$976,353</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$23,918	\$53,121	\$337,720
Accrued Wages	35,688	0	127,424
Matured Compensated Absences Payable	0	0	0
Interfund Payable	52,762	0	332,858
Intergovernmental Payable	19,398	3,567	17,839
Deferred Revenue	213,360	0	517,590
<i>Total Liabilities</i>	<u>345,126</u>	<u>56,688</u>	<u>1,333,431</u>
<b>Fund Balances:</b>			
Reserve for Encumbrances	176,536	49,413	85,360
Unreserved, Undesignated (Deficit)	(51,765)	8,833	(442,438)
<i>Total Fund (Deficit) Balances</i>	<u>124,771</u>	<u>58,246</u>	<u>(357,078)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$469,897</u>	<u>\$114,934</u>	<u>\$976,353</u>



District Managed Student Activities	Preschool At Risk	Public School Support
\$110,750	\$8,894	\$188,612
0	0	0
0	0	0
0	0	0
<u>\$110,750</u>	<u>\$8,894</u>	<u>\$188,612</u>

\$3,244	\$0	\$7,041
0	10,796	0
0	0	0
0	0	0
0	1,511	826
0	0	0
<u>3,244</u>	<u>12,307</u>	<u>7,867</u>

7,713	0	11,234
<u>99,793</u>	<u>(3,413)</u>	<u>169,511</u>
<u>107,506</u>	<u>(3,413)</u>	<u>180,745</u>
<u>\$110,750</u>	<u>\$8,894</u>	<u>\$188,612</u>

(continued)

**Berea City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*June 30, 2010*

	Local Grants	Preschool	Drug Free Schools
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$86,558	\$2,139	\$8,944
Intergovernmental Receivable	0	13,742	19,538
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$86,558</u>	<u>\$15,881</u>	<u>\$28,482</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$0	\$0	\$3,179
Accrued Wages	0	3,656	0
Matured Compensated Absences Payable	0	0	0
Interfund Payable	0	3,614	8,596
Intergovernmental Payable	0	1,460	0
Deferred Revenue	0	11,390	17,940
<i>Total Liabilities</i>	<u>0</u>	<u>20,120</u>	<u>29,715</u>
<b>Fund Balances:</b>			
Reserve for Encumbrances	622	1,191	5,765
Unreserved, Undesignated (Deficit)	85,936	(5,430)	(6,998)
<i>Total Fund (Deficit) Balances</i>	<u>86,558</u>	<u>(4,239)</u>	<u>(1,233)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$86,558</u>	<u>\$15,881</u>	<u>\$28,482</u>

Food Service	Uniform School Supplies	Adult and Community Education
\$920,715	\$6,147	\$100,426
145,306	0	0
18,645	3,315	0
<u>14,238</u>	<u>0</u>	<u>0</u>
<u>\$1,098,904</u>	<u>\$9,462</u>	<u>\$100,426</u>

\$60,396	\$0	\$4,651
54,130	0	31,627
0	0	27,378
0	0	0
117,199	0	84,137
<u>0</u>	<u>0</u>	<u>0</u>
<u>231,725</u>	<u>0</u>	<u>147,793</u>

155,020	2,736	6,178
<u>712,159</u>	<u>6,726</u>	<u>(53,545)</u>
<u>867,179</u>	<u>9,462</u>	<u>(47,367)</u>
<u>\$1,098,904</u>	<u>\$9,462</u>	<u>\$100,426</u>

(continued)

**Berea City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*June 30, 2010*

	EMIS	Technology IID	Parent Mentor Grant
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$12,364	\$6,186	\$1,069
Intergovernmental Receivable	0	7,087	1,396
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$12,364</u>	<u>\$13,273</u>	<u>\$2,465</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$0	\$6,186	\$866
Accrued Wages	0	0	0
Matured Compensated Absences Payable	0	0	0
Interfund Payable	0	6,186	1,598
Intergovernmental Payable	0	0	0
Deferred Revenue	0	901	0
<i>Total Liabilities</i>	<u>0</u>	<u>13,273</u>	<u>2,464</u>
<b>Fund Balances:</b>			
Reserve for Encumbrances	86	0	203
Unreserved, Undesignated (Deficit)	12,278	0	(202)
<i>Total Fund (Deficit) Balances</i>	<u>12,364</u>	<u>0</u>	<u>1</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$12,364</u>	<u>\$13,273</u>	<u>\$2,465</u>

Title IIA	Education Stabilization	Title III	Total Nonmajor Special Revenue Funds
\$25,125	\$194,304	\$1,000	\$2,467,785
140,648	0	4,705	1,099,054
0	0	0	21,960
0	0	0	14,238
<u>\$165,773</u>	<u>\$194,304</u>	<u>\$5,705</u>	<u>\$3,603,037</u>
\$2,043	\$0	\$0	\$502,365
17,140	52,031	4,548	337,040
0	0	0	27,378
10,223	0	0	415,837
3,200	7,284	637	257,058
140,648	0	4,705	906,534
<u>173,254</u>	<u>59,315</u>	<u>9,890</u>	<u>2,446,212</u>
22,282	0	0	524,339
<u>(29,763)</u>	<u>134,989</u>	<u>(4,185)</u>	<u>632,486</u>
<u>(7,481)</u>	<u>134,989</u>	<u>(4,185)</u>	<u>1,156,825</u>
<u>\$165,773</u>	<u>\$194,304</u>	<u>\$5,705</u>	<u>\$3,603,037</u>

**Berea City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2010*

	Title VI-B	Auxiliary Services	Title I	District Managed Student Activities
<b>Revenues</b>				
Intergovernmental	\$2,312,003	\$572,262	\$1,323,581	\$0
Interest	0	128	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	290,767
Charges for Services	0	0	0	0
Contributions and Donations	0	0	0	158,438
Miscellaneous	0	0	0	5,219
<i>Total Revenues</i>	<u>2,312,003</u>	<u>572,390</u>	<u>1,323,581</u>	<u>454,424</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	0	0	0	0
Special	727,037	0	1,015,250	0
Adult/Continuing	0	0	0	0
Support Services:				
Pupil	902,721	0	0	3,070
Instructional Staff	275,380	0	577,694	0
Administration	56,405	0	24,709	0
Business	0	0	0	0
Operation and Maintenance of Plant	0	0	0	2,736
Pupil Transportation	167,277	0	0	47,467
Central	0	0	0	0
Operation of Non-Instructional				
Services	70,286	574,509	33,279	0
Extracurricular Activities	0	0	0	472,513
<i>Total Expenditures</i>	<u>2,199,106</u>	<u>574,509</u>	<u>1,650,932</u>	<u>525,786</u>
<i>Net Change in Fund Balance</i>	112,897	(2,119)	(327,351)	(71,362)
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>11,874</u>	<u>60,365</u>	<u>(29,727)</u>	<u>178,868</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$124,771</u>	<u>\$58,246</u>	<u>(\$357,078)</u>	<u>\$107,506</u>

Preschool At Risk	Public School Support	Local Grants	Preschool
\$147,304	\$0	\$0	\$51,294
0	0	42	0
0	0	0	0
0	235,679	0	0
0	0	0	0
0	52,546	21,698	0
0	48,442	0	0
147,304	336,667	21,740	51,294
103,972	56,762	8,566	0
0	3,274	2,530	14,841
0	0	0	0
0	1,927	0	27,299
31,201	273,919	0	7,296
13,058	0	0	0
0	0	6,364	0
0	0	0	0
0	0	338	0
0	0	0	0
0	200	0	0
0	12,919	5,999	0
148,231	349,001	23,797	49,436
(927)	(12,334)	(2,057)	1,858
(2,486)	193,079	88,615	(6,097)
(\$3,413)	\$180,745	\$86,558	(\$4,239)

(continued)

**Berea 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, 2010*

	Title V	Drug Free Schools	Ohio Reads	Food Service
<b>Revenues</b>				
Intergovernmental	\$21,870	\$16,434	\$0	\$955,176
Interest	0	0	0	1,012
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	1,294,624
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	23,958
<i>Total Revenues</i>	<u>21,870</u>	<u>16,434</u>	<u>0</u>	<u>2,274,770</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	0	5,164	2,001	0
Special	0	0	0	0
Adult/Continuing	0	0	0	0
Support Services:				
Pupil	0	0	0	0
Instructional Staff	2,161	8,057	0	0
Administration	0	0	0	0
Business	0	0	0	0
Operation and Maintenance of Plant	0	6,091	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional				
Services	172	0	0	2,127,875
Extracurricular Activities	0	0	0	0
<i>Total Expenditures</i>	<u>2,333</u>	<u>19,312</u>	<u>2,001</u>	<u>2,127,875</u>
<i>Net Change in Fund Balance</i>	19,537	(2,878)	(2,001)	146,895
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>(19,537)</u>	<u>1,645</u>	<u>2,001</u>	<u>720,284</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>(\$1,233)</u>	<u>\$0</u>	<u>\$867,179</u>



Uniform School Supplies	Adult and Community Education	EMIS	Technology IID
\$0	\$0	\$12,959	\$17,189
0	0	0	0
33,864	1,110,929	0	0
0	0	0	0
0	0	0	0
0	514	0	0
0	5,311	0	0
<u>33,864</u>	<u>1,116,754</u>	<u>12,959</u>	<u>17,189</u>
55,840	0	0	0
0	0	0	0
0	235,330	0	0
0	0	0	0
0	0	0	11,657
0	0	0	0
0	0	0	0
0	0	0	0
0	0	15,390	0
0	905,997	0	174
0	0	0	0
<u>55,840</u>	<u>1,141,327</u>	<u>15,390</u>	<u>11,831</u>
(21,976)	(24,573)	(2,431)	5,358
<u>31,438</u>	<u>(22,794)</u>	<u>14,795</u>	<u>(5,358)</u>
<u>\$9,462</u>	<u>(\$47,367)</u>	<u>\$12,364</u>	<u>\$0</u>

(continued)

**Berea 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, 2010*

	Parent Mentor Grant	Title IIA	Education Stabilization	Poverty Based Assistance Grant
<b>Revenues</b>				
Intergovernmental	\$22,252	\$305,756	\$477,743	\$3,194
Interest	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>22,252</u>	<u>305,756</u>	<u>477,743</u>	<u>3,194</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	0	229,851	342,754	3,194
Special	0	0	0	0
Adult/Continuing	0	0	0	0
Support Services:				
Pupil	0	0	0	0
Instructional Staff	25,078	31,077	0	0
Administration	0	0	0	0
Business	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional				
Services	0	199	0	0
Extracurricular Activities	0	0	0	0
<i>Total Expenditures</i>	<u>25,078</u>	<u>261,127</u>	<u>342,754</u>	<u>3,194</u>
<i>Net Change in Fund Balance</i>	(2,826)	44,629	134,989	0
<i>Fund Balance (Deficit ) at Beginning of Year</i>	<u>2,827</u>	<u>(52,110)</u>	<u>0</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1</u>	<u>(\$7,481)</u>	<u>\$134,989</u>	<u>\$0</u>

Title III	Bus Diesel Grant	Total Nonmajor Special Revenue Funds
\$38,276	\$994	\$6,278,287
0	0	1,182
0	0	1,144,793
0	0	526,446
0	0	1,294,624
0	0	233,196
0	0	82,930
<u>38,276</u>	<u>994</u>	<u>9,561,458</u>
39,576	0	847,680
0	0	1,762,932
0	0	235,330
0	0	935,017
0	0	1,243,520
0	0	94,172
0	0	6,364
0	0	8,827
0	44,274	259,356
0	0	15,390
0	0	3,712,691
0	0	491,431
<u>39,576</u>	<u>44,274</u>	<u>9,121,279</u>
(1,300)	(43,280)	(51,252)
<u>(2,885)</u>	<u>43,280</u>	<u>1,208,077</u>
<u>(\$4,185)</u>	<u>\$0</u>	<u>\$1,156,825</u>

**Berea City Schools**  
*Combining Balance Sheet*  
*Nonmajor Capital Projects Funds*  
*June 30, 2010*

	Permanent Improvement Fund	School Net Fund
<b>Assets</b>		
Equity in Pooled Cash and Cash Equivalents	\$2,171,346	\$1,724
Taxes Receivable	1,274,606	0
<b>Total Assets</b>	<b>\$3,445,952</b>	<b>\$1,724</b>
<b>Liabilities and Fund Balances</b>		
Accounts Payable	\$25,580	\$0
Contracts Payable	57,448	0
Deferred Revenue	1,092,047	0
Accrued Interest Payable	8,121	0
Notes Payable	2,368,372	0
<i>Total Liabilities</i>	<i>3,551,568</i>	<i>0</i>
Fund Balances:		
Reserved for Encumbrances	116,157	0
Reserved for Property Taxes	181,954	0
Unreserved, Undesignated (Deficit)	(403,727)	1,724
<i>Total Fund Balances</i>	<i>(105,616)</i>	<i>1,724</i>
<i>Total Liabilities and Fund Balances</i>	<i>\$3,445,952</i>	<i>\$1,724</i>

Network Connectivity Fund	Interactive Video Lab Fund	Total Nonmajor Capital Projects Funds
\$46,711	\$2,400	\$2,222,181
0	0	1,274,606
<u>\$46,711</u>	<u>\$2,400</u>	<u>\$3,496,787</u>
\$0	\$0	\$25,580
0	0	57,448
0	0	1,092,047
0	0	8,121
0	0	2,368,372
<u>0</u>	<u>0</u>	<u>3,551,568</u>
0	0	116,157
0	0	181,954
46,711	2,400	(352,892)
<u>46,711</u>	<u>2,400</u>	<u>(54,781)</u>
<u>\$46,711</u>	<u>\$2,400</u>	<u>\$3,496,787</u>

**Berea City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Fiscal Year Ended June 30, 2010*

	Permanent Improvement Fund	School Net Fund
<b>Revenues</b>		
Taxes	\$1,300,352	\$0
Intergovernmental	739,159	0
Total Revenues	<u>2,039,511</u>	<u>0</u>
<b>Expenditures</b>		
Capital Outlay	948,175	0
Debt Service:		
Principal Retirement	225,000	0
Interest and Fiscal Charges	153,982	0
Total Expenditures	<u>1,327,157</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	712,354	0
<i>Fund Balance (Deficit) Beginning of Year</i>	<u>(817,970)</u>	<u>1,724</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>(\$105,616)</u></u>	<u><u>\$1,724</u></u>

Network Connectivity Fund	Interactive Video Lab Fund	Total Nonmajor Capital Projects Funds
\$0	\$0	\$1,300,352
25,149	0	764,308
25,149	0	2,064,660
13,380	0	961,555
0	0	225,000
0	0	153,982
13,380	0	1,340,537
11,769	0	724,123
34,942	2,400	(778,904)
\$46,711	\$2,400	(\$54,781)



*Mackenzie H.*

1<sup>st</sup> Grade

Big Creek Elementary School

Art Instructor: Kathy Judud



### *Fiduciary Funds*

Fiduciary fund reporting focuses on net assets and change 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.

### *Agency Funds*

**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.

**Employee Benefits Fund** This fund accounts for monies withheld from employees' paychecks for future child care and health care services purchased by the employee.

**Staff Services Fund** This fund accounts for purchases of supplies on behalf of employees of the School District.

**Berea City School District**  
*Combining Statement of Changes in Assets and Liabilities*  
*All Agency Funds*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Balance</u> <u>6-30-09</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>6-30-10</u>
<b><i>Student Activities</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	<u>\$132,268</u>	<u>\$211,480</u>	<u>\$233,990</u>	<u>\$109,758</u>
<i>Total Assets</i>	<u><u>\$132,268</u></u>	<u><u>\$211,480</u></u>	<u><u>\$233,990</u></u>	<u><u>\$109,758</u></u>
<b>Liabilities</b>				
Due to Students	<u>\$132,268</u>	<u>\$211,480</u>	<u>\$233,990</u>	<u>\$109,758</u>
<i>Total Liabilities</i>	<u><u>\$132,268</u></u>	<u><u>\$211,480</u></u>	<u><u>\$233,990</u></u>	<u><u>\$109,758</u></u>
<b><i>Employee Benefits</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	<u>\$10,804</u>	<u>\$121,378</u>	<u>\$128,734</u>	<u>\$3,448</u>
<i>Total Assets</i>	<u><u>\$10,804</u></u>	<u><u>\$121,378</u></u>	<u><u>\$128,734</u></u>	<u><u>\$3,448</u></u>
<b>Liabilities</b>				
Undistributed Monies	<u>\$10,804</u>	<u>\$121,378</u>	<u>\$128,734</u>	<u>\$3,448</u>
<i>Total Liabilities</i>	<u><u>\$10,804</u></u>	<u><u>\$121,378</u></u>	<u><u>\$128,734</u></u>	<u><u>\$3,448</u></u>
<b><i>Staff Services</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	<u>\$22,867</u>	<u>\$27,048</u>	<u>\$27,671</u>	<u>\$22,244</u>
<i>Total Assets</i>	<u><u>\$22,867</u></u>	<u><u>\$27,048</u></u>	<u><u>\$27,671</u></u>	<u><u>\$22,244</u></u>
<b>Liabilities</b>				
Undistributed Monies	<u>\$22,867</u>	<u>\$27,048</u>	<u>\$27,671</u>	<u>\$22,244</u>
<i>Total Liabilities</i>	<u><u>\$22,867</u></u>	<u><u>\$27,048</u></u>	<u><u>\$27,671</u></u>	<u><u>\$22,244</u></u>

(continued)

**Berea City School District**  
*Combining Statement of Changes in Assets and Liabilities*  
*All Agency Funds (continued)*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Balance</u> <u>6-30-09</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>6-30-10</u>
<b>All Agency Funds</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	<u>\$165,939</u>	<u>\$359,906</u>	<u>\$390,395</u>	<u>\$135,450</u>
<i>Total Assets</i>	<u><u>\$165,939</u></u>	<u><u>\$359,906</u></u>	<u><u>\$390,395</u></u>	<u><u>\$135,450</u></u>
<b>Liabilities</b>				
Undistributed Monies	\$33,671	\$148,426	\$156,405	\$25,692
Due to Students	<u>132,268</u>	<u>211,480</u>	<u>233,990</u>	<u>109,758</u>
<i>Total Liabilities</i>	<u><u>\$165,939</u></u>	<u><u>\$359,906</u></u>	<u><u>\$390,395</u></u>	<u><u>\$135,450</u></u>



*Samantha H.*

8<sup>th</sup> Grade

Ford Middle School

Art Instructor: Anne Cole

**Berea City School District**

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

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$34,162,321	\$49,575,951	\$48,763,113	(\$812,838)
Intergovernmental	18,076,879	26,232,950	25,802,839	(430,111)
Interest	94,014	136,432	134,195	(2,237)
Tuition and Fees	1,931,192	2,904,671	2,853,335	(51,336)
Rentals	86,699	125,817	123,754	(2,063)
Charges for Services	16,325	23,690	23,302	(388)
Contributions and Donations	1,071	1,554	1,529	(25)
Miscellaneous	821,990	1,193,070	1,173,500	(19,570)
<i>Total Revenues</i>	55,190,491	80,194,135	78,875,567	(1,318,568)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	21,398,594	22,288,894	22,288,894	0
Fringe Benefits	11,543,885	12,024,174	12,024,174	0
Purchased Services	2,808,483	2,809,258	2,800,419	8,839
Materials and Supplies	699,558	693,935	652,687	41,248
Capital Outlay - New	230,400	236,580	234,996	1,584
Other	28,536	29,723	24,789	4,934
Total Regular	36,709,456	38,082,564	38,025,959	56,605
Special:				
Salaries and Wages	5,707,558	5,945,024	5,945,024	0
Fringe Benefits	2,217,343	2,309,597	2,309,597	0
Purchased Services	287,035	150,471	149,126	1,345
Materials and Supplies	31,086	28,921	27,896	1,025
Capital Outlay - New	8,280	8,625	7,936	689
Total Special	\$8,251,302	\$8,442,638	\$8,439,579	\$3,059

(continued)

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Vocational:				
Salaries and Wages	\$542,575	\$565,149	\$565,149	\$0
Fringe Benefits	261,323	272,196	272,196	0
Purchased Services	7,529	5,882	4,302	1,580
Materials and Supplies	5,909	5,416	5,075	341
Capital Outlay - New	87,731	63,716	63,716	0
<b>Total Vocational</b>	<b>905,067</b>	<b>912,359</b>	<b>910,438</b>	<b>1,921</b>
<b>Total Instruction</b>	<b>905,067</b>	<b>912,359</b>	<b>910,438</b>	<b>1,921</b>
Support Services:				
Pupil:				
Salaries and Wages	2,191,648	2,282,833	2,282,833	0
Fringe Benefits	1,096,956	1,142,595	1,142,595	0
Purchased Services	1,356,584	1,267,358	1,267,358	0
Materials and Supplies	30,145	30,595	21,436	9,159
Capital Outlay - New	19,195	14,895	10,275	4,620
Other	58	60	60	0
<b>Total Pupil</b>	<b>4,694,586</b>	<b>4,738,336</b>	<b>4,724,557</b>	<b>13,779</b>
Instructional Staff:				
Salaries and Wages	3,945,603	4,109,762	4,109,762	0
Fringe Benefits	2,078,641	2,160,036	2,160,026	10
Purchased Services	284,333	272,323	272,323	0
Materials and Supplies	561,941	341,977	329,322	12,655
Capital Outlay - New	84,253	44,365	43,008	1,357
Capital Outlay - Replacement	51,638	36,549	33,673	2,876
Other	12,716	13,245	11,442	1,803
<b>Total Instructional Staff</b>	<b>7,019,125</b>	<b>6,978,257</b>	<b>6,959,556</b>	<b>18,701</b>
Board of Education:				
Salaries and Wages	7,200	7,500	7,500	0
Fringe Benefits	956	996	996	0
Purchased Services	15,651	16,302	16,170	132
Materials and Supplies	106	110	110	0
Capital Outlay - New	15,517	16,162	15,879	283
<b>Total Board of Education</b>	<b>\$39,430</b>	<b>\$41,070</b>	<b>\$40,655</b>	<b>\$415</b>

(continued)

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Administration:</b>				
Salaries and Wages	\$2,959,521	\$3,082,654	\$3,082,654	\$0
Fringe Benefits	1,481,606	1,543,041	1,543,041	0
Purchased Services	398,491	323,408	323,408	0
Materials and Supplies	25,415	23,387	23,387	0
Other	6,218	6,477	5,066	1,411
<b>Total Administration</b>	<b>4,871,251</b>	<b>4,978,967</b>	<b>4,977,556</b>	<b>1,411</b>
<b>Fiscal:</b>				
Salaries and Wages	438,588	456,836	456,836	0
Fringe Benefits	286,916	287,298	287,298	0
Purchased Services	66,867	65,257	64,592	665
Materials and Supplies	9,026	9,356	9,356	0
Capital Outlay - Replacement	435	452	452	0
Other	890,740	927,722	927,722	0
<b>Total Fiscal</b>	<b>1,692,572</b>	<b>1,746,921</b>	<b>1,746,256</b>	<b>665</b>
<b>Business:</b>				
Salaries and Wages	191,193	199,148	199,148	0
Fringe Benefits	107,762	112,245	112,245	0
Purchased Services	383,529	357,665	345,950	11,715
Materials and Supplies	157,257	142,596	142,596	0
Capital Outlay - New	124,296	116,968	110,325	6,643
Capital Outlay - Replacement	106,657	55,960	54,135	1,825
Other	63,758	65,990	51,991	13,999
<b>Total Business</b>	<b>1,134,452</b>	<b>1,050,572</b>	<b>1,016,390</b>	<b>34,182</b>
<b>Operation and Maintenance of Plant:</b>				
Salaries and Wages	3,662,515	3,814,896	3,814,896	0
Fringe Benefits	1,840,883	1,917,474	1,917,474	0
Purchased Services	3,826,719	3,127,216	3,127,216	0
Materials and Supplies	410,409	413,592	410,132	3,460
Capital Outlay - New	100,873	58,827	58,827	0
Capital Outlay - Replacement	54,795	54,872	50,498	4,374
Other	14,401	15,000	14,470	530
<b>Total Operation and Maintenance of Plant</b>	<b>\$9,910,595</b>	<b>\$9,401,877</b>	<b>\$9,393,513</b>	<b>\$8,364</b>

(continued)



**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Pupil Transportation:				
Salaries and Wages	\$2,205,281	\$2,297,033	\$2,297,033	\$0
Fringe Benefits	928,923	967,571	967,571	0
Purchased Services	145,003	126,911	126,911	0
Materials and Supplies	496,950	513,845	513,845	0
Capital Outlay - Replacement	15,456	15,339	15,339	0
Other	759	791	225	566
<b>Total Pupil Transportation</b>	<b>3,792,372</b>	<b>3,921,490</b>	<b>3,920,924</b>	<b>566</b>
Central:				
Salaries and Wages	1,218,669	1,269,372	1,269,372	0
Fringe Benefits	692,534	721,347	721,347	0
Purchased Services	921,636	844,719	844,719	0
Materials and Supplies	74,664	74,583	73,684	899
Capital Outlay - New	93,787	96,423	96,058	365
Capital Outlay - Replacement	40,238	31,496	31,496	0
Other	696	724	720	4
<b>Total Central</b>	<b>3,042,224</b>	<b>3,038,664</b>	<b>3,037,396</b>	<b>1,268</b>
<b>Total Support Services</b>	<b>36,196,607</b>	<b>35,896,154</b>	<b>35,816,803</b>	<b>79,351</b>
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	21,544	22,440	22,439	1
Fringe Benefits	5,381	5,605	5,605	0
Other	1,896	1,974	1,017	957
<b>Total Operation of Non-Instructional Services</b>	<b>28,821</b>	<b>30,019</b>	<b>29,061</b>	<b>958</b>
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	167,508	174,477	161,080	13,397
Fringe Benefits	73,366	76,418	76,418	0
<b>Total Academic and Subject Oriented Activities</b>	<b>\$240,874</b>	<b>\$250,895</b>	<b>\$237,498</b>	<b>\$13,397</b>

(continued)

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Sports Oriented Activities:				
Salaries and Wages	\$647,249	\$674,178	\$674,178	\$0
Fringe Benefits	353,070	367,760	367,760	0
Purchased Services	14,353	14,950	14,950	0
Materials and Supplies	84	88	0	88
Total Sports Oriented Activities	1,014,756	1,056,976	1,056,888	88
School and Public Service				
Co-Curricular Activities:				
Salaries and Wages	55,997	58,327	58,327	0
Fringe Benefits	53,083	55,292	3,963	51,329
Total School and Public Service				
Co-Curricular Activities	109,080	113,619	62,290	51,329
Total Extracurricular Activities	1,364,710	1,421,490	1,356,676	64,814
<i>Total Expenditures</i>	83,455,963	84,785,224	84,578,516	206,708
<i>Excess of Revenues Under Expenditures</i>	(28,265,472)	(4,591,089)	(5,702,949)	(1,111,860)
<b>Other Financing Sources (Uses)</b>				
Advances In	475,953	690,698	679,372	(11,326)
Advances Out	(399,227)	(663,489)	(663,489)	0
Transfers Out	(787,236)	(572,338)	(572,338)	0
<i>Total Other Financing Sources (Uses)</i>	(710,510)	(545,129)	(556,455)	(11,326)
<i>Net Change in Fund Balance</i>	(28,975,982)	(5,136,218)	(6,259,404)	(1,123,186)
<i>Fund Balance Beginning of Year</i>	26,774,292	26,774,292	26,774,292	0
Prior Year Encumbrances Appropriated	2,066,366	2,066,366	2,066,366	0
<i>Fund Balance (Deficit) End of Year</i>	(\$135,324)	\$23,704,440	\$22,581,254	(\$1,123,186)

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Debt Service Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$744,802	\$756,615	\$1,381,237	\$624,622
Intergovernmental	68,944	70,037	127,856	57,819
<i>Total Revenues</i>	<u>813,746</u>	<u>826,652</u>	<u>1,509,093</u>	<u>682,441</u>
<b>Expenditures</b>				
Debt Service:				
Principal Retirement	1,295,000	1,295,000	1,295,000	0
Interest and Fiscal Charges	671,529	671,529	671,529	0
<i>Total Expenditures</i>	<u>1,966,529</u>	<u>1,966,529</u>	<u>1,966,529</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,152,783)</u>	<u>(1,139,877)</u>	<u>(457,436)</u>	<u>682,441</u>
<b>Other Financing Sources</b>				
Premium on Certificates of Participation	68,622	69,711	127,260	57,549
Operating Transfers In	308,621	313,516	572,338	258,822
<i>Total Other Financing Sources</i>	<u>377,243</u>	<u>383,227</u>	<u>699,598</u>	<u>316,371</u>
<i>Net Change in Fund Balance</i>	(775,540)	(756,650)	242,162	998,812
<i>Fund Balance Beginning of Year</i>	<u>3,074,860</u>	<u>3,074,860</u>	<u>3,074,860</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,299,320</u></u>	<u><u>\$2,318,210</u></u>	<u><u>\$3,317,022</u></u>	<u><u>\$998,812</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Building Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest	\$153,868	\$171,701	\$171,701	\$0
<b>Expenditures</b>				
Capital Outlay:				
Building Acquisition and Construction Services:				
Capital Outlay - New	16,644,277	22,487,666	10,207,330	12,280,336
Debt Service:				
Interest and Fiscal Charges	2,382,782	604,782	604,782	0
Bond Issuance Cost	1,156,681	496,621	490,946	5,675
Total Debt Service	3,539,463	1,101,403	1,095,728	5,675
<i>Total Expenditures</i>	20,183,740	23,589,069	11,303,058	12,286,011
<i>Excess of Revenues Under Expenditures</i>	(20,029,872)	(23,417,368)	(11,131,357)	12,286,011
<b>Other Financing Sources (Uses)</b>				
Certificates of Participation Issued	23,299,659	26,000,000	26,000,000	0
Discount on Certificates of Participation	(2,324,463)	(406,581)	(406,581)	0
Advances In	221,931	247,652	247,652	0
Advances Out	(1,999,781)	(512,334)	(512,334)	0
<i>Total Other Financing Sources (Uses)</i>	19,197,346	25,328,737	25,328,737	0
<i>Net Change in Fund Balance</i>	(832,526)	1,911,369	14,197,380	12,286,011
<i>Fund Balance Beginning of Year</i>	5,614	5,614	5,614	0
Prior Year Encumbrances Appropriated	216,455	216,455	216,455	0
<i>Fund Balance (Deficit) End of Year</i>	(\$610,457)	\$2,133,438	\$14,419,449	\$12,286,011

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Title VI-B Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$3,673,881	\$2,352,238	\$2,350,223	(\$2,015)
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	39,656	26,021	26,021	0
Fringe Benefits	9,958	6,534	6,534	0
Purchased Services	795,632	561,022	561,022	0
Materials and Supplies	188,374	124,467	124,467	0
Capital Outlay - New	161,124	118,301	118,301	0
Total Instruction	1,194,744	836,345	836,345	0
Support Services:				
Pupil:				
Salaries and Wages	456,618	299,619	299,619	0
Fringe Benefits	120,653	79,169	79,169	0
Purchased Services	848,664	636,776	636,776	0
Total Pupil	1,425,935	1,015,564	1,015,564	0
Instructional Staff:				
Salaries and Wages	364,993	239,497	239,497	0
Fringe Benefits	10,339	6,784	6,784	0
Purchased Services	63,665	38,704	38,704	0
Total Instructional Staff	438,997	284,985	284,985	0
Administration:				
Salaries and Wages	76,369	50,111	50,111	0
Fringe Benefits	9,592	6,294	6,294	0
Total Administration	85,961	56,405	56,405	0
Pupil Transportation:				
Purchased Services	23,908	15,000	15,000	0
Capital Outlay - New	232,070	152,402	152,402	0
Total Pupil Transportation	255,978	167,402	167,402	0
Total Support Services	\$2,206,871	\$1,524,356	\$1,524,356	\$0

(continued)

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP) and Actual  
 Title VI-B Fund (continued)  
 For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	\$108,882	\$70,286	\$70,286	\$0
<i>Total Expenditures</i>	<u>3,510,497</u>	<u>2,430,987</u>	<u>2,430,987</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>163,384</u>	<u>(78,749)</u>	<u>(80,764)</u>	<u>(2,015)</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	82,478	52,762	52,762	0
Advances Out	(98,219)	(64,448)	(64,448)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(15,741)</u>	<u>(11,686)</u>	<u>(11,686)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	147,643	(90,435)	(92,450)	(2,015)
<i>Fund Balance Beginning of Year</i>	1	1	1	0
Prior Year Encumbrances Appropriated	<u>133,730</u>	<u>133,730</u>	<u>133,730</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$281,374</u>	<u>\$43,296</u>	<u>\$41,281</u>	<u>(\$2,015)</u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Auxiliary Services Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$738,352	\$573,168	\$572,262	(\$906)
Interest	165	128	128	0
<i>Total Revenues</i>	<u>738,517</u>	<u>573,296</u>	<u>572,390</u>	<u>(906)</u>
<b>Expenditures</b>				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	46,328	43,931	43,521	410
Fringe Benefits	34,268	32,966	32,192	774
Purchased Services	380,829	425,050	422,144	2,906
Materials and Supplies	153,268	132,350	115,572	16,778
Capital Outlay - New	41,777	24,235	23,569	666
<i>Total Expenditures</i>	<u>656,470</u>	<u>658,532</u>	<u>636,998</u>	<u>21,534</u>
<i>Net Change in Fund Balance</i>	82,047	(85,236)	(64,608)	0
<i>Fund Balance Beginning of Year</i>	8,236	8,236	8,236	0
Prior Year Encumbrances Appropriated	<u>77,906</u>	<u>77,906</u>	<u>77,906</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$168,189</u></u>	<u><u>\$906</u></u>	<u><u>\$21,534</u></u>	<u><u>\$0</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Title I Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$1,785,837	\$1,289,711	\$1,287,899	(\$1,812)
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	688,686	679,724	679,724	0
Fringe Benefits	170,147	167,933	167,933	0
Purchased Services	71,183	70,257	70,257	0
Materials and Supplies	43,275	40,759	40,759	0
Capital Outlay - New	68,282	50,299	50,299	0
Total Instruction	<u>1,041,575</u>	<u>1,008,972</u>	<u>1,008,972</u>	<u>0</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	52,827	52,140	52,140	0
Fringe Benefits	13,305	13,132	13,132	0
Purchased Services	284,459	260,411	260,411	0
Materials and Supplies	43,075	40,146	40,146	0
Capital Outlay - New	269,087	265,585	265,585	0
Other	4,053	4,000	4,000	0
Total Instructional Staff	<u>666,806</u>	<u>635,414</u>	<u>635,414</u>	<u>0</u>
Administration:				
Salaries and Wages	21,961	21,675	21,675	0
Fringe Benefits	3,074	3,034	3,034	0
Total Administration	<u>25,035</u>	<u>24,709</u>	<u>24,709</u>	<u>0</u>
Pupil Transportation:				
Purchased Services	2,229	2,200	2,200	0
Total Support Services	<u>694,070</u>	<u>662,323</u>	<u>662,323</u>	<u>0</u>
Operation of Non-Instructional Services				
Community Services:				
Salaries and Wages	9,085	8,967	8,966	1
Fringe Benefits	2,067	2,040	2,040	0
Purchased Services	20,487	20,220	20,220	0
Capital Outlay - New	6,757	4,341	4,341	0
Total Operation of Non-Instructional Services	<u>38,396</u>	<u>35,568</u>	<u>35,567</u>	<u>1</u>
<b>Total Expenditures</b>	<u>1,774,041</u>	<u>1,706,863</u>	<u>1,706,862</u>	<u>1</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	\$11,796	(\$417,152)	(\$418,963)	(\$1,811)

(continued)



**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Title I Fund (continued)*  
*For the Fiscal Year Ended June 30, 2010*

<b>Other Financing Sources</b>				
Advances In	\$458,819	\$332,858	\$332,858	\$0
<i>Net Change in Fund Balance</i>	470,615	(84,294)	(86,105)	(1,811)
<i>Fund Balance Beginning of Year</i>	41,434	41,434	41,434	0
Prior Year Encumbrances Appropriated	44,672	44,672	44,672	0
<i>Fund Balance End of Year</i>	<u>\$556,721</u>	<u>\$1,812</u>	<u>\$1</u>	<u>(\$1,811)</u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*District Managed Student Activities Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Extracurricular Activities	\$351,806	\$291,039	\$290,767	(\$272)
Contributions and Donations	191,698	158,587	158,438	(149)
Miscellaneous	6,315	5,224	5,219	(5)
<i>Total Revenues</i>	<u>549,819</u>	<u>454,850</u>	<u>454,424</u>	<u>(426)</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Pupil:				
Materials and Supplies	3,176	3,070	3,070	0
Operation and Maintenance of Plant:				
Purchased Services	2,830	3,000	2,736	264
Pupil Transportation:				
Purchased Services	51,066	47,467	47,467	0
Total Support Services	<u>57,072</u>	<u>53,537</u>	<u>53,273</u>	<u>264</u>
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Purchased Services	39,803	46,475	38,043	8,432
Materials and Supplies	57,538	107,706	55,340	52,366
Capital Outlay - New	0	1,665	0	1,665
Other	103,389	119,278	99,950	19,328
Total Academic and Subject Oriented Activities	<u>200,730</u>	<u>275,124</u>	<u>193,333</u>	<u>81,791</u>
Sports Oriented Activities:				
Salaries and Wages	21,396	20,684	20,684	0
Purchased Services	93,575	92,270	84,558	7,712
Materials and Supplies	184,596	174,101	169,519	4,582
Capital Outlay - New	1,725	1,668	1,668	0
Other	17,259	23,237	16,913	6,324
Total Sports Oriented Activities	<u>318,551</u>	<u>311,960</u>	<u>293,342</u>	<u>18,618</u>
Total Extracurricular Activities	<u>519,281</u>	<u>587,084</u>	<u>486,675</u>	<u>100,409</u>
<i>Total Expenditures</i>	<u>\$576,353</u>	<u>\$640,621</u>	<u>\$539,948</u>	<u>\$100,673</u>

(continued)

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP) and Actual  
 District Managed Student Activities Fund (continued)  
 For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<i>Net Change in Fund Balance</i>	(\$26,534)	(\$185,771)	(\$85,524)	\$100,247
<i>Fund Balance Beginning of Year</i>	161,350	161,350	161,350	0
<i>Prior Year Encumbrances Appropriated</i>	<u>26,534</u>	<u>26,534</u>	<u>26,534</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$161,350</u>	<u>\$2,113</u>	<u>\$102,360</u>	<u>\$100,247</u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP) and Actual  
 Preschool at Risk Fund  
 For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$235,000	\$148,000	\$147,304	(\$696)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	67,498	75,398	66,504	8,894
Fringe Benefits	38,076	37,515	37,515	0
Total Instruction	105,574	112,913	104,019	8,894
Support Services:				
Pupil:				
Purchased Services	16,120	8,000	8,000	0
Instructional Staff:				
Salaries and Wages	31,668	31,201	31,201	0
Administration:				
Salaries and Wages	13,252	13,058	13,058	0
Total Support Services	61,040	52,259	52,259	0
<i>Total Expenditures</i>	166,614	165,172	156,278	8,894
<i>Net Change in Fund Balance</i>	68,386	(17,172)	(8,974)	8,198
<i>Fund Balance Beginning of Year</i>	9,868	9,868	9,868	0
Prior Year Encumbrances Appropriated	8,000	8,000	8,000	0
<i>Fund Balance End of Year</i>	\$86,254	\$696	\$8,894	\$8,198

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Public School Support Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Extracurricular Activities	\$350,018	\$237,912	\$235,679	(\$2,233)
Contributions and Donations	78,039	53,066	52,546	(520)
Miscellaneous	71,943	48,922	48,442	(480)
<i>Total Revenues</i>	<u>500,000</u>	<u>339,900</u>	<u>336,667</u>	<u>(3,233)</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Fringe Benefits	1,034	1,000	906	94
Purchased Services	14,655	14,278	13,081	1,197
Materials and Supplies	29,648	45,692	26,050	19,642
Capital Outlay - New	3,994	9,946	4,903	5,043
Capital Outlay - Replacement	0	1,772	0	1,772
Other	17,819	25,954	16,754	9,200
Total Regular	<u>67,150</u>	<u>98,642</u>	<u>61,694</u>	<u>36,948</u>
Special:				
Materials and Supplies	3,291	4,011	3,287	724
Total Instruction	<u>70,441</u>	<u>102,653</u>	<u>64,981</u>	<u>37,672</u>
Support Services:				
Pupil:				
Purchased Services	805	1,200	706	494
Materials and Supplies	1,473	4,209	1,263	2,946
Other	0	90	0	90
Total Pupil	<u>2,278</u>	<u>5,499</u>	<u>1,969</u>	<u>3,530</u>
Instructional Staff:				
Purchased Services	67,345	79,008	58,967	20,041
Materials and Supplies	177,525	210,578	153,356	57,222
Capital Outlay - New	6,432	7,720	5,642	2,078
Other	76,707	79,962	67,065	12,897
Total Instructional Staff	<u>328,009</u>	<u>377,268</u>	<u>285,030</u>	<u>92,238</u>
Total Support Services	<u>\$330,287</u>	<u>\$382,767</u>	<u>\$286,999</u>	<u>\$95,768</u>

(continued)

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP) and Actual  
 Public School Support Fund (continued)  
 For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of Non-Instructional Services:				
Enterprise Operations:				
Materials and Supplies	\$228	\$7,044	\$200	\$6,844
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Materials and Supplies	0	125	0	125
Capital Outlay - New	3,067	12,070	3,847	8,223
Total Academic and Subject Oriented Activities	3,067	12,195	3,847	8,348
Occupational Oriented Activities:				
Materials and Supplies	13,895	16,286	11,552	4,734
Total Extracurricular Activities	16,962	28,481	15,399	13,082
<i>Total Expenditures</i>	417,918	520,945	367,579	153,366
<i>Net Change in Fund Balance</i>	82,082	(181,045)	(30,912)	150,033
<i>Fund Balance Beginning of Year</i>	184,889	184,889	184,889	0
Prior Year Encumbrances Appropriated	17,918	17,918	17,918	0
<i>Fund Balance End of Year</i>	\$284,889	\$21,762	\$171,895	\$150,033

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Local Grants Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Interest	\$153	\$42	\$42	\$0
Contributions and Donations	78,823	22,008	21,698	(310)
<i>Total Revenues</i>	78,976	22,050	21,740	(310)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	1,053	2,443	0	2,443
Fringe Benefits	88	205	0	205
Purchased Services	2,299	5,333	300	5,033
Materials and Supplies	19,069	44,015	8,388	35,627
Capital Outlay - New	3,474	8,060	0	8,060
Total Regular	25,983	60,056	8,688	51,368
Special:				
Salaries and Wages	862	2,000	2,000	0
Materials and Supplies	282	655	530	125
Total Special	1,144	2,655	2,530	125
Vocational:				
Purchased Services	245	569	0	569
Materials and Supplies	109	252	0	252
Total Vocational	354	821	0	821
Total Instruction	27,481	63,532	11,218	52,314
Support Services:				
Pupil:				
Capital Outlay - New	\$12	\$28	\$0	\$28

(continued)

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Local Grants Fund (continued)*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Instructional Staff:				
Salaries and Wages	\$46	\$106	\$0	\$106
Fringe Benefits	126	292	0	292
Purchased Services	4	10	0	10
Materials and Supplies	316	733	0	733
<b>Total Instructional Staff</b>	<b>492</b>	<b>1,141</b>	<b>0</b>	<b>1,141</b>
Business:				
Capital Outlay - New	2,743	6,364	6,364	0
Pupil Transportation:				
Purchased Services	1,017	1,200	838	362
<b>Total Support Services</b>	<b>4,264</b>	<b>8,733</b>	<b>7,202</b>	<b>1,531</b>
Operation of Non-Instructional Services				
Community Services:				
Capital Outlay - New	76	171	0	171
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Purchased Services	2,586	6,000	5,999	1
<b>Total Expenditures</b>	<b>34,407</b>	<b>78,436</b>	<b>24,419</b>	<b>54,017</b>
<b>Net Change in Fund Balance</b>	<b>44,569</b>	<b>(56,386)</b>	<b>(2,679)</b>	<b>53,707</b>
<b>Fund Balance Beginning of Year</b>	<b>88,019</b>	<b>88,019</b>	<b>88,019</b>	<b>0</b>
Prior Year Encumbrances Appropriated	599	599	599	0
<b>Fund Balance End of Year</b>	<b>\$133,187</b>	<b>\$32,232</b>	<b>\$85,939</b>	<b>\$53,707</b>



**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Preschool Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Intergovernmental	\$99,970	\$48,942	\$48,942	\$0
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	673	387	387	0
Purchased Services	6,156	3,800	3,800	0
Materials and Supplies	4,991	2,960	2,960	0
Capital Outlay - New	13,988	8,734	8,734	0
Total Instruction	25,808	15,881	15,881	0
Support Services:				
Pupil:				
Salaries and Wages	37,621	21,635	21,635	0
Fringe Benefits	9,675	5,564	5,564	0
Total Pupil	47,296	27,199	27,199	0
Instructional Staff:				
Salaries and Wages	17,779	10,224	10,224	0
Fringe Benefits	953	548	548	0
Purchased Services	3,106	1,900	1,900	0
Materials and Supplies	948	1,531	1,531	0
Total Instructional Staff	22,786	14,203	14,203	0
Total Support Services	70,082	41,402	41,402	0
<i>Total Expenditures</i>	95,890	57,283	57,283	0
<i>Excess of Revenues Over (Under) Expenditures</i>	4,080	(8,341)	(8,341)	0
<b>Other Financing Sources</b>				
Advances In	7,382	3,614	3,614	0
<i>Net Change in Fund Balance</i>	11,462	(4,727)	(4,727)	0
<i>Fund Balance Beginning of Year</i>	4,727	4,727	4,727	0
<i>Fund Balance End of Year</i>	\$16,189	\$0	\$0	\$0

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Title V Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$35,000	\$24,919	\$24,244	(\$675)
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	0	7,089	7,089	0
Fringe Benefits	0	1,801	1,801	0
Purchased Services	1,075	1,075	1,075	0
Materials and Supplies	477	276	276	0
Capital Outlay - New	5,311	5,311	5,311	0
Total Support Services	6,863	15,552	15,552	0
Operation of Non-Instructional Services				
Community Services:				
Materials and Supplies	398	385	385	0
Total Expenditures	7,261	15,937	15,937	0
Excess of Revenues Over Expenditures	27,739	8,982	8,307	(675)
<b>Other Financing Uses</b>				
Advances Out	0	(15,569)	(15,569)	0
Net Change in Fund Balance	27,739	(6,587)	(7,262)	(675)
Fund Balance Beginning of Year	1	1	1	0
Prior Year Encumbrances Appropriated	7,261	7,261	7,261	0
Fund Balance End of Year	\$35,001	\$675	\$0	(\$675)

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Drug Free Schools Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Intergovernmental	\$15,245	\$14,836	\$14,836	\$0
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	3,945	3,520	3,520	0
Fringe Benefits	1,002	894	894	0
Purchased Services	841	1,707	1,707	0
Capital Outlay - New	0	900	900	0
Total Instruction	5,788	7,021	7,021	0
Support Services:				
Instructional Staff:				
Purchased Services	3,465	7,000	7,000	0
Materials and Supplies	2,002	4,965	4,965	0
Total Instructional Staff	5,467	11,965	11,965	0
Operation and Maintenance of Plant:				
Capital Outlay - New	6,826	6,091	6,091	0
Total Support Services	12,293	18,056	18,056	0
<i>Total Expenditures</i>	18,081	25,077	25,077	0
<i>Excess of Revenues Under Expenditures</i>	(2,836)	(10,241)	(10,241)	0
<b>Other Financing Sources</b>				
Advances In	8,912	8,596	8,596	0
<i>Net Change in Fund Balance</i>	6,076	(1,645)	(1,645)	0
<i>Fund Balance Beginning of Year</i>	1,645	1,645	1,645	0
<i>Fund Balance End of Year</i>	\$7,721	\$0	\$0	\$0

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Ohio Reads Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$25,000	\$0	\$0	\$0
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	<u>2,001</u>	<u>2,001</u>	<u>2,001</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	22,999	(2,001)	(2,001)	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	<u>2,001</u>	<u>2,001</u>	<u>2,001</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$25,000</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenses and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Food Service Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Charges for Services	\$1,458,957	\$1,294,824	\$1,294,624	(\$200)
Interest	1,140	1,012	1,012	0
Intergovernmental	912,904	810,202	810,077	(125)
Miscellaneous	26,999	23,962	23,958	(4)
<i>Total Revenues</i>	<u>2,400,000</u>	<u>2,130,000</u>	<u>2,129,671</u>	<u>(329)</u>
<b>Expenditures</b>				
Operation of Non-Instructional				
Services:				
Food Service Operations:				
Salaries and Wages	995,407	845,300	803,753	41,547
Fringe Benefits	451,694	394,726	394,726	0
Purchased Services	109,817	176,467	126,238	50,229
Materials and Supplies	940,714	969,940	863,836	106,104
Capital Outlay - New	14,357	60,000	11,593	48,407
Capital Outlay - Replacement	18,113	83,668	11,663	72,005
<i>Total Expenditures</i>	<u>2,530,102</u>	<u>2,530,101</u>	<u>2,211,809</u>	<u>318,292</u>
<i>Net Change in Fund Balance</i>	(130,102)	(400,101)	(82,138)	317,963
<i>Fund Balance Beginning of Year</i>	730,813	730,813	730,813	0
Prior Year Encumbrances Appropriated	57,092	57,092	57,092	0
<i>Fund Balance End of Year</i>	<u>\$657,803</u>	<u>\$387,804</u>	<u>\$705,767</u>	<u>\$317,963</u>

**Berea City School District**  
*Schedule of Revenues, Expenses and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Uniform School Supplies Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Tuition and Fees	125,000	\$33,900	\$33,864	(\$36)
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular :				
Materials and Supplies	70,156	52,405	48,995	3,410
<i>Net Change in Fund Balance</i>	54,844	(18,505)	(15,131)	3,374
<i>Fund Balance Beginning of Year</i>	18,385	18,385	18,385	0
Prior Year Encumbrances Appropriated	157	157	157	0
<i>Fund Balance End of Year</i>	<u>\$73,386</u>	<u>\$37</u>	<u>\$3,411</u>	<u>\$3,374</u>

**Berea City School District**  
*Schedule of Revenues, Expenses and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Adult and Community Education Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
<b>Revenues</b>				
Tuition and Fees	\$1,392,562	\$1,115,382	\$1,115,382	\$0
Contributions and Donations	642	514	514	0
Miscellaneous	6,631	5,311	5,311	0
<i>Total Revenues</i>	<u>1,399,835</u>	<u>1,121,207</u>	<u>1,121,207</u>	<u>0</u>
Expenditures:				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	93,205	71,907	71,907	0
Fringe Benefits	25,505	19,806	19,677	129
Purchased Services	177,928	142,807	139,722	3,085
Other	3,960	3,310	3,055	255
Total Adult/Continuing Instruction	<u>300,598</u>	<u>237,830</u>	<u>234,361</u>	<u>3,469</u>
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	821,489	653,266	633,774	19,492
Fringe Benefits	201,007	176,735	155,076	21,659
Purchased Services	35,658	38,946	24,750	14,196
Materials and Supplies	32,544	30,352	25,998	4,354
Capital Outlay - New	3,007	7,300	2,320	4,980
Other	9,038	7,700	6,973	727
Total Operation of Non-Instructional Services:	<u>1,102,743</u>	<u>914,299</u>	<u>848,891</u>	<u>65,408</u>
<i>Total Expenditures</i>	<u>1,403,341</u>	<u>1,152,129</u>	<u>1,083,252</u>	<u>68,877</u>
<i>Net Change in Fund Balance</i>	(3,506)	(30,922)	37,955	68,877
<i>Fund Balance Beginning of Year</i>	39,488	39,488	39,488	0
Prior Year Encumbrances Appropriated	<u>12,645</u>	<u>12,645</u>	<u>12,645</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$48,627</u>	<u>\$21,211</u>	<u>\$90,088</u>	<u>\$68,877</u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP) and Actual  
 Educational Management Information Systems Fund  
 For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$80,000	\$13,000	\$12,959	(\$41)
<b>Expenditures</b>				
Current:				
Support Services:				
Central:				
Purchased Services	<u>38,865</u>	<u>51,824</u>	<u>39,546</u>	<u>12,278</u>
<i>Net Change in Fund Balance</i>	41,135	(38,824)	(26,587)	12,237
<i>Fund Balance Beginning of Year</i>	13,850	13,850	13,850	0
Prior Year Encumbrances Appropriated	<u>25,015</u>	<u>25,015</u>	<u>25,015</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$80,000</u></u>	<u><u>\$41</u></u>	<u><u>\$12,278</u></u>	<u><u>\$12,237</u></u>



**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Technology IID Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$9,602	\$11,934	\$11,003	(\$931)
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	2,230	6,186	6,186	0
Capital Outlay - New	11,847	12,730	12,730	0
Total Support Services	14,077	18,916	18,916	0
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	63	175	175	0
<i>Total Expenditures</i>	14,140	19,091	19,091	0
<i>Excess of Revenues Under Expenditures</i>	(4,538)	(7,157)	(8,088)	(931)
<b>Other Financing Sources (Uses)</b>				
Advances In	5,398	6,186	6,186	0
Advances Out	(1,931)	(5,357)	(5,357)	0
<i>Total Other Financing Sources (Uses)</i>	3,467	829	829	0
<i>Net Change in Fund Balance</i>	(1,071)	(6,328)	(7,259)	(931)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	7,259	7,259	7,259	0
<i>Fund Balance End of Year</i>	<u>\$6,188</u>	<u>\$931</u>	<u>\$0</u>	<u>(\$931)</u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Parent Mentor Grant Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$30,372	\$30,032	\$29,687	(\$345)
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	15,784	18,831	18,831	0
Fringe Benefits	2,734	3,262	3,262	0
Purchased Services	1,326	1,746	1,746	0
Materials and Supplies	483	1,442	1,442	0
<i>Total Expenditures</i>	<u>20,327</u>	<u>25,281</u>	<u>25,281</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	<u>10,045</u>	<u>4,751</u>	<u>4,406</u>	<u>(345)</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	1,614	1,598	1,598	0
Advances Out	(5,062)	(6,038)	(6,038)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(3,448)</u>	<u>(4,440)</u>	<u>(4,440)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	6,597	311	(34)	(345)
<i>Fund Balance Beginning of Year</i>	1	1	1	0
Prior Year Encumbrances Appropriated	33	33	33	0
<i>Fund Balance End of Year</i>	<u>\$6,631</u>	<u>\$345</u>	<u>\$0</u>	<u>(\$345)</u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Title IIA Fund*  
*For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$443,785	\$305,756	\$305,756	\$0
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	96,531	183,250	183,250	0
Fringe Benefits	24,519	46,545	46,545	0
Total Instruction	121,050	229,795	229,795	0
Support Services:				
Instructional Staff:				
Purchased Services	55,057	50,752	50,752	0
Materials and Supplies	19,092	15,232	15,232	0
Capital Outlay - New	28,955	17,000	17,000	0
Total Support Services	103,104	82,984	82,984	0
Operation of Non-Instructional Services				
Community Services:				
Purchased Services	105	199	199	0
<i>Total Expenditures</i>	224,259	312,978	312,978	0
<i>Excess of Revenues Over (Under) Expenditures</i>	219,526	(7,222)	(7,222)	0
<b>Other Financing Sources (Uses)</b>				
Advances In	14,151	10,223	10,223	0
Advances Out	(39,838)	(75,626)	(75,626)	0
<i>Total Other Financing Sources (Uses)</i>	(25,687)	(65,403)	(65,403)	0
<i>Net Change in Fund Balance</i>	193,839	(72,625)	(72,625)	0
Prior Year Encumbrances Appropriated	72,625	72,625	72,625	0
<i>Fund Balance End of Year</i>	\$266,464	\$0	\$0	\$0

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Education Stabilization Fnd*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$512,116	\$478,000	\$477,743	(\$257)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	442,465	442,465	252,522	189,943
Purchased Services	34,651	34,651	30,917	3,734
<i>Total Expenditures</i>	<u>477,116</u>	<u>477,116</u>	<u>283,439</u>	<u>193,677</u>
<i>Net Change in Fund Balance</i>	35,000	884	194,304	193,420
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$35,000</u></u>	<u><u>\$884</u></u>	<u><u>\$194,304</u></u>	<u><u>\$193,420</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Poverty Based Assistance Grant Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$3,194	\$3,194	\$3,194	\$0
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	<u>3,194</u>	<u>3,194</u>	<u>3,194</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Title III Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$25,000	\$38,280	\$38,276	(\$4)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	9,860	30,699	30,699	0
Fringe Benefits	2,319	7,219	7,219	0
Purchased Services	128	400	400	0
Materials and Supplies	101	313	313	0
<i>Total Expenditures</i>	<u>12,408</u>	<u>38,631</u>	<u>38,631</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	12,592	(351)	(355)	(4)
<i>Fund Balance Beginning of Year</i>	<u>1,355</u>	<u>1,355</u>	<u>1,355</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$13,947</u></u>	<u><u>\$1,004</u></u>	<u><u>\$1,000</u></u>	<u><u>(\$4)</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Bus Diesel Grant*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$53,447	\$50,000	\$994	(\$49,006)
<b>Expenditures</b>				
Current:				
Pupil Transportation:				
Purchased Services	<u>44,274</u>	<u>44,274</u>	<u>44,274</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	9,173	5,726	(43,280)	(49,006)
<i>Fund Balance Beginning of Year</i>	<u>43,280</u>	<u>43,280</u>	<u>43,280</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$52,453</u></u>	<u><u>\$49,006</u></u>	<u><u>\$0</u></u>	<u><u>(\$49,006)</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP) and Actual  
Permanent Improvement Fund  
For the Fiscal Year Ended June 30, 2010*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$763,264	\$783,040	\$916,414	\$133,374
Intergovernmental	615,632	631,582	739,159	107,577
<i>Total Revenues</i>	<u>1,378,896</u>	<u>1,414,622</u>	<u>1,655,573</u>	<u>240,951</u>
<b>Expenditures</b>				
Support Services:				
Instructional Staff:				
Materials and Supplies	61,347	75,000	9,540	65,460
Capital Outlay - New	49,538	54,753	54,324	429
Capital Outlay - Replacement	372,617	455,547	282,935	172,612
Total Instructional Staff	<u>483,502</u>	<u>585,300</u>	<u>346,799</u>	<u>238,501</u>
Fiscal:				
Purchased Services	12,635	6,950	6,950	0
Total Support Services	<u>496,137</u>	<u>592,250</u>	<u>353,749</u>	<u>238,501</u>
Capital Outlay:				
Building Improvement Services:				
Capital Outlay - New	882,161	816,086	728,066	88,020
Debt Service:				
Principal Retirement	184,040	225,000	225,000	0
Interest and Fiscal Charges	42,901	52,450	52,450	0
Total Debt Service	<u>226,941</u>	<u>277,450</u>	<u>277,450</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,605,239</u>	<u>1,685,786</u>	<u>1,359,265</u>	<u>326,521</u>
<i>Net Change in Fund Balance</i>	<u>(226,343)</u>	<u>(271,164)</u>	<u>296,308</u>	<u>567,472</u>
<i>Fund Balance Beginning of Year</i>	<u>1,450,364</u>	<u>1,450,364</u>	<u>1,450,364</u>	<u>0</u>
Prior Year Encumbrances Appropriated	<u>226,343</u>	<u>226,343</u>	<u>226,343</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,450,364</u></u>	<u><u>\$1,405,543</u></u>	<u><u>\$1,973,015</u></u>	<u><u>\$567,472</u></u>



**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*School Net Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Capital Outlay:	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>1,724</u>	<u>1,724</u>	<u>1,724</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,724</u></u>	<u><u>\$1,724</u></u>	<u><u>\$1,724</u></u>	<u><u>\$0</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Network Connectivity Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$50,000	\$25,149	\$25,149	\$0
<b>Expenditures</b>				
Current:				
Support Services:				
Central:				
Purchased Services	<u>13,380</u>	<u>60,088</u>	<u>13,380</u>	<u>46,708</u>
<i>Net Change in Fund Balance</i>	36,620	(34,939)	11,769	46,708
<i>Fund Balance Beginning of Year</i>	<u>34,942</u>	<u>34,942</u>	<u>34,942</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$71,562</u></u>	<u><u>\$3</u></u>	<u><u>\$46,711</u></u>	<u><u>\$46,708</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP) and Actual*  
*Interactive Video Lab Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$2,400	\$0	\$0	\$0
<b>Expenditures</b>				
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	2,400	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>2,400</u>	<u>2,400</u>	<u>2,400</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$4,800</u></u>	<u><u>\$2,400</u></u>	<u><u>\$2,400</u></u>	<u><u>\$0</u></u>

**Berea City School District**  
*Schedule of Revenues, Expenses and Changes*  
*In Fund Equity - Budget (Non-GAAP) and Actual*  
*Self Insurance Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Charges for Services	\$9,060,000	\$13,246,387	\$13,246,387	\$0
<b>Expenses</b>				
Purchased Services:				
Central Support Services	1,013,856	1,369,018	1,327,013	42,005
Insurance Claims:				
Central Support Services	10,346,144	13,520,428	13,520,428	0
Total Expenses	11,360,000	14,889,446	14,847,441	42,005
<i>Net Change in Fund Equity</i>	(2,300,000)	(1,643,059)	(1,601,054)	42,005
<i>Fund Equity Beginning of Year</i>	3,106,818	3,106,818	3,106,818	0
<i>Fund Equity End of Year</i>	\$806,818	\$1,463,759	\$1,505,764	\$42,005

**Berea City School District**  
*Schedule of Revenues, Expenses and Changes*  
*In Fund Equity - Budget (Non-GAAP) and Actual*  
*Scholarship Trust Fund*  
*For the Fiscal Year Ended June 30, 2010*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest	\$875	\$100	\$20	(\$80)
<b>Expenses:</b>				
<i>Total Expenses</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	875	100	20	(80)
<i>Fund Equity Beginning of Year</i>	<u>14,011</u>	<u>14,011</u>	<u>14,011</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$14,886</u></u>	<u><u>\$14,111</u></u>	<u><u>\$14,031</u></u>	<u><u>(\$80)</u></u>



*Kristyn S.*

7<sup>th</sup> Grade

Roehm Middle School

Art Instructor: Heather Courtwright

# STATISTICAL SECTION



*Jennifer H.*

7<sup>th</sup> Grade

Roehm Middle School

Art Instructor: Heather Courtwright

## Statistical Section

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

### **Contents**

### **Page(s)**

#### **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.

S2 - S13

#### **Revenue Capacity**

These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.

S14 - S20

#### **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.

S21 - S25

#### **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.

S26-S28

#### **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.

S29 - S35

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School District implemented GASB Statement 34 in 1999; schedules presenting government-wide information include information beginning in that year.

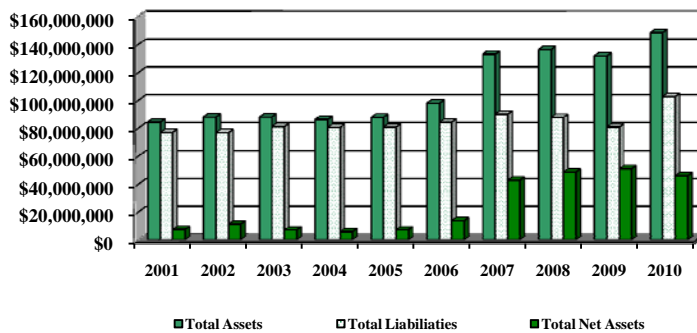


**Berea City School District**  
*Net Assets by Component*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

	2001	2002	2003	2004
<b>Governmental Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$8,034,487	\$8,589,025	\$7,982,725	\$4,675,106
Restricted for:				
Capital Projects	1,973,385	2,252,795	1,556,283	1,274,847
Debt Service	856,742	1,171,432	1,387,180	1,749,312
Set Asides	0	795,483	1,456,976	433,879
Other Purposes	561,062	677,308	691,877	811,572
Unrestricted (Deficit)	(5,078,261)	(3,041,822)	(6,635,259)	(4,937,796)
<i>Total Net Assets - Governmental Activities</i>	<u>6,347,415</u>	<u>10,444,221</u>	<u>6,439,782</u>	<u>4,006,920</u>
<b>Business-Type Activities: (1)</b>				
Invested in Capital Assets, Net of Related Debt	271,448	324,248	311,501	153,583
Unrestricted (Deficit)	769,362	656,429	450,204	267,704
<i>Total Net Assets - Business-Type Activities</i>	<u>1,040,810</u>	<u>980,677</u>	<u>761,705</u>	<u>421,287</u>
<b>Primary Government</b>				
Invested in Capital Assets, Net of Related Debt	8,305,935	8,913,273	8,294,226	4,828,689
Restricted for:				
Capital Projects	1,973,385	2,252,795	1,556,283	1,274,847
Debt Service	856,742	1,171,432	1,387,180	1,749,312
Set Asides	0	795,483	1,456,976	433,879
Other Purposes	561,062	677,308	691,877	811,572
Unrestricted (Deficit)	(4,308,899)	(2,385,393)	(6,185,055)	(4,670,092)
<i>Total Net Assets - Primary Government</i>	<u>\$7,388,225</u>	<u>\$11,424,898</u>	<u>\$7,201,487</u>	<u>\$4,428,207</u>

(1) In 2006 all Business Type activities were reclassified as Governmental Activities.

**Net Assets**



<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$4,195,154	\$3,721,315	\$10,618,221	\$10,053,655	\$10,836,395	\$17,647,068
1,340,582	1,670,088	2,101,471	0	0	0
2,078,188	2,314,486	2,555,851	5,636,961	5,624,696	2,850,111
74,709	182,254	431,846	32,292	389,213	229,621
952,118	1,914,346	2,479,929	1,959,363	2,354,730	2,010,455
(363,997)	4,346,403	24,575,315	30,822,355	31,675,782	23,173,431
<u>8,276,754</u>	<u>14,148,892</u>	<u>42,762,633</u>	<u>48,504,626</u>	<u>50,880,816</u>	<u>45,910,686</u>
37,678	NA	NA	NA	NA	NA
<u>500,891</u>	NA	NA	NA	NA	NA
<u>538,569</u>					
4,232,832	3,721,315	10,618,221	10,053,655	10,836,395	17,647,068
1,340,582	1,670,088	2,101,471	0	0	0
2,078,188	2,314,486	2,555,851	5,636,961	5,624,696	2,850,111
74,709	182,254	431,846	32,292	389,213	229,621
952,118	1,914,346	2,479,929	1,959,363	2,354,730	2,010,455
136,894	4,346,403	24,575,315	30,822,355	31,675,782	23,173,431
<u>\$8,815,323</u>	<u>\$14,148,892</u>	<u>\$42,762,633</u>	<u>\$48,504,626</u>	<u>\$50,880,816</u>	<u>\$45,910,686</u>

**Berea City School District**

*Changes in Net Assets*

*Last Ten Fiscal Years*

*(accrual basis of accounting)*

	2001	2002	2003	2004	2005
<b>Expenses</b>					
<b>Governmental Activities:</b>					
Regular Instruction	\$31,242,817	\$33,845,941	\$33,232,246	\$37,751,017	\$33,560,969
Special Instruction	5,517,738	6,229,099	6,578,655	6,520,781	7,532,416
Vocational Instruction	512,130	610,196	716,389	776,375	886,273
Adult/Continuing Instruction	56,377	1,494	0	2,084	0
Pupil Support	3,719,957	4,159,680	4,476,444	4,688,217	4,511,651
Instructional Staff Support	6,649,772	6,646,034	6,171,146	6,831,035	5,992,101
Board of Education	41,286	25,310	16,083	43,963	20,978
Administration	3,887,006	4,145,642	3,903,379	4,269,239	4,297,125
Fiscal	1,333,261	1,473,408	1,414,721	1,540,926	1,610,656
Business	1,094,132	846,750	932,494	932,516	772,831
Operation and Maintenance of Plant	8,533,754	8,040,642	7,654,007	8,363,682	7,804,602
Pupil Transportation	3,085,916	3,428,270	3,589,025	3,476,174	3,781,584
Central	2,602,684	1,479,283	1,670,260	2,006,840	2,107,504
Operation of Non-Instructional Services	744,017	622,093	826,940	657,734	1,109,590
Extracurricular Activities	1,523,604	1,572,674	1,325,683	1,691,989	1,572,656
Intergovernmental	262	0	0	0	0
Interest and Fiscal Charges	755,802	709,324	545,120	534,592	517,681
<b>Total Governmental Activities Expenses</b>	<b>71,300,515</b>	<b>73,835,840</b>	<b>73,052,592</b>	<b>80,087,164</b>	<b>76,078,617</b>
<b>Business-Type Activities:</b>					
Food Service	2,005,686	2,053,944	2,291,722	2,189,462	1,877,578
Uniform School Supplies	62,068	53,810	40,013	36,284	57,461
Adult and Community Services	1,014,470	969,717	1,003,407	1,023,773	936,500
<b>Total Business-Type Activities Expenses</b>	<b>3,082,224</b>	<b>3,077,471</b>	<b>3,335,142</b>	<b>3,249,519</b>	<b>2,871,539</b>
<b>Total Primary Government Expenses</b>	<b>74,382,739</b>	<b>76,913,311</b>	<b>76,387,734</b>	<b>83,336,683</b>	<b>78,950,156</b>
<b>Program Revenues</b>					
<b>Governmental Activities:</b>					
<b>Charges for Services and Sales:</b>					
Regular Instruction	261,665	253,976	350,625	911,564	916,253
Special Instruction	669,364	1,024,544	564,515	519,632	1,114,791
Vocational Instruction	0	0	0	0	0
Adult/Continuing					
Pupil Support	3,526	5,199	4,279	2,548	1,273
Instructional Staff Support	102,104	132,912	92,976	131,794	103,405
Administration	0	0	0	0	0
Business	122,591	127,399	84,419	137,073	150,328
Operation and Maintenance of Plant	212,855	219,832	158,178	52,581	44,125
Pupil Transportation	31,300	37,418	50,775	36,677	58,174
Central	0	0	0	0	0
Operation of Non-Instructional Services	20,757	2,043	0	0	0
Extracurricular Activities	359,102	370,245	289,971	421,237	426,693
<b>Operating Grants and Contributions</b>					
Regular Instruction	513,002	434,525	428,407	587,622	624,338
Special Instruction	332,058	336,570	572,640	710,957	994,755
Vocational Instruction	0	16,307	28,766	47,438	1,383
Adult/Continuing Instruction	38,826	280	0	0	0
Pupil Support	280,187	380,681	444,012	607,097	712,155
Instructional Staff Support	508,006	457,267	569,345	516,951	587,840
Administration	66,537	64,676	83,342	65,743	86,246
Business	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0
Pupil Transportation	1,603	817	218,762	34,664	42,117
Central	30,964	28,348	27,837	28,158	26,493
Operation of Non-Instructional Services	698,617	750,518	793,504	744,937	1,000,307
Extracurricular Activities	56,855	57,938	46,293	81,893	49,367
<b>Capital Grants and Contributions</b>					
Regular Instruction	274,690	8,937	0	0	0
Instructional Staff Support	0	0	113,152	0	68,250
Operation and Maintenance of Plant	0	0	45,500	37,888	19,854
Pupil Transportation	61,476	60,865	0	0	0
Central	12,127	11,944	0	1,112	16,146
<b>Total Governmental Activities Program Revenues</b>	<b>\$4,658,212</b>	<b>\$4,783,241</b>	<b>\$4,967,298</b>	<b>\$5,677,566</b>	<b>\$7,044,293</b>

2006	2007	2008	2009	2010
\$31,977,716	\$33,422,192	\$39,358,016	\$36,391,830	\$45,065,039
7,795,494	7,217,382	11,074,764	11,547,898	10,038,403
563,609	582,310	700,317	809,220	825,472
1,197,969	179,333	182,990	217,180	227,267
4,547,564	4,136,208	4,756,650	5,062,514	5,264,854
5,429,933	4,208,406	5,788,567	7,184,673	7,503,450
22,615	32,706	42,261	39,173	40,655
4,329,086	3,890,384	4,148,412	4,979,545	4,847,968
1,738,649	1,514,355	2,524,738	1,767,988	1,644,105
839,427	688,830	743,284	839,474	732,957
8,023,138	6,648,771	7,790,941	8,874,736	7,582,239
3,809,097	3,309,074	4,128,443	4,092,193	4,039,473
2,500,369	2,284,938	2,380,593	2,415,876	2,203,808
2,857,250	3,664,529	3,908,876	3,876,038	3,409,255
1,249,592	1,632,024	1,679,646	1,707,738	1,793,990
0	0	0	0	0
491,733	481,379	794,393	772,958	1,721,024
<u>77,373,241</u>	<u>73,892,821</u>	<u>90,002,891</u>	<u>90,579,034</u>	<u>96,939,959</u>
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
<u>NA</u>	<u>NA</u>	<u>NA</u>	<u>NA</u>	<u>NA</u>
<u>77,373,241</u>	<u>73,892,821</u>	<u>90,002,891</u>	<u>90,579,034</u>	<u>96,939,959</u>
1,072,524	1,017,281	3,234,041	1,070,598	1,094,550
981,742	830,296	388,876	813,165	1,549,202
0	0	0	0	0
1,143,813	194,641	178,586	200,570	232,937
3,932	4,482	4,256	3,750	2,999
99,938	113,719	152,390	142,636	184,976
0	0	0	0	0
154,221	0	18,574	136,431	107,659
33,385	137,119	156,563	26,854	122,319
54,438	63,490	53,840	65,579	74,205
0	148,268	0	0	0
1,469,055	2,415,337	2,395,120	2,303,752	2,172,752
435,997	435,269	407,496	270,131	270,030
502,377	487,930	345,357	353,705	809,913
1,062,813	1,146,319	1,333,987	1,499,683	1,537,002
256	0	0	0	0
0	0	0	0	108
811,492	790,456	725,207	760,077	968,944
557,318	487,755	526,799	557,453	859,369
64,946	81,069	81,625	100,509	89,783
0	0	0	0	5,803
1,636	3,762	0	367	4,082
8,914	36,038	16,473	15,131	189,203
25,858	25,007	26,573	21,474	12,959
1,431,996	1,670,078	1,539,691	1,643,553	1,626,109
37,542	34,024	41,460	83,779	149,800
0	0	0	0	0
0	0	1,249	0	0
0	0	0	0	0
0	0	0	0	0
39,000	39,000	90,477	36,000	25,149
<u>\$9,993,193</u>	<u>\$10,161,340</u>	<u>\$11,718,640</u>	<u>\$10,105,197</u>	<u>\$12,089,853</u>

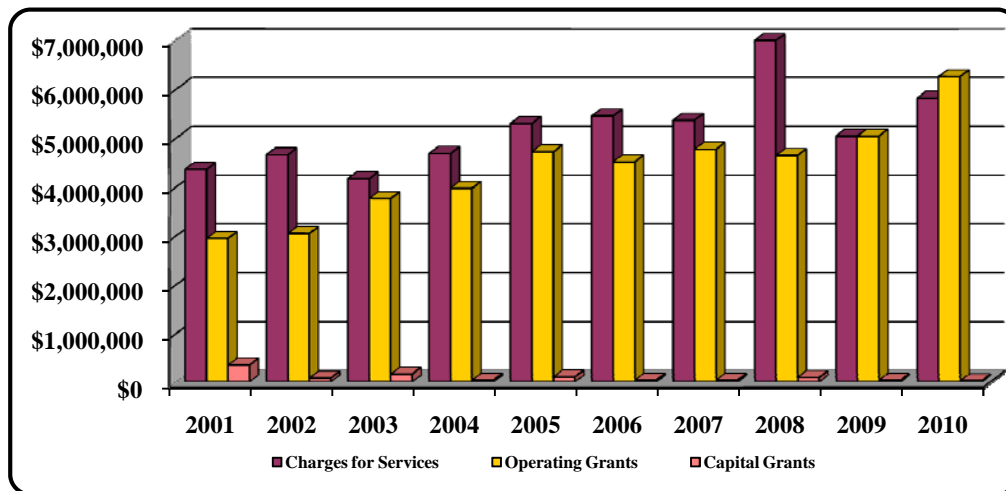
**Berea City School District**  
*Changes in Net Assets (continued)*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

	2001	2002	2003	2004	2005
<b>Business-Type Activities:</b>					
<b>Charges for Services:</b>					
Food Service	\$1,608,963	\$1,496,808	\$1,474,696	\$1,411,480	\$1,346,640
Uniform School Supplies	60,908	41,195	40,958	49,695	52,895
Adult and Community Education	901,679	941,905	1,052,129	1,003,513	1,078,185
<b>Operating Grants and Contributions</b>					
Food Service	409,802	512,892	541,393	541,589	588,770
<b>Total Business-Type Activities Program Revenues</b>	<u>2,981,352</u>	<u>2,992,800</u>	<u>3,109,176</u>	<u>3,006,277</u>	<u>3,066,490</u>
<b>Total Primary Government Program Revenues</b>	<u>7,639,564</u>	<u>7,776,041</u>	<u>8,076,474</u>	<u>8,683,843</u>	<u>10,110,783</u>
<b>Net (Expense)/Revenue</b>					
Governmental Activities	(66,642,303)	(69,052,599)	(68,085,294)	(74,409,598)	(69,034,324)
Business-Type Activities	<u>(100,872)</u>	<u>(84,671)</u>	<u>(225,966)</u>	<u>(243,242)</u>	<u>194,951</u>
<b>Total Primary Government Net Expense</b>	<u>(66,743,175)</u>	<u>(69,137,270)</u>	<u>(68,311,260)</u>	<u>(74,652,840)</u>	<u>(68,839,373)</u>
<b>General Revenues and Other Changes in Net Assets</b>					
<b>Governmental Activities:</b>					
<b>Property and Other Local Taxes Levied For:</b>					
General Purposes	50,730,052	54,978,763	47,972,554	56,243,592	55,412,839
Debt Service	1,170,571	1,288,957	1,071,618	1,299,561	1,320,217
Capital Outlay	1,725,658	1,836,753	1,463,284	1,648,807	1,621,200
<b>Grants and Entitlements not Restricted to Specific Programs</b>	12,552,799	13,662,871	13,068,487	14,713,414	14,482,803
Payment in Lieu of Taxes	161,837	0	0	0	0
Unrestricted Contributions	0	0	0	0	8,085
Gain on Sale of Capital Assets	1,009,744	468,107	0	0	0
Investment Earnings	20,000	460,298	188,228	136,001	248,725
Miscellaneous	36,442	264,747	316,684	236,263	210,289
<b>Total Governmental Activities</b>	<u>67,407,103</u>	<u>72,960,496</u>	<u>64,080,855</u>	<u>74,277,638</u>	<u>73,304,158</u>
<b>Business-Type Activities:</b>					
Investment Earnings	33,898	13,450	6,994	4,115	5,543
Miscellaneous	100	3,011	0	0	9,848
<b>Total Business-Type Activities</b>	<u>33,998</u>	<u>16,461</u>	<u>6,994</u>	<u>4,115</u>	<u>15,391</u>
<b>Total Primary Government</b>	<u>67,441,101</u>	<u>72,976,957</u>	<u>64,087,849</u>	<u>74,281,753</u>	<u>73,319,549</u>
<b>Restatements</b>	<u>(304,635)</u>	<u>196,896</u>	<u>0</u>	<u>(2,402,193)</u>	<u>(93,060)</u>
<b>Change in Net Assets</b>					
Governmental Activities	460,165	4,104,793	(4,004,439)	(2,534,153)	4,176,774
Business-Type Activities	<u>(66,874)</u>	<u>(68,210)</u>	<u>(218,972)</u>	<u>(239,127)</u>	<u>210,342</u>
<b>Total Primary Government Change in Net Assets</b>	<u>\$393,291</u>	<u>\$4,036,583</u>	<u>(\$4,223,411)</u>	<u>(\$2,773,280)</u>	<u>\$4,387,116</u>

2006	2007	2008	2009	2010
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
9,993,193	10,161,340	11,718,640	10,105,197	12,089,853
(67,380,048)	(63,731,481)	(78,284,251)	(80,473,837)	(84,850,106)
0	0	0	0	0
(67,380,048)	(63,731,481)	(78,284,251)	(80,473,837)	(84,850,106)
53,447,973	68,639,747	55,730,090	53,974,253	49,940,417
1,191,290	1,409,130	1,289,022	1,133,718	1,068,671
1,610,840	2,138,811	1,188,843	1,341,588	1,294,683
15,490,950	17,729,223	23,174,392	25,357,616	26,020,444
0	0	0		0
0	0	0		0
0	0	0		0
761,038	1,531,056	1,958,941	692,009	307,078
191,355	897,255	684,956	350,843	1,248,683
72,693,446	92,345,222	84,026,244	82,850,027	79,879,976
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
72,693,446	92,345,222	84,026,244	82,850,027	79,879,976
0	0	0	0	0
5,313,398	28,613,741	5,741,993	2,376,190	(4,970,130)
NA	NA	NA	NA	NA
\$5,313,398	\$28,613,741	\$5,741,993	\$2,376,190	(\$4,970,130)

**Berea City School District**  
*Program Revenues by Function/Program*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Governmental Activities</b>					
Regular Instruction	\$1,049,357	\$697,438	\$779,032	\$1,499,186	\$1,540,591
Special Instruction	1,001,422	1,361,114	1,137,155	1,230,589	2,109,546
Vocational Instruction	0	16,307	28,766	47,438	1,383
Adult/Continuing Instruction	38,826	280	0	0	0
Pupil Support	283,713	385,880	448,291	609,645	713,428
Instructional Staff Support	610,110	590,179	775,473	648,745	759,495
Administration	66,537	64,676	83,342	65,743	86,246
Business	122,591	127,399	84,419	137,073	150,328
Operation and Maintenance of Plant	212,855	219,832	203,678	90,469	63,979
Pupil Transportation	94,379	99,100	269,537	71,341	100,291
Central	43,091	40,292	27,837	29,270	42,639
Operation of Non-Instructional Services	719,374	752,561	793,504	744,937	1,000,307
Extracurricular Activities	415,957	428,183	336,264	503,130	476,060
<i>Total Governmental Activities</i>	<u>4,658,212</u>	<u>4,783,241</u>	<u>4,967,298</u>	<u>5,677,566</u>	<u>7,044,293</u>
<b>Business-Type Activities</b>					
Food Service	2,018,765	2,009,700	2,016,089	1,953,069	1,935,410
Uniform School Supplies	60,908	41,195	40,958	49,695	52,895
Adult and Community Education	901,679	941,905	1,052,129	1,003,513	1,078,185
<i>Total Business-Type Activities</i>	<u>2,981,352</u>	<u>2,992,800</u>	<u>3,109,176</u>	<u>3,006,277</u>	<u>3,066,490</u>
<i>Total Primary Government</i>	<u><u>\$7,639,564</u></u>	<u><u>\$7,776,041</u></u>	<u><u>\$8,076,474</u></u>	<u><u>\$8,683,843</u></u>	<u><u>\$10,110,783</u></u>

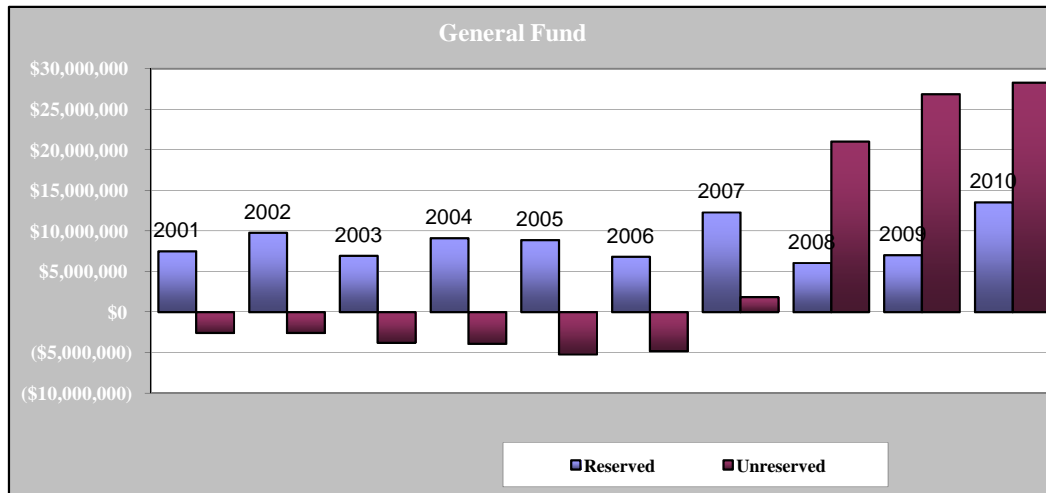


<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$1,574,901	\$1,505,211	\$3,579,398	\$1,424,303	\$1,904,463
2,044,555	1,976,615	1,722,863	2,312,848	3,086,204
256	0	0	0	0
1,143,813	194,641	178,586	200,570	233,045
815,424	794,938	729,463	763,827	971,943
657,256	601,474	680,438	700,089	1,044,345
64,946	81,069	81,625	100,509	89,783
154,221	0	18,574	136,431	113,462
35,021	140,881	156,563	27,221	126,401
63,352	99,528	70,313	80,710	263,408
64,858	212,275	117,050	57,474	38,108
2,901,051	4,085,415	3,934,811	3,947,305	3,798,861
473,539	469,293	448,956	353,910	419,830
<u>\$9,993,193</u>	<u>\$10,161,340</u>	<u>\$11,718,640</u>	<u>\$10,105,197</u>	<u>\$12,089,853</u>
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
<u>\$9,993,193</u>	<u>\$10,161,340</u>	<u>\$11,718,640</u>	<u>\$10,105,197</u>	<u>\$12,089,853</u>



**Berea City School District**  
*Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
General Fund				
Reserved	\$6,452,235	\$7,568,244	\$5,898,923	\$7,833,194
Unreserved (Deficit)	(4,865,686)	(5,422,877)	(6,294,979)	(7,713,499)
<i>Total General Fund</i>	<u>1,586,549</u>	<u>2,145,367</u>	<u>(396,056)</u>	<u>119,695</u>
All Other Governmental Funds				
Reserved	1,039,276	2,202,995	1,026,334	1,265,407
Unreserved, Undesignated, Reported in:				
Special Revenue funds	442,306	483,600	391,022	600,851
Debt Service funds	751,991	905,015	1,258,445	1,570,200
Capital Projects funds (Deficit)	1,093,369	238,417	718,335	304,250
<i>Total All Other Governmental Funds</i>	<u>3,326,942</u>	<u>3,830,027</u>	<u>3,394,136</u>	<u>3,740,708</u>
<i>Total Governmental Funds</i>	<u><u>\$4,913,491</u></u>	<u><u>\$5,975,394</u></u>	<u><u>\$2,998,080</u></u>	<u><u>\$3,860,403</u></u>



<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$6,541,103	\$7,256,242	\$5,309,185	\$6,053,850	\$8,344,773
(2,486,068)	16,245,091	24,094,592	25,745,798	20,841,490
<u>\$4,055,035</u>	<u>\$23,501,333</u>	<u>\$29,403,777</u>	<u>\$31,799,648</u>	<u>\$29,186,263</u>
274,249	5,034,225	742,625	965,712	5,179,457
1,205,462	811,467	746,651	907,538	632,486
2,191,479	2,595,939	2,890,925	3,081,356	3,317,309
921,786	1,376,833	(857,848)	(1,448,894)	13,317,655
<u>4,592,976</u>	<u>9,818,464</u>	<u>3,522,353</u>	<u>3,505,712</u>	<u>22,446,907</u>
<u>\$8,648,011</u>	<u>\$33,319,797</u>	<u>\$32,926,130</u>	<u>\$35,305,360</u>	<u>\$51,633,170</u>

**Berea City School District**  
*Changes in Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years (1)*  
*(modified accrual basis of accounting)*

	2001	2002	2003	2004	2005
<b>Revenues</b>					
Taxes	\$52,182,145	\$56,767,993	\$51,135,837	\$58,723,858	\$57,708,112
Intergovernmental	15,234,294	16,004,756	16,158,779	18,057,679	18,320,720
Interest	1,005,985	451,323	187,752	136,001	248,725
Tuition and Fees	911,045	1,314,863	1,035,963	1,391,368	2,194,232
Extracurricular Activities	529,225	603,557	470,080	584,501	594,333
Payment in Lieu of Taxes	161,837	0	0	0	0
Rentals	213,429	227,333	161,992	54,938	35,579
Charges for Services	22,779	15,381	24,674	26,110	21,712
Contributions and Donations	207,470	205,925	179,586	246,889	187,549
Miscellaneous	69,306	264,747	316,684	236,263	210,289
<i>Total Revenues</i>	<u>70,537,515</u>	<u>75,855,878</u>	<u>69,671,347</u>	<u>79,457,607</u>	<u>79,521,251</u>
<b>Expenditures</b>					
Current:					
Instruction:					
Regular	29,918,386	31,546,251	29,983,295	34,253,822	32,853,848
Special	5,404,357	6,101,717	6,439,751	6,399,997	7,616,355
Vocational	533,760	585,729	698,442	754,696	909,041
Adult/Continuing	56,377	1,494	0	2,084	0
Support Services:					
Pupil	3,690,704	4,073,761	4,263,285	4,774,750	4,595,370
Instructional Staff	6,570,031	6,681,798	5,987,446	6,462,064	6,336,893
Board of Education	41,286	25,310	16,083	43,963	20,978
Administration	3,668,180	4,032,208	3,823,108	4,146,149	4,499,077
Fiscal	1,307,890	1,457,947	1,430,294	1,502,721	1,649,377
Business	1,082,213	820,447	906,249	919,046	800,182
Operation and Maintenance of Plant	8,404,779	7,854,732	7,528,099	8,151,745	8,136,284
Pupil Transportation	3,199,530	3,362,769	3,291,006	3,635,534	3,845,712
Central	1,330,705	1,764,230	2,632,115	1,905,138	2,217,764
Operation of Non-Instructional Services	781,129	708,704	837,129	695,899	1,127,708
Extracurricular Activities	1,544,442	1,562,329	1,350,789	1,726,155	1,683,927
Capital Outlay	1,251,527	2,446,216	2,483,027	2,758,678	2,212,491
Intergovernmental	262	0	0	0	0
Debt Service:					
Principal Retirement	410,000	430,000	450,000	575,000	1,285,000
Interest and Fiscal Charges	756,940	710,516	528,543	537,843	518,414
Debt Issuance Costs	0	0	131,233	0	28,941
<i>Total Expenditures</i>	<u>69,952,498</u>	<u>74,166,158</u>	<u>72,779,894</u>	<u>79,245,284</u>	<u>80,337,362</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>585,017</u>	<u>1,689,720</u>	<u>(3,108,547)</u>	<u>212,323</u>	<u>(816,111)</u>
<b>Other Financing Sources (Uses)</b>					
Sale of Capital Assets	150,000	0	0	0	0
General Obligation Bonds Issued	0	0	9,205,000	0	995,000
Certificates of Participation Issued	0	0	0	0	0
Premium on General Obligation Bonds	0	0	743,790	0	28,941
Premium on Certificates of Participation	0	0	0	0	0
Discount on Certificates of Participation	0	0	0	0	0
Notes Issued	0	0	0	650,000	0
Transfers In	7,400	3,400	0	3,921	0
Transfers Out	(7,400)	(3,400)	0	(3,921)	0
Payment to Refunded Bond Escrow Agent	0	0	(9,817,557)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>150,000</u>	<u>0</u>	<u>131,233</u>	<u>650,000</u>	<u>1,023,941</u>
<i>Net Change in Fund Balances</i>	<u>\$735,017</u>	<u>\$1,689,720</u>	<u>(\$2,977,314)</u>	<u>\$862,323</u>	<u>\$207,830</u>
Debt Service as a Percentage of Noncapital Expenditures	0.6%	0.6%	0.8%	0.8%	1.7%

2006	2007	2008	2009	2010
\$56,381,077	\$72,670,415	\$58,477,685	\$57,002,404	\$52,524,445
19,523,553	21,709,669	28,062,598	30,097,350	32,323,880
761,038	1,531,056	1,958,941	692,009	307,078
2,048,237	3,946,827	4,248,130	4,018,410	4,003,556
604,987	623,724	623,628	503,326	526,446
0	0	0	0	0
39,664	86,344	126,960	102,356	122,822
2,637,338	1,413,265	1,449,228	1,395,370	1,317,925
164,393	203,876	111,687	192,852	234,725
191,355	897,255	684,956	350,843	1,248,683
<u>82,351,642</u>	<u>103,082,431</u>	<u>95,743,813</u>	<u>94,354,920</u>	<u>92,609,560</u>
31,005,647	32,771,887	33,916,940	34,960,310	38,432,683
7,823,777	8,483,399	11,576,938	11,594,623	10,312,422
580,985	655,665	757,472	809,189	843,469
195,319	204,469	192,654	218,090	235,330
4,571,827	4,566,841	4,944,184	5,056,856	5,372,728
5,516,979	5,804,026	6,521,497	7,031,107	8,203,956
22,615	32,706	42,261	39,173	40,655
4,282,484	4,361,340	4,383,314	5,094,343	4,859,059
1,741,670	1,588,976	2,588,737	1,761,506	1,693,464
863,465	746,023	751,120	828,027	746,207
8,042,523	7,927,296	8,192,643	8,762,671	8,090,494
3,572,464	3,913,115	4,287,855	3,930,569	4,112,181
2,466,243	2,539,975	2,932,731	2,715,901	2,751,609
3,779,356	3,925,523	4,182,836	3,840,731	3,741,752
1,337,094	1,729,558	1,751,459	1,729,082	1,832,564
1,947,538	4,437,683	7,312,724	1,587,501	7,643,405
0				
710,000	870,000	940,000	1,242,802	1,275,000
492,746	459,523	782,942	773,209	1,324,505
22,328	145,981	79,173	0	490,946
<u>78,975,060</u>	<u>85,163,986</u>	<u>96,137,480</u>	<u>91,975,690</u>	<u>102,002,429</u>
<u>3,376,582</u>	<u>17,918,445</u>	<u>(393,667)</u>	<u>2,379,230</u>	<u>(9,392,869)</u>
0	0	0	0	0
650,000	6,617,802	0	0	0
0	0	0	0	26,000,000
14,627	135,539	0	0	0
0	0	0	0	127,260
0	0	0	0	(406,581)
0	0	0	0	0
0	108	261,714	605,412	572,338
0	(108)	(261,714)	(605,412)	(572,338)
0	0	0	0	0
<u>664,627</u>	<u>6,753,341</u>	<u>0</u>	<u>0</u>	<u>25,720,679</u>
<u>\$4,041,209</u>	<u>\$24,671,786</u>	<u>(\$393,667)</u>	<u>\$2,379,230</u>	<u>\$16,327,810</u>
1.0%	1.8%	2.0%	2.2%	3.25%

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

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
2001	\$757,142,510	\$440,411,360	\$3,421,582,486	\$49,875,840	\$56,677,091
2002	759,904,840	456,852,990	3,476,450,943	46,168,740	52,464,477
2003	766,800,810	457,745,840	3,498,704,714	38,752,080	44,036,455
2004	836,195,680	471,743,040	3,736,967,771	38,647,280	43,917,364
2005	839,907,310	474,268,410	3,754,787,771	38,663,990	43,936,352
2006	853,930,000	475,539,580	3,798,484,514	34,603,350	39,321,989
2007	938,771,480	493,742,970	4,092,898,429	33,418,780	37,975,886
2008	949,449,840	499,603,420	4,140,152,171	24,572,320	27,923,091
2009	957,151,850	499,507,070	4,161,882,629	25,320,360	27,923,091
2010	887,703,940	488,684,970	3,932,539,743	26,335,030	23,880,323

**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 was being phased out beginning in 2006. The listing percentage was 18.75 percent for 2006, 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 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Tangible Personal Property				
General Business		Total		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Weighted Average Tax Rate
\$235,165,084	\$940,660,336	\$1,482,594,794	\$4,418,919,913	38.69%
211,623,911	846,495,644	1,474,550,481	4,375,411,064	38.19
199,438,922	797,755,688	1,462,737,652	4,340,496,857	43.81
187,459,887	815,042,987	1,534,045,887	4,595,928,122	41.46
192,551,284	837,179,496	1,545,390,994	4,635,903,619	41.22
196,962,702	1,050,467,744	1,561,035,632	4,888,274,247	46.68
138,126,787	1,105,014,296	1,604,060,017	5,235,888,611	43.75
50,767,689	406,141,512	1,524,393,269	4,574,216,774	39.46
25,866,283	406,141,512	1,507,845,563	4,595,947,232	39.46
0	0	1,402,723,940	3,956,420,066	38.64

**Berea City School District**  
*Property Tax Rates*  
(per \$1,000 of assessed value)  
*Last Ten Years (1)*

	2001	2002	2003	2004	2005
<b>Unvoted Millage</b>					
Operating	\$4.05	\$4.05	\$4.05	\$4.05	\$4.05
<b>Voted Millage - by levy</b>					
1976 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	7.59	7.59	7.58	6.98	6.97
Commercial/Industrial and Public Utility Real	13.11	13.11	13.14	12.64	12.61
General Business and Public Utility Personal	31.40	31.40	31.40	31.40	31.40
1985 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	3.39	3.39	3.38	3.11	3.11
Commercial/Industrial and Public Utility Real	3.88	3.88	3.88	3.74	3.73
General Business and Public Utility Personal	6.90	6.90	6.90	6.90	6.90
1991 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	4.07	4.07	4.07	3.74	3.74
Commercial/Industrial and Public Utility Real	4.46	4.46	4.48	4.31	4.30
General Business and Public Utility Personal	6.90	6.90	6.90	6.90	6.90
1994 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	4.18	4.18	4.18	3.85	3.84
Commercial/Industrial and Public Utility Real	4.28	4.28	4.29	4.13	4.12
General Business and Public Utility Personal	5.90	5.90	5.90	5.90	5.90
2000 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	5.31	5.31	5.30	4.88	4.87
Commercial/Industrial and Public Utility Real	4.78	4.78	4.79	4.61	4.60
General Business and Public Utility Personal	5.90	5.90	5.90	5.90	5.90
2002 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	0.00	0.00	5.89	5.42	5.42
Commercial/Industrial and Public Utility Real	0.00	0.00	5.90	5.68	5.66
General Business and Public Utility Personal	0.00	0.00	5.90	5.90	5.90
2006 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	0.00	0.00	0.00	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00	0.00	0.00
General Business and Public Utility Personal	0.00	0.00	0.00	0.00	0.00
1992 Bond Levy (debt service)	0.85	0.85	0.95	0.95	0.95
1976 Permanent Improvement Continuing					
Effective Millage Rates					
Residential/Agricultural Real	0.21	0.21	0.21	0.19	0.19
Commercial/Industrial and Public Utility Real	0.38	0.38	0.38	0.36	0.36
General Business and Public Utility Personal	0.90	0.90	0.90	0.90	0.90
1996 Permanent Improvement Continuing					
Effective Millage Rates					
Residential/Agricultural Real	0.82	0.82	0.82	0.75	0.75
Commercial/Industrial and Public Utility Real	0.79	0.79	0.80	0.77	0.76
General Business and Public Utility Personal	1.00	1.00	1.00	1.00	1.00
<b>Total voted millage by type of property</b>					
Residential/Agricultural Real	26.42	26.42	32.38	29.87	29.84
Commercial/Industrial and Public Utility Real	32.53	32.53	38.61	37.19	37.09
General Business and Public Utility Personal	59.75	59.75	65.75	65.75	65.75
<b>Total millage by type of property</b>					
Residential/Agricultural Real	30.47	30.47	36.43	33.92	33.89
Commercial/Industrial and Public Utility Real	36.58	36.58	42.66	41.24	41.14
General Business and Public Utility Personal	63.80	63.80	69.80	69.80	69.80
<b>Overlapping Rates by Taxing District</b>					
<b>Berea City</b>					
Effective Millage Rates					
Residential/Agricultural Real	\$13.52	\$13.52	\$13.62	\$13.42	\$13.53
Commercial/Industrial and Public Utility Real	14.23	14.23	14.33	14.11	14.21
General Business and Public Utility Personal	17.60	17.50	17.60	17.50	17.60
<b>Middleburg Heights City</b>					
Effective Millage Rates					
Residential/Agricultural Real	4.86	4.86	4.71	4.69	4.69
Commercial/Industrial and Public Utility Real	5.02	5.02	4.87	4.87	4.87
General Business and Public Utility Personal	5.60	5.60	5.45	5.45	5.45
<b>Brook Park City</b>					
Effective Millage Rates					
Residential/Agricultural Real	4.74	4.74	4.74	4.72	4.72
Commercial/Industrial and Public Utility Real	4.70	4.70	4.70	4.69	4.68
General Business and Public Utility Personal	4.80	4.80	4.80	4.80	4.80
<b>Cuyahoga County</b>					
Effective Millage Rates					
Residential/Agricultural Real	13.92	13.92	15.00	15.67	17.16
Commercial/Industrial and Public Utility Real	14.53	14.53	15.43	17.11	18.38
General Business and Public Utility Personal	17.60	17.60	17.60	19.27	20.17
<b>Polaris J.V.S.D.</b>					
Effective Millage Rates					
Residential/Agricultural Real	2.00	2.00	2.00	2.00	2.00
Commercial/Industrial and Public Utility Real	2.00	2.00	2.00	2.00	2.00
General Business and Public Utility Personal	2.40	2.40	2.40	2.40	2.40

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 to be received in that year.

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

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes.

2006	2007	2008	2009	2010
\$4.05	\$4.05	\$4.05	\$4.05	\$4.05
6.94	6.36	6.35	6.35	6.87
12.79	11.88	11.82	11.85	12.26
31.40	31.40	31.40	31.40	31.40
3.10	2.84	2.83	2.83	3.07
3.78	3.51	3.50	3.50	3.63
6.90	6.90	6.90	6.90	6.90
3.73	3.41	3.41	3.40	3.69
4.36	4.04	4.03	4.04	4.17
6.90	6.90	6.90	6.90	6.90
3.83	3.51	3.50	3.50	3.79
4.18	3.88	3.86	3.87	4.00
5.90	5.90	5.90	5.90	5.90
4.86	4.45	4.44	4.44	4.80
4.67	4.33	4.31	4.32	4.47
5.90	5.90	5.90	5.90	5.90
5.40	4.95	4.94	4.93	5.34
5.74	5.33	5.31	5.32	5.50
5.90	5.90	5.90	5.90	5.90
5.25	4.81	4.80	4.80	5.19
5.25	4.87	4.85	4.86	5.03
5.25	5.25	5.25	5.25	5.25
0.85	0.80	0.80	0.80	0.90
0.19	0.18	0.18	0.18	0.19
0.37	0.34	0.34	0.34	0.35
0.90	0.90	0.90	0.90	0.90
0.75	0.69	0.69	0.69	0.74
0.77	0.72	0.72	0.72	0.74
1.00	1.00	1.00	1.00	1.00
34.90	32.00	31.94	31.92	34.58
42.76	39.70	39.54	39.62	41.05
70.90	70.85	70.85	70.85	70.95
38.95	36.05	35.99	35.97	38.63
46.81	43.75	43.59	43.67	45.10
74.95	74.90	74.90	74.90	75.00
\$13.42	13.06	13.00	13.00	13.03
14.10	13.65	13.59	13.60	13.63
17.50	17.20	17.40	18.60	17.20
4.69	4.67	4.61	4.61	4.65
4.89	4.85	4.79	4.80	4.83
5.45	5.45	5.45	5.45	5.45
4.72	4.70	4.64	4.64	4.67
4.68	4.68	4.62	4.63	4.68
4.80	4.80	4.75	4.75	4.75
17.90	17.82	17.76	17.76	17.79
19.02	18.75	18.69	18.70	18.73
20.17	20.20	18.20	20.60	20.6
2.00	2.00	1.94	1.94	1.97
2.01	2.00	1.94	1.94	1.97
2.40	2.40	2.40	2.40	2.40



**Berea City School District**  
*Property Tax Levies and Collections (1)*  
*Last Ten Years*

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2000	\$56,319,028	\$54,967,090	97.60%	\$1,193,856	\$56,160,946	99.72%
2001	56,241,838	55,145,121	98.05	2,793,094	56,161,241	99.86
2002	54,964,669	53,379,661	97.12	2,691,726	54,568,251	99.28
2003	63,905,367	60,780,220	95.11	1,629,038	62,409,258	97.66
2004	51,390,588	48,296,567	93.98	1,323,385	49,619,952	96.55
2005	69,188,551	61,427,371	88.78	2,369,305	63,796,676	92.21
2006	67,416,680	60,181,730	89.27	4,198,094	64,379,824	95.50
2007	65,526,123	61,910,148	94.48	2,428,526	64,338,674	98.19
2008	65,523,211	58,920,679	89.92	1,700,979	60,621,658	92.52
2009	58,299,388	56,230,956	96.45	2,040,999	58,271,955	99.95

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) The 2010 information cannot be presented because all collections have not been made by June 30, 2010.
- (3) The County does not identify delinquent tax collections by tax year.

**Berea City School District**

*Principal Taxpayers*

*Real Estate Tax*

*2010 and 2001(1)*

Name of Taxpayer	2010	
	Assessed Value	Percent of Real Property Assessed Value
City of Cleveland	\$58,172,400	4.23 %
Cleveland Electric Illuminating	19,855,010	1.44
Ford Motor Company	18,999,030	1.38
Galileo Southland LLC.	17,120,960	1.24
The Islander Company, LLC.	10,240,190	0.74
MWP Company	8,445,420	0.61
Middleburg -Legacy Place	5,682,400	0.41
Albrecht Inc	5,207,690	0.38
Ozre Lodging I LLC.	4,733,130	0.34
CP Snow Prop. LLC.	4,705,330	0.34
<b>Totals</b>	<b>\$153,161,560</b>	<b>11.13 %</b>
<b>Total Assessed Valuation</b>	<b>\$1,376,388,910</b>	
Name of Taxpayer	2001	
	Assessed Value	Percent of Real Property Assessed Value
Cleveland Port Authority	\$48,624,620	4.06 %
Ford Motor Company	30,069,700	2.51
The Islander Company, LLC.	13,575,190	1.13
Galileo Southland LLC.	10,347,540	0.86
Southwest Medical Center	10,008,190	0.84
Techpark Ltd. Partnership	7,880,670	0.66
Sears, Roebuck, Inc.	5,189,450	0.43
Tower In The Park Limited	4,014,430	0.34
Brook Park Land Development	3,749,520	0.31
Middlebrook Town Square Ltd.	3,644,320	0.30
<b>Totals</b>	<b>\$137,103,630</b>	<b>11.45 %</b>
<b>Total Assessed Valuation</b>	<b>\$1,197,553,870</b>	

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

(1) The amounts presented represent the assessed values upon which 2010 and 2001 collections were based.

**Berea City School District**

*Principal Taxpayers*

*Public Utilities Tax*

*2010 and 2001(1)*

Name of Taxpayer	2010	
	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$7,370,640	27.99 %
American Transmission System	3,239,060	12.30
Columbia Gas of Ohio	2,516,700	9.56
East Ohio Gas Company	961,290	3.65
<b>Totals</b>	<b>\$14,087,690</b>	<b>53.49 %</b>

Total Assessed Valuation \$26,335,030

Name of Taxpayer	2001	
	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$26,582,660	53.30 %
Ameritech	9,827,600	19.70
Columbia Gas of Ohio, Inc.	6,142,700	12.32
East Ohio Gas, Inc.	2,314,180	4.64
<b>Totals</b>	<b>\$44,867,140</b>	<b>89.96 %</b>

Total Assessed Valuation \$49,875,840

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

(1) The amounts presented represent the assessed values upon which 2010 and 2001 collections were based.

**Berea City School District**  
*Computation of Direct and Overlapping*  
*Debt Attributable to Governmental Activities*  
*June 30, 2010*

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Berea City School District			
Certificates of Participation	\$25,729,543	100.00 %	\$25,729,543
General Obligation Bonds	13,473,142	100.00	13,473,142
Notes Payable	<u>2,368,372</u>	100.00	<u>2,368,372</u>
	\$41,571,057		\$41,571,057
Overlapping:			
Cuyahoga County	336,472,572	4.63	15,578,680
Greater Cleveland Regional Transit	163,025,000	5.04	8,216,460
City of Middleburg Heights	13,184,520	37.09	4,890,138
City of Berea	15,405,000	25.21	3,883,601
City of Brook Park	<u>4,369,026</u>	31.94	<u>1,395,467</u>
Total Overlapping	<u>532,456,118</u>		<u>33,964,346</u>
Total	<u><u>\$574,027,175</u></u>		<u><u>\$75,535,403</u></u>

Source: Cuyahoga County Auditor

(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 values used were for the 2010 collection year.

**Berea City School District**  
*Ratio of General Bonded Debt to Personal Income and Debt per Capita*  
*Last Ten Fiscal Years (1)*

Governmental Activities			
Fiscal Year	General Obligation Bonds	Percentage of Average Personal Income (2)	Per Capita (3)
2001	\$12,145,000	1.10%	\$217.93
2002	11,715,000	1.06	210.21
2003	11,265,000	1.02	202.14
2004	10,690,000	1.02	201.87
2005	11,050,000	1.00	193.82
2006	11,128,758	1.01	195.20
2007	16,997,832	1.54	298.14
2008	16,035,536	1.70	339.43
2009	14,770,438	1.57	312.43
2010	13,473,142	1.09	242.54

Source 2000 U.S. Census Bureau

- (1) Information prior to 2000 not available
- (2) The personal income can be found on S26
- (3) The population can be found on S26

**Berea City School District**  
*Ratio of Debt to*  
*General Bonded Debt Outstanding*  
*Last Ten Fiscal Years*

Fiscal Year	Population (1)		Estimated Actual Value of Taxable Property(2)	General Bonded Debt			Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt per Capita
				General Bonded Debt Outstanding	Resources Available to Pay Debt	Net General Bonded Debt		
2001	55,730	b	\$4,418,919,913	\$12,145,000	\$854,526	\$11,290,474	0.26%	202.59
2002	55,730	b	4,375,411,064	11,715,000	1,093,853	10,621,147	0.24	190.58
2003	55,730	b	4,340,496,857	11,394,046	1,369,601	10,024,445	0.23	179.88
2004	56,174	b	4,595,928,122	10,810,298	1,732,481	9,077,817	0.20	161.60
2005	57,012	b	4,635,903,619	11,187,275	2,044,510	9,142,765	0.20	160.37
2006	57,012	b	4,888,274,247	11,128,758	2,321,386	8,807,372	0.18	154.48
2007	57,012	b	5,235,888,611	16,997,832	2,731,988	14,265,844	0.27	250.23
2008	55,550	b	4,574,216,774	16,035,536	2,990,032	13,045,504	0.29	234.84
2009	55,550	b	4,595,947,232	14,770,438	3,205,289	11,565,149	0.25	208.19
2010	55,550	b	3,956,420,066	13,473,142	3,486,071	9,987,071	0.25	179.79

**Sources:** (1) U.S. Bureau of Census, Census of Population  
(a) 1990 Federal Census  
(b) 2000 Federal Census

(2) Cuyahoga County Auditor

**Berea City School District**  
*Computation of Legal Debt Margin*  
*Last Ten Fiscal Years*

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Assessed Valuation (1)	<u>\$1,482,594,794</u>	<u>\$1,474,550,481</u>	<u>\$1,462,737,652</u>	<u>\$1,534,045,887</u>
Debt Limit - 9% of Assessed Value (1)	\$133,433,531	\$132,709,543	\$131,646,389	\$138,064,130
Amount of Debt Applicable to Debt Limit				
Certificates of Participation	0	0	0	0
General Obligation Bonds	12,145,000	11,715,000	11,265,000	10,690,000
Notes	0	0	0	650,000
Less Amount Available in Debt Service	<u>(854,526)</u>	<u>(1,093,853)</u>	<u>(1,369,601)</u>	<u>(1,732,481)</u>
Total	11,290,474	10,621,147	9,895,399	9,607,519
Exemptions:				
Certificates of Participation	0	0	0	0
Energy Conservation Bonds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Amount of Debt Subject to Limit	<u>11,290,474</u>	<u>10,621,147</u>	<u>9,895,399</u>	<u>9,607,519</u>
Overall Debt Margin	<u>\$122,143,057</u>	<u>\$122,088,396</u>	<u>\$121,750,990</u>	<u>\$128,456,611</u>
Legal Debt Margin as a Percentage of the Debt Limit	8.24%	8.28%	8.32%	8.37%
Unvoted Debt Limit - 10% of Assessed Value (1)	\$1,482,595	\$1,474,550	\$1,462,738	\$1,534,046
Amount of Debt Applicable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Debt Margin	<u>\$1,482,595</u>	<u>\$1,474,550</u>	<u>\$1,462,738</u>	<u>\$1,534,046</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100%	100%	100%	100%

**Source:** Cuyahoga County Auditor and School District Financial Records

- (1) Beginning in fiscal year 2006 HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.
- (2) Ohio Bond Law sets a limit of 9 percent for overall debt and 1/10 of 1 percent for unvoted debt.

<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<u>\$1,350,834,710</u>	<u>\$1,455,059,410</u>	<u>\$1,467,765,300</u>	<u>\$1,481,346,680</u>	<u>\$1,402,517,490</u>
\$121,575,124	\$130,955,347	\$132,098,877	\$133,321,201	\$126,226,574
0	0	0	0	26,000,000
10,990,000	16,737,802	15,797,802	14,555,000	13,280,000
0	-	2,820,000	2,585,000	2,340,000
<u>(2,321,386)</u>	<u>(2,731,988)</u>	<u>(2,990,032)</u>	<u>(3,205,289)</u>	<u>(3,486,071)</u>
8,668,614	14,005,814	15,627,770	13,934,711	38,133,929
0	0	0	0	26,000,000
0	6,582,802	6,547,802	6,205,000	5,845,000
<u>8,668,614</u>	<u>7,423,012</u>	<u>9,079,968</u>	<u>7,729,711</u>	<u>6,288,929</u>
<u>\$112,906,510</u>	<u>\$123,532,335</u>	<u>\$123,018,909</u>	<u>\$125,591,490</u>	<u>\$119,937,645</u>
8.36%	8.49%	8.38%	8.48%	8.55%
\$1,350,835	\$1,455,059	\$1,467,765	\$1,481,347	\$1,402,517
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$1,350,835</u>	<u>\$1,455,059</u>	<u>\$1,467,765</u>	<u>\$1,481,347</u>	<u>\$1,402,517</u>
100%	100%	100%	100%	100%



**Berea City School District**  
*Demographic and Economic Statistics*  
*Last Ten Years*

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Year	Population (1)	Total Personal Income (2)	Per Capita Personal Income	Median Household Income	Median Age	Unemployment Rate (3)
2001	55,730	\$1,106,748,953	\$19,859	\$46,642	39.8	4.3%
2002	55,730	1,106,748,953	19,859	46,642	39.8	6.0
2003	55,730	1,106,748,953	19,859	46,642	39.8	6.0
2004	56,174	1,106,748,953	19,702	46,642	39.8	6.6
2005	57,012	1,106,748,953	19,413	46,642	39.8	6.6
2006	57,012	1,106,748,953	19,413	46,642	39.8	5.6
2007	57,012	1,106,748,953	19,413	50,654	39.8	5.4
2008	55,550	1,106,748,953	19,923	50,654	38.0	5.7
2009	55,550	1,106,748,953	19,923	50,654	38.0	6.6
2010	55,550	1,231,464,090	22,169	50,654	39.8	9.0

- (1) U.S. Census Bureau
- (2) Cities of Berea, Middleburg Heights and Brook Park
- (3) Represents Cuyahoga County

**Berea City School District**  
*Principal Employers*  
*Current Year and Nine Years Ago*

Employer	Nature of Business	2009	
		Number of Employees	Percentage of Total Employment
Southwest General Hospital	Hospital	2,695	21.45%
Baldwin Wallace College	Higher Education	1,958	15.59
United Parcel Service	Delivery	1,862	14.82
Department of Interior	Government	1,522	12.12
Ford Motor Company	Automobile	1,405	11.19
Berea City School District	Education	975	7.72
Amerimark Direct LLC	Manufacturing	555	4.42
Marc Glassman, Inc	Warehouse	539	4.29
Berea Children's Home	Treatment Facility	537	4.28
Middleburg-Legacy Place LLC	Medical	517	4.12
Total		<u>12,565</u>	
Total Employment within the School District		<u>50,936</u>	

Employer	Nature of Business	2000	
		Number of Employees	Percentage of Total Employment
Ford Motor Company	Automobile	3,800	21.11%
NASA	Government	3,600	20.00
Southwest General Hospital	Hospital	2,849	15.82
United Parcel Service	Delivery	2,555	14.19
Sears Roebuck & Company	Retail	1,360	7.55
Berea City School District	Education	1,100	6.11
Baldwin Wallace College	Higher Education	953	5.25
Berea Children's Home	Treatment Facility	695	3.86
Marc Glassman	Warehouse	635	3.53
City of Middleburg Heights	Municipal Government	457	2.54
Total		<u>18,004</u>	
Total Employment within the School District		<u>75,430</u>	

Sources: Cities of Brookpark and Middleburg Heights, Ohio; Local businesses

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

	2010	2009	2008	2007	2006	2005
<b>Big Creek Elementary School</b>						
Constructed in 1954						
Total Building Square Footage	116,620	116,620	116,620	116,620	116,620	116,620
Enrollment Grades K-6	764	876	835	813	814	798
Student Capacity	1,010	1,010	1,010	1,010	1,010	1,010
Regular Instruction Classrooms	49	49	49	49	49	49
Regular Instruction Teachers	45	42	42	38	35	43
Special Instruction Teachers	6	8	7	7	5	7
<b>Brookpark Elementary School</b>						
Constructed in 1956						
Total Building Square Footage	96,900	96,900	96,900	96,900	96,900	96,900
Enrollment Grades K-6	673	765	695	587	718	649
Student Capacity	836	836	836	836	836	836
Regular Instruction Classrooms	56	56	56	56	56	56
Regular Instruction Teachers	31	30	32	30	30	39
Special Instruction Teachers	10	14	15	14	5	6
<b>Brookview Elementary School</b>						
Constructed in 1965						
Total Building Square Footage	53,400	53,400	53,400	53,400	53,400	53,400
Enrollment Grades K-6	480	489	485	493	480	492
Student Capacity	437	437	437	437	437	437
Regular Instruction Classrooms	31	31	31	31	31	31
Regular Instruction Teachers	24	24	26	22	25	27
Special Instruction Teachers	3	5	7	7	5	4
<b>Fairwood Elementary School</b>						
Constructed in 1948						
Total Building Square Footage	0	51,876	51,876	51,876	51,876	51,876
Enrollment Grades 7-12	0	346	354	366	367	364
Student Capacity	0	419	419	419	419	419
Regular Instruction Classrooms	0	26	26	26	26	26
Regular Instruction Teachers	0	18	19	18	18	19
Special Instruction Teachers	0	6	6	6	3	3
<b>Parknoll Elementary School</b>						
Constructed in 1961						
Total Building Square Footage	41,746	41,746	41,746	41,746	41,746	41,746
Enrollment Grades K-5	350	383	309	266	257	275
Student Capacity	334	334	334	334	334	334
Regular Instruction Classrooms	24	24	24	24	24	24
Regular Instruction Teachers	16	18	16	14	14	15
Special Instruction Teachers	3	4	6	6	3	3
<b>Riveredge Elementary School</b>						
Constructed in 1960						
Total Building Square Footage	44,384	44,384	44,384	44,384	44,384	44,384
Enrollment Grades K-6	169	196	204	221	241	263
Student Capacity	355	355	355	355	355	355
Regular Instruction Classrooms	25	25	25	25	25	25
Regular Instruction Teachers	11	12	15	15	15	18
Special Instruction Teachers	4	8	9	7	2	4

Source: School District's Records

(continued)

**Berea City School District**  
*Building Statistics by Function/Program (continued)*  
*Last Six Fiscal Years*

	2010	2009	2008	2007	2006	2005
<b>Smith Elementary School</b>						
Constructed in 1966						
Total Building Square Footage	42,000	42,000	42,000	42,000	42,000	42,000
Enrollment Grades K-6	480	180	185	192	220	229
Student Capacity	336	336	336	336	336	336
Regular Instruction Classrooms	21	21	21	21	21	21
Regular Instruction Teachers	23	9	10	10	11	13
Special Instruction Teachers	6	7	6	4	2	2
<b>Ford Middle School</b>						
Constructed in 1961						
Total Building Square Footage	165,800	165,800	165,800	165,800	165,800	165,800
Enrollment Grades 6-8	1,000	1,021	1,001	1,030	1,094	1,091
Student Capacity	1,175	1,175	1,175	1,175	1,175	1,175
Regular Instruction Classrooms	66	66	66	66	66	66
Regular Instruction Teachers	51	49	52	50	54	59
Special Instruction Teachers	13	13	13	13	11	11
<b>Roehm Middle School</b>						
Constructed in 1956						
Total Building Square Footage	133,804	133,804	133,804	133,804	133,804	133,804
Enrollment Grades 6-8	627	630	639	666	665	749
Student Capacity	1,163	1,163	1,163	1,163	1,163	1,163
Regular Instruction Classrooms	47	47	47	47	47	47
Regular Instruction Teachers	29	36	34	33	33	38
Special Instruction Teachers	8	7	8	8	8	9
<b>Berea High School</b>						
Constructed in 1928						
Total Building Square Footage	264,266	264,266	264,266	264,266	264,266	264,266
Enrollment Grades 9-12	1,065	1,100	1,193	1,342	1,261	1,254
Student Capacity	1,582	1,582	1,582	1,582	1,582	1,582
Regular Instruction Classrooms	67	67	67	67	67	67
Regular Instruction Teachers	42	50	55	55	55	54
Special Instruction Teachers	16	18	17	15	12	14
<b>Midpark High School</b>						
Constructed in 1962						
Total Building Square Footage	236,563	236,563	236,563	236,563	236,563	236,563
Enrollment Grades 9-12	1,430	1,377	1,396	1,453	1,409	1,347
Student Capacity	1,418	1,418	1,418	1,418	1,418	1,418
Regular Instruction Classrooms	55	55	55	55	55	55
Regular Instruction Teachers	72	65	63	60	60	61
Special Instruction Teachers	11	15	18	13	11	12

**Berea City School District**  
*Per Pupil Cost*  
*Last Ten Fiscal Years*

Fiscal Year	Expenses	Enrollment (1)	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Percentage of Students Receiving Free and Reduced Lunch
2001	\$71,300,515	7,670	\$9,296	(10.76) %	507	15.1	12.93
2002	73,835,840	7,714	9,572	(2.88)	612	12.6	15.67
2003	73,052,592	7,597	9,616	(0.46)	538	14.1	17.74
2004	80,087,164	7,630	10,496	(8.39)	538	14.2	21.27
2005	76,078,617	7,511	10,129	3.63	532	14.1	23.8
2006	74,448,420	7,526	9,892	2.39	535	14.1	24.89
2007	80,809,753	7,429	10,878	(9.06)	537	13.8	27.39
2008	90,002,891	7,375	12,204	(10.87)	554	13.3	28.31
2009	90,579,034	7,181	12,614	(3.25)	513	14.0	29.21
2010	96,939,959	7,098	13,657	(7.64)	528	13.4	34.5

Source: School District Records

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

**Berea City School District**  
*Attendance and Graduation Rates*  
*Last Ten School Years*

Fiscal Year	Berea Attendance Rate	State Average	Berea Graduation Rate	State Average
2001	94.70	93.90	87.80	81.20
2002	95.00	94.30	88.90	82.80
2003	94.90	94.50	94.20	83.90
2004	95.30	94.50	94.00	84.30
2005	95.20	94.30	94.00	85.90
2006	95.00	94.10	93.00	86.20
2007	95.10	94.10	93.80	86.10
2008	94.90	94.20	92.70	86.90
2009	95.00	94.30	92.60	84.60
2010	94.30	94.30	94.30	84.60

Source: Ohio Department of Education Local Report Cards

**Berea City School District**  
*Full-Time Equivalent School District Teachers by Education*  
*Last Ten Fiscal Years*

Degree	2001	2002	2003	2004	2005
Bachelor's Degree	103	96	41	65	82
Bachelor + 15	46	46	53	18	14
Bachelor + 30	82	95	45	38	35
Master's Degree	237	218	292	272	313
Master + 15	27	27	96	93	29
Master + 30	4	4	42	24	22
PhD	25	21	43	28	37
Total	524	507	612	538	532

Source: School District Records

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2006	2007	2008	2009	2010
56	57	66	56	51
19	21	30	16	14
27	28	33	43	40
254	331	296	309	329
89	40	55	35	41
51	24	39	20	16
39	36	35	34	37
<u>535</u>	<u>537</u>	<u>554</u>	<u>513</u>	<u>528</u>



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

Fiscal Year	Berea Average	State Average
2001	15.1	18.0
2002	12.6	16.9
2003	14.1	16.6
2004	14.2	18.5
2005	14.1	18.5
2006	14.1	18.6
2007	13.8	19.6
2008	13.3	18.6
2009	14.0	18.6
2010	13.4	19.4

Source: The Student/Teacher ratio can be found on S31.

**Berea City School District**  
*School District Employees by Function/Program*  
*Last Seven Fiscal Years*

Function/Program	2004	2005	2006	2007	2008	2009	2010
<b>Regular Instruction</b>							
Elementary Classroom Teachers	172.00	189.00	168.00	174.00	174.00	151.00	154.00
Middle School Classroom Teachers	98.00	105.00	98.00	100.00	100.00	88.00	85.00
High School Classroom Teachers	117.50	122.00	120.00	121.00	120.50	118.00	114.00
<b>Special Instruction</b>							
Elementary Classroom Teachers	28.00	24.50	26.50	43.00	45.00	47.00	36.00
Gifted Education Teachers	5.50	5.50	4.00	4.00	4.00	4.00	5.00
Middle School Classroom Teachers	31.00	31.00	34.00	30.50	29.00	28.50	29.00
High School Classroom Teachers	26.00	22.50	22.00	28.00	28.50	33.50	28.00
<b>Vocational Instruction</b>							
High School Classroom Teachers	8.00	5.50	6.00	4.50	4.50	7.00	7.00
<b>Pupil Support Services</b>							
Guidance Counselors	18.00	17.00	17.00	16.50	16.50	16.50	17.00
Librarians	9.00	9.00	8.00	6.00	6.00	6.00	7.00
Psychologists	3.00	3.00	3.00	3.00	4.00	4.00	4.00
Speech and Language Pathologists	16.00	13.50	12.00	13.00	13.00	12.00	13.00
Non-Teaching Support Staff Central	9.00	9.00	3.00	4.00	5.00	5.00	5.00
<b>Instructional Support Service</b>							
Non-Teaching Support Staff Elementary	100.00	86.00	86.00	85.50	86.00	81.50	92.00
Non-Teaching Support Staff Middle	43.00	39.00	38.00	36.00	35.00	38.00	32.00
Non-Teaching Support Staff High	40.00	37.00	35.00	30.50	28.00	33.00	33.00
Non-Teaching Support Staff Central	3.50	2.50	5.50	6.00	6.00	9.00	9.00
<b>Administration</b>							
Elementary	8.50	7.50	7.00	10.00	10.00	10.00	10.00
Middle School	6.50	7.00	5.00	6.00	6.00	6.00	6.00
High School	8.00	8.00	6.00	8.00	8.00	8.00	8.00
Central	2.00	2.00	1.00	1.00	1.00	2.00	2.00
Non-Teaching Support Staff	15.00	15.00	22.00	27.00	27.00	18.00	18.00
<b>Business</b>							
Central	3.00	3.00	3.00	3.00	3.00	3.00	3.00
<b>Fiscal</b>							
Treasurer Department	7.50	7.50	7.50	7.00	7.00	7.00	7.00
<b>Operation of Plant</b>							
Custodial Dept.	83.00	75.00	73.00	68.00	68.00	65.00	65.00
Maintenance Dept.	18.00	18.00	15.00	14.00	17.00	16.00	16.00
<b>Pupil Transportation</b>							
Bus Drivers	67.00	65.00	61.00	61.00	60.00	46.50	45.00
Bus Aides	8.00	8.00	9.00	9.00	6.50	7.00	7.00
Mechanics	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Transportation support staff	4.00	4.00	4.00	4.00	4.00	4.00	4.00
<b>Central</b>							
Community Relations	2.00	2.00	2.50	2.50	2.50	2.50	2.00
Technology	20.00	19.00	17.00	17.00	16.00	18.00	18.00
Personnel	5.00	5.00	5.00	5.00	5.00	5.00	5.00
<b>Extracurricular</b>							
Athletic Department	5.00	3.00	2.00	2.00	2.00	2.00	2.00
<b>Food Service Program</b>							
Elementary	26.00	35.00	34.00	34.00	34.00	16.50	16.50
Middle	17.00	16.00	13.00	14.00	14.00	16.50	16.50
High School	22.00	18.00	15.00	16.00	16.00	11.00	11.00
Central	2.00	2.00	2.00	2.00	2.00	1.00	1.00
<b>Adult Education/Community Service</b>							
Preschool	9.00	9.00	11.50	11.50	11.00	11.00	11.00
Extended Care	29.00	32.00	34.50	32.00	31.00	24.00	24.00
Adult Education	2.00	1.00	2.00	2.00	2.00	2.00	2.00
<b>Totals</b>	<b>1,102.00</b>	<b>1,088.00</b>	<b>1,043.00</b>	<b>1,066.50</b>	<b>1,063.00</b>	<b>989.00</b>	<b>975.00</b>

**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee



*Maya H.*

6<sup>th</sup> Grade

Roehm Middle School

Art Instructor: Heather Courtwright





**Mary Taylor, CPA**  
Auditor of State

**BEREA CITY SCHOOL DISTRICT**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JANUARY 11, 2011**