



Dave Yost • Auditor of State

**BEACHWOOD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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**BEACHWOOD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2013**

Federal Grantor Program Title	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>					
<i>Passed Through Ohio Department of Education:</i>					
Nutrition Cluster:					
National School Lunch Program	10.555	\$79,837	\$21,345	\$79,837	\$21,345
Total U.S. Department of Agriculture		79,837	21,345	79,837	21,345
<u>U.S. DEPARTMENT OF EDUCATION</u>					
<i>Passed Through Ohio Department of Education:</i>					
Special Education Cluster:					
Special Education: Grants to States - FY 2013	84.027	357,845	0	353,200	0
Special Education: Grants to States - FY 2012	84.027	0	0	2,948	0
Total Special Education: Grants to States		357,845	0	356,148	0
Special Education: Preschool Grant	84.173	10,413	0	10,413	0
Total Special Education : Preschool Grant		10,413	0	10,413	0
Total Special Education Cluster		368,258	0	366,561	0
Title I - Grants to Local Educational Agencies - FY 2013	84.010	127,751	0	127,663	0
Title I - Grants to Local Educational Agencies - FY 2012	84.010	0	0	2,040	0
Total Title I - Grants to Local Educational Agencies		127,751	0	129,703	0
Title III LEP - English Language Acquisition Grants	84.365	14,850	0	14,850	0
Title II-A Grant	84.367	25,546	0	25,546	0
ARRA - Race to the Top	84.395	26,440	0	26,440	0
Resident educator program	84.395	4,200	0	4,200	0
Total Education Jobs Fund	84.410	14,464	0	14,464	0
Total U.S. Department of Education		581,509	0	581,764	0
<u>Department of Environmental Protection agency</u>					
ARRA - National Clean Diesel Funding Assistance Program	66.039	11,308	0	11,308	0
Total Federal Financial Assistance		\$672,654	\$21,345	\$672,909	\$21,345

The accompanying notes are an integral part of this schedule.

**BEACHWOOD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
JUNE 30, 2013**

NOTES TO SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

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

NOTE C – FOOD DONATION PROGRAM

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



Dave Yost • Auditor of State

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

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

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beachwood City School District, Cuyahoga County, (the District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated October 8, 2013.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the District's internal control. Accordingly, we have not opined on it.

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 a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the District's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

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, opining 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*.

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State
Columbus, Ohio

October 8, 2013



Dave Yost • Auditor of State

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

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

To the Board of Education:

Report on Compliance for Each Major Federal Program

We have audited the Beachwood City School District's (the District) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect the Beachwood City School District's major federal program for the year ended June 30, 2013. The *Summary of Audit Results* in the accompanying schedule of findings identifies the District's major federal program.

Management's Responsibility

The District's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal program.

Auditor's Responsibility

Our responsibility is to opine on the District's compliance for each of the District's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for 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*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our compliance opinion on the District's major program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on the Major Federal Program

In our opinion, the Beachwood City School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect its major federal program for the year ended June 30, 2013.

Report on Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the District's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable 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. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Federal Awards Receipts and Expenditures

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Beachwood City School District (the District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated October 8, 2013. We conducted our audit to opine on the District's basic financial statements. The accompanying schedule of federal awards receipts and expenditures presents additional analysis 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 management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule 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 schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Dave Yost
Auditor of State
Columbus, Ohio

October 8, 2013

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**BEACHWOOD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2013**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unmodified
<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	Unmodified
<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 and #84.173
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None

3. FINDINGS FOR FEDERAL AWARDS

None

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INDEPENDENT AUDITOR'S REPORT ON APPLYING AGREED-UPON PROCEDURE

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

To the Board of Education:

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

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

1. We noted the Board amended its anti-harassment policy at its meeting on July 9, 2012 to include prohibiting harassment, intimidation, or bullying of any student "on a school bus" or by an "electronic act".

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board and is not intended to be and should not be used by anyone other than these specified parties.

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

Dave Yost
Auditor of State

October 8, 2013

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Comprehensive Annual Financial Report
Beachwood City School District
24601 Fairmount Blvd.
Beachwood, OH 44122-2298
For the Fiscal Year Ended June 30, 2013



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COMPREHENSIVE
ANNUAL FINANCIAL REPORT
OF THE
BEACHWOOD CITY SCHOOL DISTRICT
for the
FISCAL YEAR ENDED JUNE 30, 2013



Prepared by Treasurer's Department

Michele E. Mills, Director of Finance/Treasurer
Kathleen Stroski, Assistant Treasurer
April Yuhas, Payroll
Greg Minotas, Purchasing Agent
Mary Lee Ryan, EMIS
Kelly Wright, Accounts Payable

24601 Fairmount Boulevard
Beachwood, Ohio 44122-2298

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BEACHWOOD CITY SCHOOL DISTRICT
Comprehensive Annual Financial Report
For the Year Ended June 30, 2013
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INTRODUCTORY

SECTION

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

October 8, 2013

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

Dear Board Members:

The comprehensive annual financial report of the Beachwood City School District (the “School District”) for the fiscal year ended June 30, 2013, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District. All disclosures necessary to enable the reader to gain an understanding of the School District’s financial activities have been included.

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

Management’s Discussion and Analysis (MD&A) immediately follows the Independent Auditor’s Report and provides an overview and analysis of the basic financial statements.

The School District

The School District was formed in 1915 and is located in a prosperous suburban area east of Cleveland, Ohio. The community’s tax base is evenly distributed between commercial and residential property. The School District serves 1,584 students from Pre-K through 12th grade in five instructional facilities.

Major Initiatives

Mission and Vision

All of our efforts as educators in the School District are driven by our mission statement: To develop intellectual entrepreneurs with a social conscience. The mission of the Beachwood City School District is short in length and powerful in vision. We believe that we must develop adults who are seekers of knowledge, creative, flexible, and reflective – in other words, an intellectual capacity. These adults are risk-takers,

visionaries, brokers, passionate, and committed to excellence. Beachwood students also enjoy experiences where they learn to be globally responsible, altruistic, and environmentally, culturally and politically sensitive.

Board of Education Goals

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

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

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

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

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

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

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

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

Major Initiatives and Accomplishments

The 2012-2013 school year was an exciting one for students and staff in the Beachwood City School District. As was typical, Beachwood students and staff, individually and collectively, garnered myriad recognitions and awards. A partial list is included in this brief account.

In addition to such academic and professional accomplishments, Beachwood City Schools took on the major task of reconstructing Beachwood High School, a \$35.6 million project made possible by voters' passage of a \$30 million bond issue. The project is a combination of new construction and renovation. When completed in 2013, the building will be one of the finest educational facilities in Northeast Ohio, an appropriate home for the high school's many outstanding programs.

2012-2013 Academic Achievements:

The 2012-2013 school year was one of growth and accomplishment for Beachwood City Schools. Progress continued on the construction of the new and remodeled portions of Beachwood High School as crews worked toward its completion in the summer of 2013. The \$35.6 million project accommodates the future energy, technology, and instructional space needs of the high school in a manner that addresses both functional utility and aesthetics. The newly constructed and renovated portions of the high school capture the pride and commitment that the Beachwood community feels toward its schools.

The following list of accomplishments highlights the individual and collective achievements of Beachwood's students with the support of the staff. While not a comprehensive list, it is a representative sampling of the district's academic and extracurricular status in Northeast Ohio.

- **District Recognition**
 - Beachwood's 2013 performance index score of 109.0 on the state report card is the highest in the School District's history and ranks 16th out of Ohio's 611 public schools.
 - Newsweek magazine ranked Beachwood High School second among all Northeast Ohio high schools, No. 23 in the Midwest, and in the top 200 nationally.
 - Five Beachwood High School students earned a perfect score on the ACT.
 - 6 National Merit Finalists; 6 National Merit Commended Students; 2 National Achievement Outstanding Participants.
- **Advanced Placement**
 - 65 total AP Scholars
 - 8 National AP Scholars
 - 38 AP Scholars with Distinction
 - 15 AP Scholars with Honor
 - 12 AP Scholar
- **Individual and Group Achievements**
 - A Beachwood senior took 1st place in the state for the second consecutive year in "Humorous Interpretation of Literature" speech and debate category.
 - BHS's Academic Challenge Team was the national runner up in the small school division of the National Academic Quiz Tournament, its third consecutive top-two finish.
 - Beachwood's 5th grade and 6th grade teams each placed 1st in the state in the Knowledge Master Open.
 - A Beachwood junior scored in the top 1 percent of all students nationwide in the American Mathematics Competitions 12th grade exam.
 - Two teams of fifth graders took first and second place at the Greater Cleveland Council of Teachers Mathematics Exam.
 - A Beachwood third grader qualified for the National Vocabulary Bee.
 - Three high school students won "Best Delegate" at the University of Virginia Model United Nations competition.
 - A Beachwood eighth grader qualified for the state's National Geography Bee.
 - Beachwood High School Culinary students placed second and third, respectively, at the Ohio FCCLA competition.
 - Early childhood education students won 15 gold medals and two silver medals at the FCCLA state competition.
 - Three Beachwood teams competed at the Destination ImagiNation Global Finals, each placing in the top 20 in the world in their respective challenges. Four Beachwood teams qualified for the state tournament by taking 1st place at the regional tournament.
 - BHS's marketing class won 1st place in the Greater Cleveland Junior Achievement Company Program for operating its "Entrovation" business showcase.
 - Beachwood High School's robotics team won the Buckeye Regional Imagery Award for best integration of its theme "FIRST Responders," into its robot, pit design and uniforms at the FIRST Robotics competition, held at Cleveland State's Wolstein Center on March 29-30.
 - Two Beachwood High School Marketing students qualified for the international DECA conference, one placing in the top 10.
 - BHS's "Beachcomber" newspaper staff earned a First Place rating from the Ohio Scholastic Media Association and won 26 combined individual ratings.
 - A Beachwood Middle School eighth grader placed in the top 1 percent of students statewide in the Power of the Pen competition.
- **Fine Arts**
 - Beachwood was named among the Best Communities for Music Education by the NAMM Foundation for the 6th consecutive year.
 - Eight Beachwood High School orchestra and band students earned the highest possible rating while performing music with the highest degree of difficulty at OMEA high school competition, while 19 Beachwood Middle School students earned a 1 rating at the same middle school competition.

- Beachwood High School's Drama Club performed *The Children's Hour* and *Rent*. Students were involved in all areas of production, including acting, directing, set-building, stage crew and makeup.
- **Athletics**
 - A Beachwood High School junior won the state wrestling championship in the 160-pound weight class, capping a 50-0 undefeated season.
 - A Beachwood High School junior boys basketball player was named First Team All Ohio and Division 3 Player of the Year.
 - The boys and girls basketball teams each won the school's first-ever district championships before losing in the regional finals.
 - A Beachwood High School soccer player (Class of 2013) was one of just 33 students nationwide named as a Scholar All-American.
 - Beachwood's girls 4x100 meter relay team placed 8th at the state track and field championships.
 - The boys tennis team made the state's final four.
 - The baseball team won its second consecutive Chagrin Valley Conference Metro Division championship.

These accomplishments offer evidence of the continued history of achievement that is a critical element in the fiber of the Beachwood City School District and the community that it serves.

Financial Policies

The School District has not adopted any new financial policies that had significant impact on the 2013 financial statements.

Accounting and Budgetary Controls

In developing and evaluating the School District's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance regarding:

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

The concept of reasonable assurance recognizes that the cost of internal control should not exceed the benefits likely to be derived and that the evaluation of cost and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the School District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Long-Term Financial Planning

The School District is required by law to submit for Board approval a five year forecast which delineates projected revenues, expenditures and anticipated timing for new property tax ballot issues. The five year forecast must be approved by the Board of Education on or before October 31st of each school year and must be amended as necessary by no later than May 31st of each school year. School districts are not able to enter into contracts unless the School District demonstrates financial ability to pay for the contract over the life of the contract. The School District cannot include anticipated revenue through ballot issues as part of its certification of funds process.

Significant Local Economic Events

The economic condition and outlook for the community has been challenging, especially considering the economic downturn in the Midwest as well as the rest of the country. The commercial tax duplicate has increased slightly by 2.3%. The community's tax base is fairly evenly distributed between commercial and residential property. Forty-eight percent of the School District's valuation is comprised of residential property and fifty-two percent is comprised of commercial or public utility property. Due to changes in laws enacted by the State legislature, the School District's personal property tax base will continue to erode as the State has eliminated this tax. All Districts in the State of Ohio were held harmless by the State through fiscal year 2011, at which time the state will enact a partial phase out of the hold harmless provision. The District experienced revenue reductions of \$665,000 in fiscal years 2012 and 2013, at which time the hold harmless will remain at the 2013 levels. The State of Ohio's overall economic outlook is not good as it tries to make its way through economic recovery.

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

In 2009, Eaton Corporation, a Fortune 100 company, purchased 50 acres of property in the Chagrin Highlands area, through a tax incremental financing program approved by the City of Beachwood, Warrensville Heights Schools, State of Ohio and the Cleveland Cuyahoga County Port Authority. Revenue for the School District is not expected until joint programming has been developed with Warrensville Heights Schools and further discussion on the tax sharing agreement.

As of the date of this financial statement, it is expected that tax revenue sharing will be forthcoming in the next couple of years. The School District is currently in discussion with the Warrensville Heights School District to determine revenue trigger points and how and when tax revenue will be remitted to the School District from Warrensville Heights Schools. University Hospitals built a 1,000 bed hospital, The Ahuja Medical Center, on the Chagrin Highlands site. The Ahuja Medical Center opened in January, 2011. The District has contacted Ahuja to be a conduit for joint educational programming for the Beachwood and Warrensville School Districts. Joint educational programming is a condition of the revenue sharing agreement.

The School District is submitting a STEM proposal to Ahuja personnel to study opening a medical preparatory school for students interested in science. The School District and Ahuja are uniquely posed for this type of synergy and shared programming.

The School District is still involved in litigation with the Cleveland Clinic over its tax exempt application which dates back to 2002. The case was heard by the Board of Tax Appeals in June 2013. The School District anticipates a decision by winter 2014. Property tax losses on this facility are \$9.0 million (School District portion only) through tax year 2013.

The Cleveland Clinic also filed for tax exemption on a portion of the property it purchased in 2007 from Bank of America (formerly MBNA). While some of the buildings are still occupied by Bank of America employees, the Clinic occupies three buildings and has sought tax exemption on those buildings. The Clinic was granted permanent tax exemption by the Tax Commissioner. The annual tax loss is \$550,000. Bank of America recently announced massive layoffs. Over 1,200 employees located in Beachwood will lose their jobs as a result. The School District anticipates the Cleveland Clinic will take over the remaining office space and file for tax exemption.

Prospects for the Future

House Bill 920, which was enacted in 1976 by the Ohio legislature, has severely limited schools in their funding initiatives. This law prohibits school districts from realizing additional revenue from previously voted millage due to reappraisal of property values. Although the School District's total operating millage is 79.3 mills, the effective millage levied and collected is 34.72 and 42.67 respectively, for residential and commercial property.

The State's budget bill, House Bill 59, which passed in June 2013, contained funding increases for all public schools. However, increases to private and community schools were also part of the budget bill. Payment for the private and community schools comes directly from the local school district.

The State of Ohio in its pursuit of "choice" in education continues to erode tax dollars earmarked for public education. The State passed a bill with the "Jon Petersen Special Needs Scholarship" provision which allows private entities and private schools to become providers of special education services. Depending on the nature of the identification of the disability these providers will take from \$7,196 to \$20,000 in funding from public schools. The School District receives on average \$553 per student from the State of Ohio for educating all of its students irrespective of disabilities.

While the State has set a 5% maximum number for students, there is no individual school cap. To date the School District has \$100,834 approved with more applications submitted. School districts are being further taxed by having its individual education plan team identifying these students which has increased the case loads of staff members.

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

In fiscal year 2013, the School District refunded a portion of its outstanding Middle School debt. \$3,260,000 was refunded and \$3,245,000 was reissued at a lower interest rate. Moody's rated the debt Aaa.

During Fiscal Year 2013, the School District received unexpected revenue in the amount of five million dollars as a result of the settlement of litigation regarding the valuation of real property; said revenue has been credited to the General Fund and the Permanent Improvement Fund as miscellaneous revenue.

Other Information

Independent Audit

The Ohio Revised Code requires an annual audit of the School District's financial statements and its compliance with certain sections of the Ohio Revised Code. The Ohio Auditor of State conducted the School District's 2013 fiscal year audit. The Independent Auditor's Report appears at the beginning of the Financial Section of this report.

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the Beachwood City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012. (This was the 25th consecutive year that the School District earned this prestigious award.) In order to be awarded a Certificate of Achievement, a governmental agency must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments


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

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

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

Audit Committee

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


Michele E. Mills, MBA
Director of Finance/Treasurer


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

Beachwood City School District

Elected Officials

Board of Education

Dr. Brian Weiss.....President

Mr. Mitchel Luxenburg..... Vice President

Mr. David OstroMember

Mr. Josh Mintz.....Member

Mr. Steve RosenMember

Administration

Dr. Richard A. Markwardt.....Superintendent

Ms. Michele E. Mills, MBA Treasurer/CFO

Mr. Robert Hardis.....Assistant Superintendent

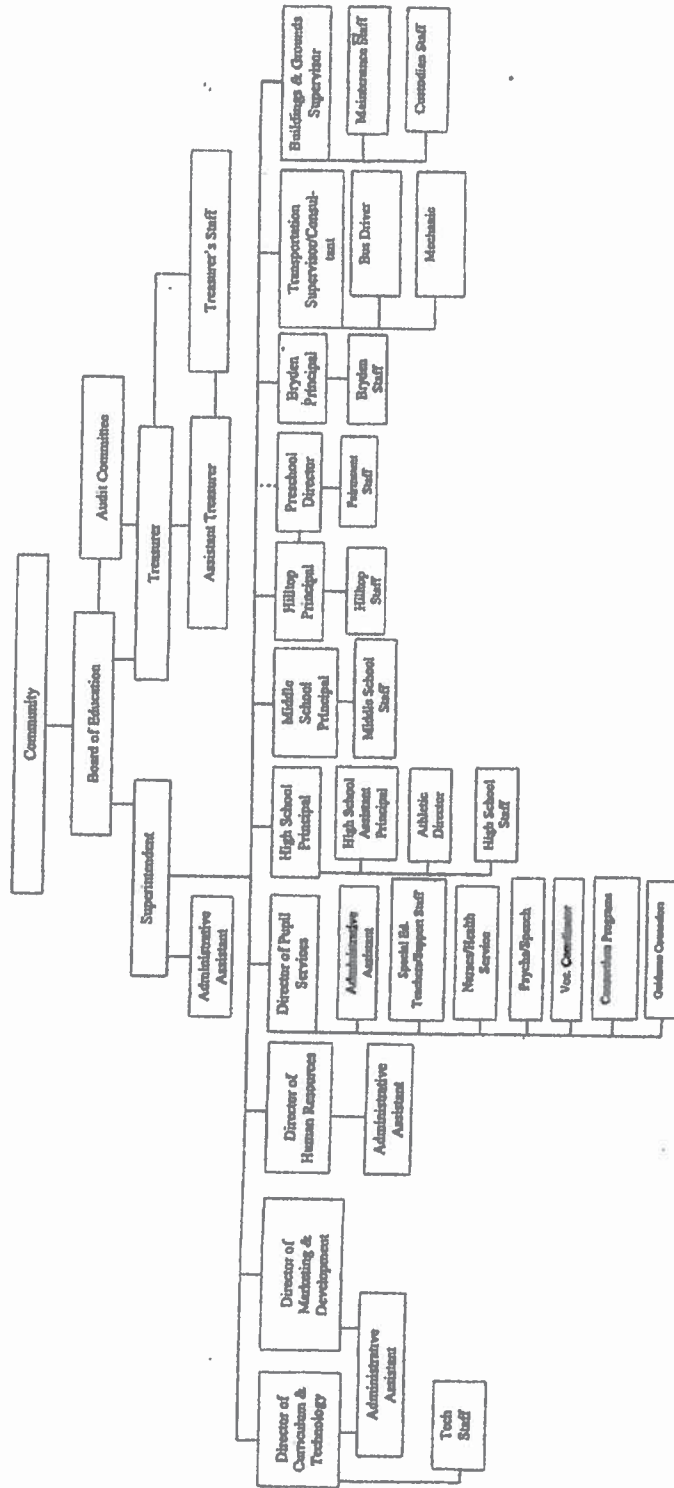
Ms. Lauren BroderickDirector of Pupil Services

policy

BOARD OF EDUCATION
BEACHWOOD CITY SCHOOL DISTRICT

ADMINISTRATION
1101/Page 1 of 1

ORGANIZATIONAL CHART



Revised 2/8/10
Revised 8/8/11



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Beachwood City
School District, Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO

FINANCIAL

SECTION

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

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

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beachwood City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the District's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Beachwood City School District, Cuyahoga County, Ohio, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General and Consortium Funds thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, 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 applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on the District's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling statements and schedules 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, these statements and schedules are 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 8, 2013, 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. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Dave Yost
Auditor of State
Columbus, Ohio

October 8, 2013

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

The discussion and analysis of the Beachwood City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2013. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements, and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2013 are as follows:

- Equity in Pooled Cash and Cash equivalents decreased by \$10,848,011, due to payments to contractors for the High School building project. The project is 92% complete at the end of the fiscal year 2013. The new and renovated classroom spaces are complete as well as the auxiliary gym. Offices, the repurposed north gym, cafeteria, library and community spaces were completed by the end of August, 2013. The Bistro will open in October and punch list items are expected to be completed in December 2013.
- Accrued wages and benefits remained relatively flat with a slight decrease of \$80,663. The District had very little turn over in fiscal year 13. Also, during fiscal year 13 the certificated staff took a pay freeze (no base or step increase) which left salaries flat for the fiscal year.
- The School District anticipates that staff members may choose to retire as the retirement law changes effecting years of service, final years average salary calculations and age become effective August 1, 2015.
- Total net position increased by \$6,876,376, which represents a 16.7 percent increase from 2012. The School District refinanced some of its original Middle School debt and also continues to pay down its outstanding debt. Net Investment in Capital Assets decreased from \$18,670,053 to \$18,082,152.
- General revenues accounted for \$38,607,807 in revenue or 84 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$7,373,118 or 16 percent of total revenues of \$45,980,925.
- The School District had \$39,104,549 in expenses related to governmental activities; only \$7,373,118 of these expenses was offset by program specific charges for services, grants, or contributions. General revenues (primarily taxes) of \$38,607,807 were adequate to provide for these programs.
- Total assets of governmental activities increased \$4,878,391 as cash decreased by \$10,848,011 due primarily to payments to contractors for the high school renovation project.
- The general fund balance increased slightly by \$3,741,144 or 19.7% primarily was a result of the settlement of litigation regarding the valuation of real property valuation.
- The building fund balance decreased by \$14,915,827 as cash decreased by \$16,406,715 again due to payment to contractors for the high school renovation project.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

- Among major funds, the general fund had \$35,190,635 in operating revenues and \$31,275,641 in operating expenditures. The general fund's fund balance increased to \$22,692,649 from \$18,951,505.

Using this Generally Accepted Accounting Principles Report (GAAP)

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

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

Reporting the School District as a Whole

Statement of Net Position and Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2013?" The Statement of Net Position and Statement of Activities answer this question. These statements include *all assets, all liabilities and deferred inflows of resources* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into accounts all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

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

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

The School District as a Whole

The Statement of Net Position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net position for 2013 compared to 2012:

	Table 1 Governmental Activities	
	<i>2013</i>	<i>2012</i>
Assets		
Current and Other Assets	\$61,777,555	\$71,065,301
Capital Assets	59,934,185	45,768,048
Total Assets	121,711,740	116,833,349
Liabilities		
Long-Term Liabilities	44,145,234	47,070,449
Other Liabilities	4,256,927	5,925,001
Total Liabilities	\$48,402,161	\$52,995,450
Deferred Inflows Of Resources		
Property Taxes	25,206,963	22,611,659
Net Position		
Net Investment In Capital Assets	18,082,152	18,670,053
Restricted	7,697,202	3,818,435
Unrestricted	22,323,262	18,737,752
Total Net Position	\$48,102,616	\$41,226,240

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Net position of the School District's governmental activities increased by \$6,876,376. Unrestricted net position also increased by \$3,585,510. The assets increase is primarily due to the increase in capital assets of \$14,166,137 associated mostly with the High School construction in progress. There was a decrease of \$10.8 million dollars in cash and cash equivalents during 2013 due to contractual payments for the high school renovation project.

Table 2 shows the changes in net position for fiscal year 2012 with revenue and expense comparisons to fiscal year 2013:

	Governmental Activities 2013	Table 2 Governmental Activities 2012
Program Revenues:		
Charges for Services and Sales	\$4,346,756	\$3,920,001
Operating Grants and Contributions	3,026,362	3,190,174
General Revenues:		
Property Taxes	27,450,186	28,034,000
Grants and Entitlements	5,647,472	6,385,851
Investment Earnings	73,323	221,860
Miscellaneous	5,436,826	298,808
Total Revenue	\$45,980,925	\$42,050,694
Program Expenses:		
Instruction:		
Regular	\$12,322,813	\$12,479,099
Special	6,073,357	6,841,655
Vocational	1,306,835	732,685
Adult/Continuing	101,993	99,837
Other	267,839	238,069
Support Services:		
Pupil	2,659,540	3,113,676
Instructional Staff	1,383,760	1,120,386
Board of Education	606,698	358,447
Administration	2,425,348	2,374,984
Fiscal	789,311	827,047
Business	418,499	459,488
Operation of Maintenance and Plant	3,481,534	3,676,973
Pupil Transportation	2,011,020	1,756,043
Central	375,875	700,838
Operation of Non-Instructional Services	1,562,013	1,528,043
Extra-curricular Activities	1,224,793	1,237,501
Interest and Fiscal Charges	2,093,321	1,991,584
Total Expenses	\$39,104,549	\$39,536,355
Change in Net Position	\$6,876,376	\$2,514,339
Beginning Net Position	41,226,240	38,711,901
Ending Net Position	\$48,102,616	\$41,226,240

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Governmental Activities

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by the levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home was reappraised and its value increased to \$200,000 (and this inflationary increase in value is comparable to other property owners), the effective tax rate would become .5 mills and the owner would still pay \$35.00. Thus, school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 60 percent of revenues for governmental activities for the School District in fiscal year 2013.

Instruction comprises 52 percent of governmental program expenses. Interest expense was 4.5 percent. Interest expense was attributable to the outstanding bonds and borrowing for capital projects.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements with comparisons to 2012.

	Table 3 – Governmental Activities			
	Total Cost of Services 2013	Net Cost of Services 2013	Total Cost of Services 2012	Net Cost of Services 2012
Instruction	\$20,072,837	\$16,076,175	\$20,391,345	\$16,620,747
Support Services:				
Pupil and Instructional Staff	4,043,300	2,840,840	4,234,062	2,950,550
Board of Education, Administration, Fiscal and Business	4,239,856	4,205,092	4,019,966	3,994,886
Operation and Maintenance of Plant	3,481,534	3,115,026	3,676,973	3,314,204
Pupil Transportation	2,011,020	1,955,762	1,756,043	1,723,128
Central	375,875	368,675	700,838	679,838
Operation of Non-Instructional Services	1,562,013	(87,924)	1,528,043	(5,386)
Extracurricular Activities	1,224,793	1,164,464	1,237,501	1,156,629
Interest	2,093,321	2,093,321	1,991,584	1,991,584
Total Expenses	\$39,104,549	\$31,731,431	\$39,536,355	\$32,426,180

The dependence upon tax revenues for governmental activities is apparent. Over 80 percent of instruction activities are supported through taxes and other general revenues and for all governmental activities general revenue support is also 81 percent. The community, as a whole, is by far the primary support for the School District's students.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

The School District's Funds

Information about the School District's major funds starts on page 26. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$46,377,715 and expenditures of \$56,514,386. The net change in fund balance for the year was most significant in the building fund, with a decrease of \$14,915,827. The decrease is due to the High School Renovation Project. The School District's High School Renovation Project is expected to be completed by December 2013.

The net fund balance increased in the bond retirement fund by \$49,677 which is relatively flat.

The permanent improvement fund increased \$909,948. The School District had several paving projects, roofing repairs and expanded the driveway into the high school. The increase in revenue was a result of the settlement of litigation regarding the valuation of real property valuation.

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

Budgeting Highlights

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

During the course of fiscal year 2013, the School District amended its general fund budget numerous times, none significant. The School District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management.

For the general fund, actual revenue was \$391,089 more than the final budget estimates of \$34,983,000. The School District's ending un-obligated cash balance was \$1,071,815 more than the final budgeted amount as expenditures were less than anticipated in the areas of instruction and operation and maintenance. Operation expenditures were down primarily due to the mild winter with decreased utility costs.

There were ten amendments to the original appropriations during fiscal year 2013. The budget increased slightly predominantly due to permit fees for the High School Renovation being billed to the general fund.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2013, the School District had \$59,934,185 invested in land, buildings, equipment, buses and other vehicles, all in governmental activities. See Note 9 to the basic financial statements for more detailed information on capital asset activity. Table 4 shows fiscal 2013 balances compared to 2012:

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

	Governmental Activities	
	2013	2012
Construction in Progress	\$32,942,486	\$17,907,381
Land	978,708	978,708
Land Improvements	1,820,085	1,933,101
Buildings and Improvements	22,185,983	23,004,200
Equipment	1,563,606	1,039,062
Vehicles	443,317	406,524
Totals	\$59,934,185	\$45,268,976

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

For fiscal year 2013, Ohio law required school districts to set aside three percent of certain revenues for capital improvements. For fiscal year 2013, this amounted to \$255,136 for the set aside. For fiscal year 2013, the School District had qualifying disbursements or offsets exceeding this requirement.

Debt

At June 30, 2013, the School District had \$41,144,997 in bonds and notes outstanding, \$2,515,000 due within one year. Table 5 summarizes bonds and notes outstanding. See Note 15 to the basic financial statements for more detailed information on long-term debt activity.

Under the current Ohio Revised Code, the School District's general obligation bonded debt issuances are subject to a legal limitation on both voted and un-voted debt. The limitation is based on 9% and .1%, respectively, of the total assessed value of real and personal property. At June 30, 2013, the School Districts' voted general obligation bonded debt of \$37,149,997 initially below the legal limit of \$64,145,597 (voted). In addition, the School District had no un-voted debt at June 30, 2013.

In November 2012, the School District refunded \$3,260,000 in outstanding Middle School debt. \$3,245,000 was reissued with an interest rate of 1%-2%. Moody's rating for the School District is Aaa, the highest rating Moody's assigns to debt issues.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Table 5 - Outstanding Debt, at Year End

	Governmental Activities 2013	Governmental Activities 2012
General Obligation Bonds		
2010 Tax Anticipation Notes	\$3,995,000	\$4,550,000
2002 School Improvement Premium	0	251,705
2002 School Improvement Bonds	0	4,000,001
2007 School Improvement Premium	189,712	237,140
2007 Advanced Refunded Bonds	5,869,997	5,939,997
2010 School Improvement Bonds	5,625,000	6,700,000
2010 School Improvement Premium	228,264	273,915
2010 Build America Bonds	11,150,000	11,150,000
2010 Qualified School Construct Bonds	11,260,000	11,260,000
2012 School Improvement Bonds	3,245,000	0
Total	\$41,562,973	\$44,362,758

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

For the Future

The School District closed out its fiscal year on June 30, 2013 on a positive note as the administration and Board of Education continued to reduce costs for greater efficiency.

The School District concluded successful negotiations with all three of its unions: the Beachwood Federation of Teachers (BFT), The Beachwood Educational Interpreters Union (BEIU) and the Beachwood Union of Support Staff (BUSS) All three contracts had substantive changes to the health insurance benefits, both in terms of premium contributions which rose from 6% to 10% and changes to the out of pocket maximums and co-pay amounts paid by employees. This change will save the District \$451,000 annually. All three unions also agreed to a pay freeze in the first year of their contracts with no step and/or base increases. The changes negotiated with the unions were also extended to the administrative staff. Wage freezes saved the District over \$500,000 annually.

The School District's current major initiative is to complete the renovation of its 50 year old High School. The renovation should be complete by December 2013. On May 4, 2010 a \$30 million, 30 year, 2.5 mills bond issue was overwhelmingly passed by the voters to renovate the School District's High School. Since the High School project is nearing completion, the School District commissioned an athletic field and elementary building study for capital improvement recommendations. The School District will also upgrade the pool and auditorium at the High School, which were not part of the original renovation plan.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

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

During Fiscal Year 2013, the Beachwood City School District Board of Education received unbudgeted revenue in the amount of five million dollars as a result of the settlement of litigation regarding the valuation of real property; said revenue has been classified as miscellaneous revenue in the General Fund in part and the Permanent Improvement Fund in part for Fiscal Year 2013.

Contacting the School District's Financial Management

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

BASIC

FINANCIAL

STATEMENTS

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Beachwood City Schools
Statement of Net Position
June 30, 2013

	Governmental Activities
ASSETS:	
Equity in Pooled Cash and Cash Equivalents	\$ 32,482,104
Cash and Cash Equivalents in Segregated Accounts	134,873
Materials and Supplies Inventory	88,729
Accrued Interest Receivable	36,778
Accounts Receivable	360,637
Property Taxes Receivable	28,674,434
<i>Total current assets</i>	<i>61,777,555</i>
 Noncurrent Assets:	
Non-Depreciable Capital Assets	978,708
Depreciable Capital Assets, net	26,012,991
Construction in Progress	32,942,486
<i>Total noncurrent assets</i>	<i>59,934,185</i>
 <i>Total Assets</i>	 <i>121,711,740</i>
 LIABILITIES:	
Accounts Payable	61,077
Accrued Wages and Benefits	2,929,540
Contracts Payable	756,014
Intergovernmental Payable	326,456
Undistributed Monies	9,630
Matured Bonds Payable	86,363
Unearned Revenue	1,647
Claims Payable	86,200
Long-Term Liabilities:	
Due Within One Year	2,722,679
<i>Total current liabilities</i>	<i>6,979,606</i>
 Noncurrent Liabilities:	
Due in More Than One Year	41,422,555
<i>Total noncurrent liabilities</i>	<i>41,422,555</i>
 <i>Total Liabilities</i>	 <i>48,402,161</i>
 DEFERRED INFLOWS OF RESOURCES:	
Property Taxes not Levied to Finance Current Year Operations	25,206,963
 <i>TOTAL DEFERRED INFLOWS OF RESOURCES</i>	 <i>25,206,963</i>
 NET POSITION:	
Net Investment in Capital Assets	18,082,152
Restricted for Debt Service	2,651,163
Restricted for Capital Outlay	4,242,814
Restricted for Other Purposes	668,352
Restricted for Set Asides	134,873
Unrestricted	22,323,262
 <i>Total Net Position</i>	 <i>\$ 48,102,616</i>
 See Accompanying Notes to the Basic Financial Statements	

Beachwood City Schools
Statement of Activities
For the Fiscal Year Ended June 30, 2013

	Program Revenues		
	Expenses	Charges for Services and Sales	Operating Grants and Contributions
Governmental Activities:			
Instruction:			
Regular	\$ 12,322,813	\$ 198,005	\$ 954,217
Special	6,073,357	1,339,857	419,766
Vocational	1,306,835	636,639	341,849
Adult/Continuing	101,993	10,597	
Other	267,839	489	95,243
Support Services:			
Pupils	2,659,540	774,941	298,176
Instructional Staff	1,383,760	2,701	126,642
Board of Education	606,698		
Administration	2,425,348	3,574	12,726
Fiscal	789,311	17,401	
Business	418,499	1,063	
Operation and Maintenance of Plant	3,481,534	302,878	63,630
Pupil Transportation	2,011,020	2,525	52,733
Central	375,875		7,200
Operation of Non-Instructional/Shared Services:			
Food Service Operations	535,990	362,627	81,350
Community Services	1,026,023	633,130	572,830
Extracurricular Activities	1,224,793	60,329	
Interest	2,093,321		
<i>Total Governmental Activities</i>	<u>\$ 39,104,549</u>	<u>\$ 4,346,756</u>	<u>\$ 3,026,362</u>

General Revenues:

Grants and Entitlements not Restricted to Specific Programs
Property and Other Local Taxes
Investment Earnings
Miscellaneous

Total General Revenues

Change in Net Position

Net Position Beginning of Year

Net Position End of Year

See Accompanying Notes to the Basic Financial Statements

**Governmental
Activities**

\$ (11,170,591)
(4,313,734)
(328,347)
(91,396)
(172,107)

(1,586,423)
(1,254,417)
(606,698)
(2,409,048)
(771,910)
(417,436)
(3,115,026)
(1,955,762)
(368,675)

(92,013)
179,937
(1,164,464)
(2,093,321)

\$ (31,731,431)

5,647,472
27,450,186
73,323
5,436,826

38,607,807

6,876,376

41,226,240

\$ 48,102,616

Beachwood City Schools
Balance Sheet
Governmental Funds
June 30, 2013

	<u>General</u>	<u>Bond Retirement Fund</u>	<u>Permanent Improvement Fund</u>	<u>Building Fund</u>
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ 20,431,598	\$ 2,304,691	\$ 1,868,935	\$ 3,228,894
Cash and Cash Equivalents in Segregated Accounts	134,873			
Materials and Supplies Inventory	81,213			
Accrued Interest Receivable	31,567			5,211
Accounts Receivable	16,200		4,500	
Interfund Receivable	2,090,374			
Due From Other Funds	215,000			
Property Taxes Receivable	24,667,307	3,265,976	741,151	
<i>Total Assets</i>	<u>\$ 47,668,132</u>	<u>\$ 5,570,667</u>	<u>\$ 2,614,586</u>	<u>\$ 3,234,105</u>
LIABILITIES:				
Accounts Payable	57,850			
Accrued Wages and Benefits	2,648,363			
Contracts Payable			213,770	542,244
Interfund Payable				
Due to Other Funds			215,000	
Intergovernmental Payable	291,979			
Undistributed Monies				
Unearned Revenue				
General Obligation Bonds Payable		86,363		
<i>Total Liabilities</i>	<u>2,998,192</u>	<u>86,363</u>	<u>428,770</u>	<u>542,244</u>
DEFERRED INFLOWS OF RESOURCES:				
Property Taxes not Levied to Finance Current Year Operations	21,738,959	2,833,141	634,863	0
Unavailable Revenue	238,332	30,203	13,935	0
<i>TOTAL DEFERRED INFLOWS OF RESOURCES</i>	<u>21,977,291</u>	<u>2,863,344</u>	<u>648,798</u>	<u>0</u>
FUND BALANCES:				
Nonspendable	81,213			
Restricted	134,873	2,620,960	1,156,836	145,139
Committed	245,081		380,182	2,546,722
Unassigned	22,231,482			
<i>Total Fund Balances</i>	<u>22,692,649</u>	<u>2,620,960</u>	<u>1,537,018</u>	<u>2,691,861</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 47,668,132</u>	<u>\$ 5,570,667</u>	<u>\$ 2,614,586</u>	<u>\$ 3,234,105</u>

See Accompanying Notes to the Basic Financial Statements

Consortium Fund	All Other Governmental Funds	Total Governmental Funds		
\$ 2,266,387	\$ 796,438	\$ 30,896,943	Total Governmental Fund Balances	\$ 30,532,233
	7,516	134,873	Amounts reported for governmental activities in the Statement of	
		88,729	Net Position are different because:	
		36,778		
338,153	1,784	360,637	Capital assets used in governmental activities are not financial	
		2,090,374	resources and therefore, are not reported in the funds:	
		215,000	Nondepreciable capital assets	33,921,194
		28,674,434	Depreciable capital assets	26,012,991
<u>\$ 2,604,540</u>	<u>\$ 805,738</u>	<u>\$ 62,497,768</u>	Deferred inflows of resources, including delinquent property tax revenues,	
			are not receivable in the current period and therefore, are not	
			reported in the funds:	
881	2,347	61,078	Deferred inflows of resources	282,472
242,200	38,977	2,929,540		
		756,014	Long term liabilities, including bonds payable, are not due and	
2,090,374		2,090,374	payable in the current period and therefore, are not reported	
		215,000	in the funds:	
29,472	5,005	326,456	Due within one year	(2,722,679)
	9,630	9,630	Due within more than one year	(41,422,555)
	1,647	1,647		
		86,363	Internal service funds are used by management to charge the	
<u>2,362,927</u>	<u>57,606</u>	<u>6,476,102</u>	vision, dental and prescription drug, and contingent premium expenses	
			in the governmental activities in the Statement of Net Position	<u>1,498,960</u>
			Net Position of Governmental Activities	<u><u>\$48,102,616</u></u>
0	0	25,206,963		
<u>0</u>	<u>0</u>	<u>282,470</u>		
<u>0</u>	<u>0</u>	<u>25,489,433</u>		
	7,516	88,729		
241,613	555,309	4,854,730		
	186,311	3,358,296		
	(1,004)	22,230,478		
<u>241,613</u>	<u>748,132</u>	<u>30,532,233</u>		
<u>\$ 2,604,540</u>	<u>\$ 805,738</u>	<u>\$ 62,497,768</u>		

Beachwood City Schools
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2013

	General	Bond Retirement Fund	Permanent Improvement Fund	Building Fund	Consortium Fund
REVENUES:					
Property and Other Local Taxes	\$ 23,971,690	\$ 3,168,597	\$ 706,689	\$ -	\$ -
Intergovernmental	5,444,047	1,275,114	124,842		610,474
Interest	34,848		612	37,862	
Tuition and Fees	913,624				1,897,338
Rent	300,182				
Extracurricular Activities	10				
Gifts and Donations	3,856				
Customer Sales and Services	173,652		4,500	300	13,997
Miscellaneous	4,348,726		1,040,023		
<i>Total Revenues</i>	<u>35,190,635</u>	<u>4,443,711</u>	<u>1,876,666</u>	<u>38,162</u>	<u>2,521,809</u>
EXPENDITURES:					
Current:					
Instruction:					
Regular	11,412,862			603,494	
Special	4,984,498				784,102
Vocational	403,065				859,597
Adult/Continuing					
Other	267,839				
Support Services:					
Pupils	1,768,942				770,814
Instructional Staff	1,212,217				57,097
Board of Education	585,644				
Administration	2,379,435				6,492
Fiscal	873,144				
Business	415,861				
Operation and Maintenance of Plant	2,963,793		16,497		43,707
Pupil Transportation	2,019,465				
Central	916,199				
Operation of Non-Instructional/Shared Services:					
Food Service Operations					
Community Services	9,216				
Extracurricular Activities	922,106		127,765		
Capital Outlay:					
Architecture and Engineering Services			44,617	195,838	
Building Acquisition and Construction Services				506,198	
Building Improvement Services				790,857	
Other Facilities Acquisition and Construction	141,355		777,839	12,857,602	
Debt Service:					
Principal		2,440,000			
Interest		1,956,386			
Issuance Costs		57,061			
<i>Total Expenditures</i>	<u>31,275,641</u>	<u>4,453,447</u>	<u>966,718</u>	<u>14,953,989</u>	<u>2,521,809</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>3,914,994</u>	<u>(9,736)</u>	<u>909,948</u>	<u>(14,915,827)</u>	<u>0</u>
OTHER FINANCING SOURCES AND USES:					
Transfers In					
Refunding Bonds Issued		3,245,000			
Premium on Refunding Bonds Issued		96,400			
Discount on Bonds and Notes Issued		(16,225)			
Inception of Capital Lease	157,750				
Transfers Out	(331,600)				
Payment to Refunded Bond Escrow Agent		(3,265,762)			
<i>Total Other Financing Sources and Uses</i>	<u>(173,850)</u>	<u>59,413</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	3,741,144	49,677	909,948	(14,915,827)	0
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>18,951,505</u>	<u>2,571,283</u>	<u>627,070</u>	<u>17,607,688</u>	<u>241,613</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 22,692,649</u>	<u>\$ 2,620,960</u>	<u>\$ 1,537,018</u>	<u>\$ 2,691,861</u>	<u>\$ 241,613</u>

See Accompanying Notes to the Basic Financial Statements

All Other Governmental Funds	Total Governmental Funds		
		Net change in Fund Balances - Total Governmental Funds	(\$9,919,508)
\$ -	\$ 27,846,976	Amounts reported for governmental activities in the Statement of Activities are different because:	
1,219,357	8,673,834		
167	73,489	Governmental Funds report capital outlays as expenditures. However in the Statement of Activities the cost of those assets is allocated over the estimated useful lives of the assets as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	
632,248	3,443,210		
	300,182		
59,963	59,973		
17,764	21,620		
373,698	566,147		
3,535	5,392,284	Capital Outlay	18,762,361
		Depreciation	<u>(4,097,152)</u>
2,306,732	46,377,715	Total	14,665,209
		The issuance of long-term debt (bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also governmental funds report the effect of issuance costs, premiums, and similar items when debt is first issued, where these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	2,002,719
47,946	12,064,302		
293,290	6,061,890		
	1,262,662		
94,610	94,610		
	267,839		
156,320	2,696,076	The internal service funds are used by management and are not reported in the government-wide Statements of Activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among governmental activities.	101,322
69,298	1,338,612		
	585,644		
11,308	2,397,235		
139	873,283		
	415,861		
	3,023,997	Compensated absences reported in the Statement of Activities, do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.	26,634
11,308	2,030,773		
2,032	918,231		
		Changes in Net Assets of Governmental Activities	<u>\$ 6,876,376</u>
508,348	508,348		
982,673	991,889		
165,510	1,215,381		
	240,455		
	506,198		
	790,857		
	13,776,796		
	2,440,000		
	1,956,386		
	57,061		
2,342,782	56,514,386		
(36,050)	(10,136,671)		
331,600	331,600		
	3,245,000		
	96,400		
	(16,225)		
	157,750		
	(331,600)		
	(3,265,762)		
331,600	217,163		
295,550	(9,919,508)		
452,582	40,451,741		
<u>\$ 748,132</u>	<u>\$ 30,532,233</u>		

Beachwood City Schools
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Property and Other Local Taxes	\$ 22,651,437	\$ 24,018,517	\$ 24,624,843	\$ 606,326
Intergovernmental	5,485,931	5,505,936	5,444,047	(61,889)
Interest	100,000	100,000	64,714	(35,286)
Tuition and Fees	168,891	516,595	430,755	(85,840)
Rent	300,870	321,031	300,182	(20,849)
Extracurricular Activities	0	0	10	10
Gifts and Donations	2,050	2,050	3,856	1,806
Customer Sales and Services	164,840	191,840	159,767	(32,073)
Miscellaneous	327,031	4,327,031	4,345,915	18,884
Total Revenues	<u>29,201,050</u>	<u>34,983,000</u>	<u>35,374,089</u>	<u>391,089</u>
EXPENDITURES:				
Current:				
Instruction:				
Regular	11,551,440	11,555,172	11,450,841	104,331
Special	5,426,987	5,244,243	5,112,025	132,218
Vocational	382,599	418,899	400,335	18,564
Other	256,414	278,914	268,519	10,395
Support Services:				
Pupils	1,768,321	1,786,826	1,744,541	42,285
Instructional Staff	1,040,754	1,239,177	1,218,601	20,576
Board of Education	518,813	633,813	627,635	6,178
Administration	2,458,085	2,403,488	2,339,217	64,271
Fiscal	1,072,836	989,836	955,793	34,043
Business	486,538	458,538	437,731	20,807
Operation and Maintenance of Plant	3,318,754	3,099,454	3,033,495	65,959
Pupil Transportation	2,106,429	2,273,439	2,241,043	32,396
Central	881,078	823,078	777,095	45,983
Operation of Non-Instructional Services:				
Community Services	15,344	15,344	9,386	5,958
Extracurricular Activities:				
Academic Oriented Activities	183,034	186,034	185,139	895
Sport Oriented Activities	769,446	718,881	706,674	12,207
School and Public Service Co-Curricular Activities	27,633	27,633	26,731	902
Capital Outlay:				
Other Facilities Acquisition and Construction	132,000	144,200	144,130	70
Total Expenditures	<u>32,396,505</u>	<u>32,296,969</u>	<u>31,678,931</u>	<u>618,038</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,195,455)</u>	<u>2,686,031</u>	<u>3,695,158</u>	<u>1,009,127</u>
OTHER FINANCING SOURCES AND USES:				
Transfers In	0	310	0	(310)
Advances In	0	76,000	76,000	0
Proceeds from Sale of Capital Assets	2,500	2,500	3,600	1,100
Refund of Prior Year Expenditures	2,500	2,500	2,757	257
Transfers Out	(320,841)	(415,841)	(354,200)	61,641
Total Other Financing Sources and Uses	<u>(315,841)</u>	<u>(334,531)</u>	<u>(271,843)</u>	<u>62,688</u>
Net Change in Fund Balances	(3,511,296)	2,351,500	3,423,315	1,071,815
Fund Balance (Deficit) at Beginning of Year	16,266,011	16,266,011	16,266,011	
Prior Year Encumbrances Appropriated	603,281	603,281	603,281	
Fund Balance (Deficit) at End of Year	<u>\$ 13,357,996</u>	<u>\$ 19,220,792</u>	<u>\$ 20,292,607</u>	<u>\$ 1,071,815</u>

Beachwood City Schools
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Consortium Fund
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Intergovernmental	\$ 637,000	\$ 554,859	\$ 610,474	\$ 55,615
Tuition and Fees	1,925,200	1,649,442	1,737,926	88,484
Customer Sales and Services	16,000	16,000	13,997	(2,003)
Total Revenues	<u>2,578,200</u>	<u>2,220,301</u>	<u>2,362,397</u>	<u>142,096</u>
EXPENDITURES:				
Current:				
Instruction:				
Special	543,728	466,828	433,557	33,271
Vocational	830,070	824,070	755,848	68,222
Support Services:				
Pupils	842,376	781,276	775,600	5,676
Instructional Staff	57,444	59,454	57,129	2,325
Administration	18,545	13,945	11,568	2,377
Operation and Maintenance of Plant	51,706	53,706	43,729	9,977
Total Expenditures	<u>2,343,869</u>	<u>2,199,279</u>	<u>2,077,431</u>	<u>121,848</u>
Excess of Revenues Over (Under) Expenditures	<u>234,331</u>	<u>21,022</u>	<u>284,966</u>	<u>263,944</u>
Net Change in Fund Balances	234,331	21,022	284,966	263,944
Fund Balance (Deficit) at Beginning of Year	<u>1,978,485</u>	<u>1,978,485</u>	<u>1,978,485</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 2,212,816</u>	<u>\$ 1,999,507</u>	<u>\$ 2,263,451</u>	<u>\$ 263,944</u>

Beachwood City Schools
Statement of Fund Net Position
Proprietary Fund
June 30, 2013

	Governmental Activities - Internal Service Funds
ASSETS:	
Current Assets:	
Equity in Pooled Cash and Cash Equivalents	\$ 1,585,160
<i>Total Current Assets</i>	1,585,160
<i>Total Assets</i>	1,585,160
LIABILITIES:	
Current Liabilities:	
Claims Payable	86,200
<i>Total Current Liabilities</i>	86,200
<i>Total Liabilities</i>	86,200
NET POSITION:	
Unrestricted	1,498,960
<i>Total Net Position</i>	\$ 1,498,960

See Accompanying Notes to Basic Financial Statement

Beachwood City Schools
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Fund
For the Fiscal Year Ended June 30, 2013

	Governmental Activities - Internal Service Funds
OPERATING REVENUES:	
Charges for Services	\$ 2,409,964
Other Revenues	801,206
	<u>3,211,170</u>
<i>Total Operating Revenues</i>	<i>3,211,170</i>
OPERATING EXPENSES:	
Claims	801,573
Other	2,308,275
	<u>3,109,848</u>
<i>Total Operating Expenses</i>	<i>3,109,848</i>
<i>Operating Income (Loss)</i>	<i>101,322</i>
	<u>101,322</u>
<i>Income (Loss) Before Contributions and Transfers</i>	<i>101,322</i>
<i>Net Change in Net Position</i>	<i>101,322</i>
<i>Net Position(Deficit) at Beginning of Year</i>	<i>1,397,638</i>
	<u>1,397,638</u>
<i>Net Position (Deficit) at End of Year</i>	<i>\$ 1,498,960</i>
	<u><u>1,498,960</u></u>

See Accompanying Notes to Basic Financial Statement

Beachwood City Schools
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2013

	Governmental Activities - Internal Service Fund
<hr style="border-top: 3px double #000;"/>	
Cash Flows from Operating Activities:	
Cash received from self insurance premiums	\$ 3,211,170
Payments for Claims	(804,773)
Other Payments	<u>(2,308,275)</u>
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>98,122</u>
<i>Cash and Cash Equivalents, Beginning of Year</i>	<u>1,487,038</u>
<i>Cash and Cash Equivalents, End of Year</i>	<u><u>\$ 1,585,160</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities	
Operating Income	\$ 101,322
Increase (Decrease) in Liabilities	<u>(3,200)</u>
<i>Net Cash Provided by Operating Activities</i>	<u><u>\$ 98,122</u></u>

See Accompanying Notes to the Basic Financial Statements

Beachwood City Schools
Statement of Fiduciary Net Position
Fiduciary Fund
June 30, 2013

	<u>Agency Fund</u>
ASSETS:	
Current Assets:	
Equity in Pooled Cash and Cash Equivalents	\$ 192,887
<i>Total Assets</i>	<u>192,887</u>
LIABILITIES:	
Current Liabilities:	
Undistributed Monies	125,951
Due to Students	66,936
<i>Total Liabilities</i>	<u>\$ 192,887</u>

See Accompanying Notes to the Basic Financial Statements

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Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 1 - Description of the School District and Reporting Entity

The Beachwood City School District (the “School District”) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The School District is a city school district as defined by Section 3311.02 of the Ohio Revised Code. The School District operates under an elected Board of Education (five members) and is responsible for the provision of public education to residents of the School District.

The Board controls the School District’s five instructional facilities and one support facility staffed by 160 certificated teaching personnel, 128 non-certificated support personnel and 12 administrators.

The School District is located east of Cleveland, Ohio, in a prosperous suburb consisting of residences and significant office and retail commercial development. The enrollment for the School District during the 2013 fiscal year was 1,584. The School District operates an early childhood center, two elementary schools, a middle school, and a high school.

Reporting Entity

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

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

The School District participates in two jointly governed organizations and one public entity risk pool. These organizations are presented respectively in Note 17 and Note 11B to the basic financial statements. These organizations are:

Jointly Governed Organizations:

Ohio Schools’ Council Association
Lake Geauga Computer Association

Public Entity Risk Pool:

Sheakley Uniservice, Inc. Workers’ Compensation Group Rating Program

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 2 - Summary of Significant Accounting Policies

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described as below.

A. Basis of Presentation

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

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

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

B. Fund Accounting

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

and fiduciary.

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

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

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

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

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

Consortium Fund – The Consortium Fund accounts for services to other Districts for vocational training programs and for educating deaf and hearing-impaired children on a cost-reimbursement basis. Some of the program costs have been reported with the General fund on a modified accrual basis because more than 50% of the students served are Beachwood residents. The major revenue sources for this fund are tuition, which is billed on a cost per pupil basis and state foundation revenues from participating districts.

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

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

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

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. 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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

support the School District's own programs. The School District has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's agency funds account for student activities and money due to the State retirement systems.

C. Measurement Focus

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

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

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

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

D. Basis of Accounting

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

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

expected to be received within sixty days of fiscal year end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. See Note 8. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources include a deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2013, but which were levied to finance fiscal year 2014 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District unavailable revenue includes delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

Expenditures/Expenses 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.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

E. Budgetary Data

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

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

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

Encumbrances

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance.

Lapsing of Appropriations

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

F. Cash and Investments

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

During fiscal year 2013, investments were limited to demand deposits, certificates of deposit, money market, federal agency discount notes, US treasuries, commercial paper

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

and STAR Ohio.

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

The School District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2013. 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, 2013.

Interest on pooled cash and investments is only allocated to governmental, enterprise and fiduciary fund types as required by state statute. Following Ohio statutes, the Board of Education has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2013 amounted to \$34,848.

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

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2013, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year which services are consumed.

H. Materials and Supplies Inventory

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

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

I. Restricted Assets

Assets are reported as restricted assets when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other government or imposed by enabling legislation. By Statute, money must be set aside to create a reserve for budget stabilization. Restricted assets in the General Fund include the amount required by State statute to be set aside for budget stabilization. See Note 16 for additional information regarding set-asides.

J. Capital Assets

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

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

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

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

K. Inter-fund Balances

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

L. Compensated Absences

The School District reports compensated absences in accordance with the provision of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees.

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

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

M. Accrued Liabilities and Long-Term Obligations

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

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

N. Net Position

Net Position represents the difference between assets and liabilities. Net investment in capital assets 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 position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes include resources restricted for non-public schools and community involvement

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

O. Fund Balance

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

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

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

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

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

The School District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

P. Operating Revenues and Expenses

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Q. Inter-fund Transactions

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as inter-fund transfers. Inter-fund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the proprietary fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

R. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the School District and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2013.

S. Estimates

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

Note 3 – Change in Accounting Principles

For fiscal year 2013, the School District has implemented Governmental Accounting Standard Board(GASB) Statement No. 62, “Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements”, Standard Board(GASB) Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position,” Statement No. 64, “Derivative Instruments: Application of Hedge Accounting Termination Provisions – and amendment of GASB Statement No. 53” Fund Balance Reporting and Governmental Fund Type Definitions” and Statement No. 65, “Items Previously Reported as Assets and Liabilities.”

GASB Statement No. 62 incorporated into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements. The implementation of GASB Statement No. 62 did not have an effect on the financial statements of the School District.

GASB Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related note disclosures. These changes were incorporated in the School District's fiscal year 2013 financial statements; however, there was no effect on beginning net position/fund balance.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

GASB Statement No. 64 clarifies whether an effective hedging relationship continues after the replacement of a swap counterparty or a swap counterparty's credit support provider. This Statement sets forth criteria that establish when the effective hedging relationship continues and hedge accounting should continue to be applied. The implementation of this statement did not result in any change in the School District's financial statements.

GASB Statement No. 65 properly classifies certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or recognizes certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues). These changes were incorporated in the School District's fiscal year 2013 financial statements; however, there was no effect on beginning net position/fund balance.

Note 3b – Deficit Fund Balances

Fund equity/retained earnings at June 30, 2013 included the following individual fund deficits:

<u>Special Revenue:</u>	
Recreation fund	(\$1,004)

The deficit in the recreation fund program is due to declining participation in track and pool usage by the community. The School District is studying long term solutions.

Note 4 - Budgetary Basis of Accounting

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

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

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Net Change in Fund Balance

	<u>General</u>	<u>Consortium</u>
GAAP Basis	\$3,741,144	\$0
Net adjustments for revenue accruals	108,061	(159,412)
Net adjustments expenditure accruals	(126,326)	447,405
Encumbrances outstanding at year end (Budget Basis)	<u>(299,564)</u>	<u>(3,027)</u>
Budget Basis	<u>\$3,423,315</u>	<u>\$284,966</u>

Note 5 – Fund Balances

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Fund Balances	General	Bond Retirement	Permanent Improvement Fund	Building Fund	Consortium Fund	Non Major Governmental Funds	Total
<i>Nonspendable</i>							
Inventory	\$ 81,213	\$ -	\$ -	\$ -	\$ -	\$7,516	\$88,729
<i>Restricted for</i>							
Budget Stablization	134,873	0	0	0	0	0	134,873
Food Service Operations	0	0	0	0	0	22,000	22,000
Unclaimed Funds	0	0	0	0	0	0	0
Expendable Trust Funds	0	0	0	0	0	18,129	18,129
Uniform Supplies	0	0	0	0	0	1,493	1,493
Consortium Funds	0	0	0	0	241,613	0	241,613
Pupil Support	0	0	0	0	0	45,356	45,356
Local Grants	0	0	0	0	0	3,275	3,275
Preschool	0	0	0	0	0	420,474	420,474
District Managed Student Act.	0	0	0	0	0	38,403	38,403
State Grants	0	0	0	0	0	6,093	6,093
Federal Grants	0	0	0	0	0	86	86
Bond Retirement	0	2,620,960	0	0	0	0	2,571,283
Permanent Improvements	0	0	1,156,836	0	0	0	295,823
Building Funds	0	0	0	145,139	0	0	1,153,912
<i>Total Restricted</i>	<u>134,873</u>	<u>2,620,960</u>	<u>1,156,836</u>	<u>145,139</u>	<u>241,613</u>	<u>555,309</u>	<u>4,854,730</u>
<i>Committed</i>							
Encumbrances	245,081	0	380,182	2,546,722	0	186,311	3,358,296
<i>Assigned to</i>							
Other Purposes	0	0	0	0	0	0	0
<i>Unassigned</i>	<u>22,231,482</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,004)</u>	<u>22,230,478</u>
<i>Total Fund Balances</i>	<u><u>\$22,692,649</u></u>	<u><u>\$2,620,960</u></u>	<u><u>\$1,537,018</u></u>	<u><u>\$2,691,861</u></u>	<u><u>\$ 241,613</u></u>	<u><u>\$748,132</u></u>	<u><u>\$30,532,233</u></u>

Note 6 - Deposits and Investments

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

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

Inactive deposits are public deposits the Board of Education has identified as not required for use within the current five-year period of designation of depositories. Inactive

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

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

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

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage,

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

the use of leverage, and short selling are also prohibited. An investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Cash on Hand

At fiscal year end, the School District had \$5,100 un-deposited cash on hand which is included on the balance sheet of the School District as part of “Equity in Pooled Cash and Cash Equivalents”.

Deposits

At fiscal year end, the carrying amount of the School District’s deposits was \$6,902,290. Based on the criteria described in GASB 40, “Deposits and Investment Risk Disclosures”, as of June 30, 2013, \$3,400,165 of the District’s bank balance of \$8,166,138 was exposed to custodial risk as discussed below, while \$4,765,973 was covered by Federal Deposit Insurance Corporation. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

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

Beachwood City School District
Notes to the Basic Financial Statements
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Investments

As of June 30, 2013, the School District had the following investments. All investments are in an internal investment pool.

	<u>Fair Value</u>	<u>Maturity</u>
Morgan Stan Com Paper	\$1,499,853	07/16/2013
Morgan Stan Com Paper	499,612	11/27/2013
Federal Farm Credit	500,455	08/12/2013
Federal Home Loan Bank	500,250	07/29/2013
Stifel Nicholas Com Paper	1,999,438	08/14/2013
Morgan Stan Com Paper	999,674	08/21/2013
Morgan Stan Com Paper	999,615	09/03/2013
Morgan Stan Com Paper	999,387	10/15/2013
Morgan Stan Com Paper	999,271	11/05/2013
Morgan Stan Com Paper	499,612	11/27/2013
Federal Home Loan Bank	1,501,110	12/06/2013
Federal Home Loan Bank	1,500,000	12/26/2014
Federal Home Loan Bank	998,900	01/30/2015
Federal Farm Credit	997,050	01/30/2015
Federal Home Loan Bank	1,000,370	02/20/2015
Federal Home Loan Bank	997,030	04/15/2015
Federal Home Loan Bank	997,030	04/15/2015
Federal Farm Credit	997,240	06/18/2015
Federal Home Loan Bank	994,990	06/19/2015
Federal Farm Credit	1,000,000	07/15/2015
Federal Home Loan Bank	997,563	10/23/2015
Federal Home Loan Bank	993,840	12/24/2015
Federal Farm Credit	995,080	02/25/2016
Federal Farm Credit	989,440	05/09/2016
STAR Ohio	1,445,805	33 days
Total	<u>\$25,902,615</u>	

Interest Rate Risk

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

Credit Risk

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Custodial Credit Risk

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

Concentration of Credit Risk

The School District places no limit on the amount it may invest in any one issuer. The School District's investments in the Federal Home Loan Bank Notes represents 40.4%, Federal Farm Credits 21.2%, Commercial Paper 32.8% with STAR Ohio representing 5.6% of the School District's total investments.

Note 7 - Property Taxes

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

Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the School District. Real property tax revenue received in calendar year 2013 represents collections of calendar year 2012 taxes. Real property taxes received in calendar year 2012 were levied after April 1, 2012, on the assessed value listed as of January 1, 2013, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits earlier or later payment dates to be established.

Public utility property tax revenue received in calendar 2013 represents collections of calendar year 2012 taxes. Public utility real and tangible personal property taxes received in calendar year 2012 become a lien December 31, 2011, were levied after April 1, 2012 and are collected in 2013 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.

The Cuyahoga County Fiscal Officer collects property taxes on behalf of the School District. The County Fiscal Officer periodically advances to the School District its portion of the taxes collected. These tax "advances" are based on three-year historical cash flow collection rates and occur eight times annually. Second-half real property tax payments collected by the County by June 30, 2013, are available to finance fiscal year 2013 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

property, public utility property, and tangible personal property taxes, which became measurable as of June 30, 2013 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed settlement of personal property tax and the amount available as an advance at June 30 were levied to finance current fiscal year operations, which is recognized as revenue. The receivable is therefore offset by a credit to unearned revenue for that portion not levied to finance current year operations. The amount available as an advance at June 30, 2013 was \$2,690,016 for the General Fund, \$402,633 in the Bond Retirement Fund, and \$92,353 in the Permanent Improvement Fund.

The assessed values upon which the fiscal year 2013 taxes were collected are:

	2012 Second- Half Collections		2013 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential	\$339,941,590	47.82%	\$333,933,120	46.86%
Industrial/Commercial	359,258,080	50.75	367,797,030	51.60
Public Utility	10,143,050	1.43	10,998,710	1.54
Total Assessed Value	<u>\$709,342,720</u>	<u>100.00%</u>	<u>\$712,728,860</u>	<u>100.00%</u>
Tax rate per \$1,000 of Assessed valuation	\$86.40		\$86.40	

Note 8 - Receivables

Receivables at June 30, 2013, consisted of taxes, accounts (rent and student fees), intergovernmental, accrued interest, and loans. All receivables are considered collectible in full because of the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 9- Capital Assets

Capital asset activity for the fiscal year ended June 30, 2013 was as follows:

	Balance at 6/30/12	Additions	Reductions	Balance at 6/30/13
Governmental Activities				
Capital Assets, not being depreciated:				
Land	\$978,708	\$0	\$0	\$978,708
Construction in Progress	17,907,381	15,035,105	0	32,942,486
Total Assets not being depreciated	<u>18,886,089</u>	<u>15,035,105</u>	<u>0</u>	<u>33,921,194</u>
Capital Assets, being depreciated:				
Land Improvements	3,389,063		0	3,389,063
Buildings and Buildings Improvements	39,889,902	2,420,694	0	42,310,596
Vehicles	1,798,199	148,139	85,461	1,860,877
Equipment	5,501,331	1,158,423	270,150	6,389,604
Totals at Historical Cost	<u>50,578,495</u>	<u>3,727,256</u>	<u>355,611</u>	<u>53,950,140</u>
Less Accumulated Depreciation:				
Land Improvements	1,455,962	113,016	0	1,568,978
Buildings and Building Improvements	16,885,702	3,238,911	0	20,124,613
Vehicles	1,391,675	111,346	85,461	1,417,560
Equipment	4,462,269	607,032	243,303	4,825,998
Total Accumulated Depreciation	<u>24,195,608</u>	<u>4,070,305</u>	<u>328,764</u>	<u>27,937,149</u>
Total Capital Assets, being Depreciated, Net	<u>26,382,887</u>	<u>(343,049)</u>	<u>(26,847)</u>	<u>26,012,991</u>
Governmental Activities Capital Assets, Net	<u>\$45,268,976</u>	<u>\$14,692,056</u>	<u>\$ (26,847)</u>	<u>59,934,185</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$912,296
Special	49,601
Adult	52,446
Vocational	1,034
Support Services:	
Pupil	15,076
Instructional Staff	2,442,502
Board of Education	21,054
Administration	35,385
Fiscal	4,137
Business	5,848
Operation and Maintenance of Plant	204,721
Pupil Transportation	110,232
Central	64,193
Extra-curricular activities	33,078
Food service operations	45,985
Community	72,717
Total Depreciation Expense	<u>\$4,070,305</u>

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 10 – Inter-fund Transactions

As of June 30, 2013, on the fund financial statements, the Consortium fund owed the General Fund \$2,090,374. The School District's consortium funds provide services to local surrounding school districts. Costs are billed on a per pupil basis. The School District incurs administrative and operational costs that are billed to the consortium districts but are costs that are incurred by the general fund. Over time, the consortium funds owe the general fund these dollars.

During the year ended June 30, 2013, the General Fund transferred \$331,600 to Other Non-major Governmental Funds. The transfers were made to move unrestricted balances to support programs and projects accounted for in other funds.

Note 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 2013, the School District contracted with Indiana Insurance for property, general liability insurance and boiler and machinery coverage in the amounts of \$82,549,551, \$2,000,000, and \$50,000,000 respectively. The deductible varies from \$1,000 to \$5,000.

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

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

B. Workers' Compensation

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

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

The workers' compensation experience of the participating school districts is calculated as

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

C. Self-Insurance Program

The self-insurance program for dental and prescription drug claims of the School District employees and their covered dependents has been administered by Medical Mutual since September 1, 2006. Self insured vision claims are administered by Vision Service Plan (VSP). Under the program, the School District is obligated for claim payments. During fiscal year 2013, total claims expense of \$801,573 was recognized, which represents actual claims processed and paid as of June 30, 2013. Individual funds are charged for these medical expenses based on an estimate of total cost for the School District as prepared by the plan administrator, and are recorded as revenues of the Internal Service Fund.

Changes for the aggregate liability for claims for the current and past fiscal years are as follows:

Year	Beginning Balance	Claims Incurred	Claims Paid	Ending Balance
2012	\$90,600	\$772,160	\$773,360	\$89,400
2013	89,400	801,573	804,773	86,200

Note 12 - Defined Benefit Pension Plans

A. School Employees Retirement System

Plan Description - The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement, disability, survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 100 East Broad Street, Suite 100, Columbus, Ohio 43215-3746, or by calling toll free (800) 878-5853. It is also posted on SERS' website at www.ohsers.org under Employee/Audit Resources.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates

Beachwood City School District
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the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For the fiscal year ending June 30, 2013, the allocation to pension and death benefits is 13.10 percent. The remaining .90 percent of the 14 percent employer contribution rate is allocated to the Health Care and Medicare B Funds. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2013, 2012, and 2011 were \$765,248, \$765,115, and \$811,377 respectively; 100 percent has been contributed for fiscal years 2013, 2012 and 2011.

B. State Teachers Retirement System

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

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

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

Funding Policy - For the fiscal year ended June 30, 2012 (latest information available), 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 2013, 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.

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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, 2013, 2012, and 2011, were \$1,796,552, \$1,900,949, and \$1,883,505 respectively; 95.5 percent has been contributed for fiscal year 2013 and 100 percent for fiscal years 2012 and 2011. Contributions to the DC and Combined Plans for fiscal year 2013 were \$104,692 made by the School District and \$74,780 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 have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2013, all five members of the Board of Education have selected Social Security. The Board's liability is 6.2 percent of wages paid.

Note 13 – Other Post-employment Benefits (OPEB)

A. School Employee Retirement System

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

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For fiscal year 2013, .16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount of \$20,525; for 2013, this amount was \$89,490.

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.

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The School District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$9,347, \$33,135, and \$98,244, respectively; 100 percent has been contributed for fiscal years 2013, 2012 and 2011.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2013, this actuarially required allocation was 0.74 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2013, 2012, and 2011 were \$43,228, \$45,184, and \$52,216, respectively; 100 percent has been contributed for fiscal years 2013, 2012 and 2011.

B. State Teachers Retirement System

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

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2012, 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, 2013, 2012, and 2011 were \$138,196, \$140,226, and \$144,885, respectively; 95.5 percent has been contributed for fiscal year 2013 and 100 percent for fiscal years 2012 and 2011.

Note 14 - Employee Benefits

A. Compensated Absences

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

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

B. Health Care Benefits

The School District provides employee medical and surgical coverage through Anthem Blue Cross. The School District is self-insured for vision, prescription drug and dental claims of the School District employees and their covered dependents. The School District also entered into a 90%/102.5% contingent premium program with Anthem January 1, 2012. The program allows the School District to pay 90% of the premium cost to Anthem each month. However, the School District's maximum liability is 13.89% of the premium which is dependent on claims utilization and will be reconciled after the contract expires in December 2013. The School District has charged 102.5% of the premium to various funds, while paying Anthem 90% of the premium. Claims paid to Anthem were \$2,308,274. The School District received a modest 1.5 % increase in premium due to its better than expected claim history in calendar year 2012. Individual stop loss coverage is set at \$75,000.

Note 15 – Long-Term Obligations

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

	Principal Outstanding 6/30/12	Additions	Reduction	Principal Outstanding 6/30/13	Amounts Due in One Year
Governmental Activities					
Long-Term Notes Payable					
2010 QSCB Tax Anticipation Notes 4.75%	\$4,550,000	\$0	\$555,000	\$3,995,000	\$555,000
Total Long-Term Notes Payable	4,550,000	0	555,000	3,995,000	555,000
General Obligation Bonds					
2002 School Improvement Premium	251,705	0	251,705	0	0
2002 School Improvement 2.0%-5.25%	4,000,001	0	4,000,001	0	0
2007 Advanced Refunding Premium	237,140	0	47,428	189,712	47,428
2007 Advanced Refunding 4.0% - 4.25%	5,939,997	0	70,000	5,869,997	75,000
2010 School Improvement 1.25-3.0%	6,700,000	0	1,075,000	5,625,000	1,100,000
2010 School Improvement Premium	273,915	0	45,651	228,264	45,652
2010 Build America Bonds 5.25-5.6%	11,150,000	0	0	11,150,000	0
2010 QSCB Bonds 5.125%	11,260,000	0	0	11,260,000	0
2012 Refunding 1%-2%	0	3,245,000	0	3,245,000	785,000
Total General Obligation Bonds	39,812,758	3,245,000	5,489,785	37,567,973	2,053,080
Capital Lease	202,643	157,750	256,546	103,847	51,377
Compensated Absences Payable	2,505,048	64,512	91,146	2,478,414	63,222
Long-Term Liabilities	2,707,691	222,262	347,692	2,582,261	114,599
Total Long-Term Liabilities	\$47,070,449	\$3,467,262	\$6,392,477	\$44,145,234	\$2,722,679

Qualified School Construction Bonds (QSCB's) On May 13, 2010, the School District issued \$5,650,000 tax anticipation notes in the form of federally taxable direct payment qualified school construction bonds at an interest rate of 4.75%. These tax anticipation notes were issued to fund energy conservation related projects at the School District's High School. The Permanent Improvement Fund property taxes will pay for the bonds. The interest paid on the bonds had been 100% subsidized by the federal government through federal stimulus funds. However, due to sequestration, the remittance to the District decreased 8.7%. The federal government remits the interest paid by the schools through a direct pay reimbursement. The debt rating assigned by Moody's is Aaa.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

In May 2010, the community overwhelming passed a \$30 million 2.5 mill bond issue payable over 24 years. One portion of the financing was an issuance of \$11,260,000 in Qualified School Construction Bonds at an interest rate of 5.125%. The bonds were issued to renovate the High School. The interest paid on the bonds had been 100% subsidized by the federal government through federal stimulus funds. Again, due to sequestration, the interest remitted to the District decreased by 8.7%. The federal government remits the interest paid by the schools through a direct pay reimbursement. The debt rating assigned by Moody's is Aaa.

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

General Obligation Bonds On May 1, 1991, the School District issued \$6,000,000 general obligation bonds with an interest rate of 4.8-7.05%, maturity date on December 1, 2006 for the purpose of school improvements. These bonds were advanced refunded and re-issued along with the new general obligation bonds that were issued on November 1, 2002. The School District issued \$18,814,982 general obligation bonds with an interest rate of 2.0-5.25%, maturity date December 1, 2022. A portion of the general obligation bond proceeds was used to refund \$3,065,000 of the 1991 various improvement bonds. The \$3,065,000 portion was paid in full December 1, 2006 which reduced the School District's debt levy by 1.2 mills annually. In addition, in July 2007, a portion of the School District's general obligation funds was advanced refunded and re-issued at a lower interest rate in the amount of \$6,244,997 with an interest rate of 4.00-4.25%. Present value savings from the advanced refunding is \$247,906. The premium on bonds will be amortized over ten years. As of June 30, 2013 \$375,000 of these bonds are considered defeased.

In August 2010, the School District issued \$7,590,000 in tax exempt general obligation bonds with an interest rate of 1.25%-3.0%. The District received a premium of \$319,567 which will be amortized over the life of the issue (7 years for this portion of the debt issued).

In November 2012, the School District refunded \$3,260,000 of its outstanding bonds and reissued \$3,245,000 at a lower interest rate of 1%-2%. Net present value savings was \$225,082.

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

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Capital Leases During fiscal year 2012, the School District entered into a capital lease for computers in the amount of \$172,087 at an interest rate of 2.55%. In fiscal year 13 the School District entered into a capital lease for computers in the amount of \$157,750 at an interest rate of 2.697%. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the inception date as capital assets in the governmental activities of the statement of net position. The capital lease will be repaid from the General fund.

The following summarizes the future minimum lease obligations, the net present value of these minimum lease payments, cost and accumulated depreciation of assets acquired through capital leases as of June 30, 2013.

Fiscal Year Beginning June 30	General Fund
2014	\$53,902
2015	53,902
Total Minimum Lease Payments	107,804
Less Amount Representing Interest	(3,957)
Present Value of Lease Payments	\$103,847
Capital Assets at Gross Cost:	\$329,837
Less: Accumulated Depreciation	(100,384)
Net Book Value	\$229,453

The School District's overall voted debt margin was \$26,577,624 with an un-voted debt margin of \$712,729 at June 30, 2013.

Principal and interest requirements to retire the long-term obligations outstanding at June 30, 2013, were as follows:

Fiscal Year Ending	Long-Term Notes Payable		General Obligation Bonds		Capital Lease		Total	
	Principal	Interest*	Principal	Interest*	Principal	Interest	Principal	Interest
2014	\$555,000	\$268,375	\$1,960,000	\$1,597,188	\$51,377	\$2,524	\$2,566,377	\$1,868,087
2015	555,000	268,375	2,010,000	1,554,706	52,470	1,433	2,617,470	1,824,514
2016	550,000	268,375	2,050,000	1,515,126	0	0	2,600,000	1,783,501
2017	550,000	268,375	2,085,000	1,464,650	0	0	2,635,000	1,733,025
2018	550,000	268,375	1,324,997	2,285,034	0	0	1,874,997	2,553,409
2019-2023	1,235,000	407,063	11,610,000	6,521,863	0	0	12,845,000	6,928,926
2024-2035	0	0	16,110,000	7,048,727	0	0	16,110,000	7,048,727
Total	\$3,995,000	\$1,748,938	\$37,149,997	\$21,987,294	\$103,847	\$3,957	\$41,248,844	\$23,740,189

* \$14,339,139 direct payments from federal government, less 8.7% due to sequestration

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 16 - Set-Asides

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

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

	Capital Improvements	Budget Stabilization
Set-aside Reserve Balances as of June 30, 2012	\$0	\$134,873
Set-aside Balance Carried Forward	0	0
Current Year Set-Aside Requirement	255,136	0
Qualifying Disbursements	(17,349,782)	0
Total	(\$17,094,646)	\$134,873
Set-aside Balance Carried Forward to future fiscal years	\$0	\$0
Set-aside Reserve Balance as of June 30, 2013	\$0	\$134,873

Although the School District had qualifying disbursements during the fiscal year that reduced the set-aside amount to below zero for the capital acquisition set-aside, this amount may not be used to reduce the set-aside requirement for future years. This negative balance is therefore not presented as being carried forward to future years. The total reserve balance for the set-asides at the end of the fiscal year was \$134,873.

Note 17 – Jointly Governed Organizations

Ohio Schools' Council Association - The Ohio Schools' Council Association (Council) is a jointly governed organization among one hundred twenty one school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2013, the School District paid \$104,115 to the Council. Financial information can be obtained by contacting Dave Cotrell, the Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the Council's prepaid natural gas purchase program. This program allows the School District to purchase natural gas at reduced rates. Compass Energy has been selected as the supplier and program manager for the period from October 1, 2010 through March 31, 2013. There are currently 143 participants in the program including Beachwood School District. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

paid more in estimated billings than their actual billings are issued credits on future billing beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

In May 2011, The Ohio Schools Council negotiated and approved a contract for discounted electric generation with First Energy for schools in the FirstEnergy territory—Ohio Edison, Cleveland Electric Illuminating and Toledo Edison. The price was \$.528 per kWh for all district facilities and was guaranteed through May 31, 2014. There are 110 districts participating in this program including Beachwood School District.

Lake Geauga Computer Association - The Lake Geauga Computer Association (“LGCA”) is a jointly governed organization that was formed for the purpose of providing computer services for accounting, grading, scheduling, EMIS and other applications to its 18 member school districts. Each of the districts supports LGCA based upon a per pupil charge. The School District contributed \$69,759 to LGCA during fiscal year 2013.

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

Note 18 - Contingencies

A. Grants

The School District receives financial assistance from numerous federal, state, and local agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2013.

B. Litigation

The School District has been named as a defendant in several court cases through the period ended June 30, 2013. Management does not believe that the ultimate resolution of those cases will have a material impact on the financial statements of the School District and further believes that the School District has adequate insurance coverage to protect itself against any material loss.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 19 – Contractual Commitments

At June 30, 2013, the School District’s significant contractual commitments which were reported as accounts payable consisted of:

<u>Project</u>	<u>Contract Amount</u>	<u>Amounts Paid to Date</u>	<u>Remaining Contract</u>
HS Renovation	\$5,095,280	\$3,682,918	\$1,412,362

Note 20 - Miscellaneous Revenue

During Fiscal Year 2013, the Beachwood City School District Board of Education received unbudgeted revenue in the amount of five million dollars as a result of the settlement of litigation regarding the valuation of real property; said revenue has been classified as miscellaneous revenue in the General Fund in part and the Permanent Improvement Fund in part for Fiscal Year 2013.

Note 21 – Subsequent Event

During Fiscal Year 2014, the Beachwood City School District settled litigation regarding the valuation of real property which resulted in additional revenue of \$2.3 million dollars.

Combining Statements and Individual Fund Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

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

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

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

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

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

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

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

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

Auxiliary Services - This fund accounts for State funds for the purchase of science and math materials as well as psychological and other supplemental services at the private schools (Agnon, Fuchs and Yavne) within the School District.

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

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

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

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

IDEA B - The purpose of this federal program is to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive, alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool through secondary levels.

(continued)

Nonmajor Special Revenue Funds (continued)

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

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

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

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

Miscellaneous Federal Grants – The purpose of this grant was to retrofit seven buses to reduce emissions.

Nonmajor Proprietary Fund

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

Internal Service Fund

The Internal Service Fund is used to account for the financing of services provided by one department to other departments of the government or to other Districts on a cost reimbursement basis.

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

Beachwood City Schools
Combining Balance Sheet
Nonmajor Governmental Fund
June 30, 2013

	<u>Special Revenue</u>
ASSETS:	
Equity in Pooled Cash and Cash Equivalents	\$ 796,438
Materials and Supplies Inventory	7,516
Accounts Receivable	<u>1,784</u>
<i>Total Assets</i>	<u><u>\$ 805,738</u></u>
LIABILITIES:	
Accounts Payable	2,347
Accrued Wages and Benefits	38,977
Intergovernmental Payable	5,005
Undistributed Monies	9,630
Unearned Revenue	<u>1,647</u>
<i>Total Liabilities</i>	<u>57,606</u>
FUND BALANCES:	
Nonspendable	7,516
Restricted	554,305
Committed	186,311
Unassigned	<u>(1,004)</u>
<i>Total Fund Balances</i>	<u>747,128</u>
<i>Total Liabilities and Fund Balances</i>	<u><u>\$ 805,738</u></u>

Beachwood City Schools
Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Fund
For the Fiscal Year Ended June 30, 2013

	Special Revenue
REVENUES:	
Intergovernmental	\$ 1,219,357
Interest	167
Tuition and Fees	632,248
Extracurricular Activities	59,963
Gifts and Donations	17,764
Customer Sales and Services	373,698
Miscellaneous	3,535
<i>Total Revenues</i>	<i>2,306,732</i>
EXPENDITURES:	
Current:	
Instruction:	
Regular	47,946
Special	293,290
Adult/Continuing	94,610
Support Services:	
Pupils	156,320
Instructional Staff	69,298
Administration	11,308
Fiscal	139
Pupil Transportation	11,308
Central	2,032
Operation of Non-Instructional/Shared Services:	
Food Service Operations	508,348
Community Services	982,673
Extracurricular Activities:	
Academic Oriented Activities	6,679
Sport Oriented Activities	158,831
<i>Total Expenditures</i>	<i>2,342,782</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(36,050)</i>
OTHER FINANCING SOURCES AND USES:	
Transfers In	331,600
<i>Total Other Financing Sources and Uses</i>	<i>331,600</i>
<i>Net Change in Fund Balances</i>	295,550
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>452,582</i>
<i>Fund Balance (Deficit) at End of Year</i>	<i>\$ 748,132</i>

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Beachwood City Schools
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2013

	<u>Food Service</u>	<u>Expendable Trust Funds</u>	<u>Uniform Supplies</u>
ASSETS:			
Equity in Pooled Cash and Cash Equivalents	\$ 130,252	\$ 27,759	\$ 1,493
Materials and Supplies Inventory	7,516		
Accounts Receivable	1,544		
<i>Total Assets</i>	<u>\$ 139,312</u>	<u>\$ 27,759</u>	<u>\$ 1,493</u>
LIABILITIES:			
Accounts Payable			
Accrued Wages and Benefits			
Intergovernmental Payable			
Undistributed Monies		9,630	
Unearned Revenue	1,647		0
<i>Total Liabilities</i>	<u>1,647</u>	<u>9,630</u>	<u>0</u>
FUND BALANCES:			
Nonspendable	7,516		
Restricted	22,000	18,129	1,493
Committed	108,149		
Unassigned			
<i>Total Fund Balances</i>	<u>137,665</u>	<u>18,129</u>	<u>1,493</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 139,312</u>	<u>\$ 27,759</u>	<u>\$ 1,493</u>

<u>Recreation</u>	<u>Pupil Support</u>	<u>Misc. Local Grants</u>	<u>Preschool</u>	<u>District Managed Student Activities</u>	<u>Auxiliary Services</u>	<u>Entry Year Grant</u>
\$ 170	\$ 46,128	\$ 3,303	\$ 458,578	\$ 39,648	\$ 72,676	\$ -
				240		
<u>\$ 170</u>	<u>\$ 46,128</u>	<u>\$ 3,303</u>	<u>\$ 458,578</u>	<u>\$ 39,888</u>	<u>\$ 72,676</u>	<u>\$ -</u>
1,033			908		1,439	
141			33,007		4,937	
			4,189		675	
	0	0		0		0
1,174	0	0	38,104	0	7,051	0
	45,356	3,275	420,474	38,403	(5,607)	
(1,004)	772	28		1,485	71,232	
<u>(1,004)</u>	<u>46,128</u>	<u>3,303</u>	<u>420,474</u>	<u>39,888</u>	<u>65,625</u>	
<u>\$ 170</u>	<u>\$ 46,128</u>	<u>\$ 3,303</u>	<u>\$ 458,578</u>	<u>\$ 39,888</u>	<u>\$ 72,676</u>	<u>\$ -</u>

Beachwood City Schools
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2013

	<u>One Net</u>	<u>JOBS Fund</u>	<u>Race to the Top Grant (RttT)</u>
ASSETS:			
Equity in Pooled Cash and Cash Equivalents	\$ 11,700	\$ -	\$ -
Materials and Supplies Inventory			
Accounts Receivable			
<i>Total Assets</i>	<u>\$ 11,700</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES:			
Accounts Payable			
Accrued Wages and Benefits			
Intergovernmental Payable			
Undistributed Monies			
Unearned Revenue	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCES:			
Nonspendable			
Restricted	11,700		
Committed			
Unassigned			
<i>Total Fund Balances</i>	<u>11,700</u>		
<i>Total Liabilities and Fund Balances</i>	<u>\$ 11,700</u>	<u>\$ -</u>	<u>\$ -</u>

<u>IDEA B</u>	<u>Title III</u>	<u>Title I</u>	<u>Preschool Handicapped Grant</u>	<u>Title II-A</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue</u>
\$ 4,645	\$ -	\$ 86	\$ -	\$ -	\$ -	\$ 796,438
						7,516
						1,784
<u>\$ 4,645</u>	<u>\$ -</u>	<u>\$ 86</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 805,738</u>
						2,347
						38,977
						5,005
						9,630
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,647</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>57,606</u>
						7,516
		86				555,309
4,645						186,311
						(1,004)
<u>4,645</u>		<u>86</u>				<u>748,132</u>
<u>\$ 4,645</u>	<u>\$ -</u>	<u>\$ 86</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 805,738</u>

Beachwood City Schools
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013

	<u>Food Service</u>	<u>Expendable Trust Funds</u>	<u>Uniform Supplies</u>	<u>Recreation</u>
REVENUES:				
Intergovernmental	\$81,350	\$ -	\$ -	\$ -
Interest	93	3		
Tuition and Fees				
Extracurricular Activities				
Gifts and Donations		1,050		
Customer Sales and Services	359,018	1,251		10,597
Miscellaneous	3,516			
<i>Total Revenues</i>	<u>443,977</u>	<u>2,304</u>	<u>0</u>	<u>10,597</u>
EXPENDITURES:				
Current:				
Instruction:				
Regular				
Special				
Adult/Continuing				94,610
Support Services:				
Pupils		99		
Instructional Staff		399		
Administration		10,618		
Fiscal		139		
Pupil Transportation				
Central				
Operation of Non-Instructional/Shared Services:				
Food Service Operations	508,348			
Community Services				
Extracurricular Activities:				
Academic Oriented Activities				
Sport Oriented Activities				
<i>Total Expenditures</i>	<u>508,348</u>	<u>11,255</u>	<u>0</u>	<u>94,610</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(64,371)</u>	<u>(8,951)</u>	<u>0</u>	<u>(84,013)</u>
OTHER FINANCING SOURCES AND USES:				
Transfers In	160,000	0	0	81,600
<i>Total Other Financing Sources and Uses</i>	<u>160,000</u>	<u>0</u>	<u>0</u>	<u>81,600</u>
<i>Net Change in Fund Balances</i>	95,629	(8,951)		(2,413)
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>42,036</u>	<u>27,080</u>	<u>1,493</u>	<u>1,409</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$137,665</u>	<u>\$18,129</u>	<u>\$1,493</u>	<u>\$ (1,004)</u>

<u>Pupil Support</u>	<u>Misc. Local Grants</u>	<u>Preschool</u>	<u>District Managed Student Activities</u>	<u>Auxiliary Services</u>	<u>Entry Year Grant</u>	<u>One Net</u>
\$ -	\$ -	\$ -	\$ -	\$ 537,990	\$ -	\$ 7,200
		632,248		71		
16,358			59,963			
1,878		714	356			
		19	240			
<u>18,236</u>	<u>0</u>	<u>632,981</u>	<u>60,559</u>	<u>538,061</u>	<u>0</u>	<u>7,200</u>
16,897	2,164	374			1,112	
1,670						
	690					
		2,032				
		449,114		503,364		
			6,679			
			158,831			
<u>18,567</u>	<u>2,854</u>	<u>451,520</u>	<u>165,510</u>	<u>503,364</u>	<u>1,112</u>	
<u>(331)</u>	<u>(2,854)</u>	<u>181,461</u>	<u>(104,951)</u>	<u>34,697</u>	<u>(1,112)</u>	<u>7,200</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>90,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>90,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(331)</u>	<u>(2,854)</u>	<u>181,461</u>	<u>(14,951)</u>	<u>34,697</u>	<u>(1,112)</u>	<u>7,200</u>
<u>46,459</u>	<u>6,157</u>	<u>239,013</u>	<u>54,839</u>	<u>30,928</u>	<u>1,112</u>	<u>4,500</u>
<u>\$ 46,128</u>	<u>\$ 3,303</u>	<u>\$ 420,474</u>	<u>\$ 39,888</u>	<u>\$ 65,625</u>	<u>\$ -</u>	<u>\$ 11,700</u>

Beachwood City Schools
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013

	<u>JOBS Fund</u>	<u>Race to the Top Grant (RttT)</u>	<u>IDEA B</u>	<u>Title III</u>
REVENUES:				
Intergovernmental	\$ 14,464	\$ 30,640	\$ 357,845	\$ 14,850
Interest				
Tuition and Fees				
Extracurricular Activities				
Gifts and Donations				
Customer Sales and Services				
Miscellaneous				
<i>Total Revenues</i>	<u>14,464</u>	<u>30,640</u>	<u>357,845</u>	<u>14,850</u>
EXPENDITURES:				
Current:				
Instruction:				
Regular		27,399		
Special			120,980	14,450
Adult/Continuing				
Support Services:				
Pupils	7,036		149,185	
Instructional Staff		3,241	65,258	400
Administration				
Fiscal				
Pupil Transportation				
Central				
Operation of Non-Instructional/Shared Services:				
Food Service Operations				
Community Services			20,723	
Extracurricular Activities:				
Academic Oriented Activities				
Sport Oriented Activities				
<i>Total Expenditures</i>	<u>7,036</u>	<u>30,640</u>	<u>356,146</u>	<u>14,850</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>7,428</u>	<u>0</u>	<u>1,699</u>	<u>0</u>
OTHER FINANCING SOURCES AND USES:				
Transfers In	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Other Financing Sources and Uses</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	7,428		1,699	
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>(7,428)</u>	<u>0</u>	<u>2,946</u>	<u>0</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,645</u>	<u>\$ -</u>

<u>Title I</u>	<u>Preschool Handicapped Grant</u>	<u>Title II-A</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue</u>
\$ 127,751	\$ 10,413	\$ 25,546	\$ 11,308	\$ 1,219,357
				167
				632,248
				59,963
				17,764
				373,698
				3,535
<u>127,751</u>	<u>10,413</u>	<u>25,546</u>	<u>11,308</u>	<u>2,306,732</u>
				47,946
122,203	10,413	23,574		293,290
				94,610
				156,320
				69,298
				11,308
				139
			11,308	11,308
				2,032
				508,348
7,500		1,972		982,673
				6,679
				158,831
<u>129,703</u>	<u>10,413</u>	<u>25,546</u>	<u>11,308</u>	<u>2,342,782</u>
<u>(1,952)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(36,050)</u>
	0	0	0	331,600
0	0	0	0	331,600
(1,952)				295,550
<u>2,038</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>452,582</u>
<u>\$ 86</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 748,132</u>

FIDUCIARY FUNDS

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

Agency Funds:

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

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

Beachwood City Schools
Combining Statements of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2013

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Retirement				
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ 5,895	\$ 2,315,085	\$ 2,195,029	\$ 125,951
Total Assets	<u>\$ 5,895</u>	<u>\$ 2,315,085</u>	<u>\$ 2,195,029</u>	<u>\$ 125,951</u>
LIABILITIES:				
Undistributed Monies	\$ 5,895	\$ 2,315,085	\$ 2,195,029	\$ 125,951
Total Liabilities	<u>\$ 5,895</u>	<u>\$ 2,315,085</u>	<u>\$ 2,195,029</u>	<u>\$ 125,951</u>
Student Activities				
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ 63,640	\$ 91,305	\$ 88,009	\$ 66,936
Total Assets	<u>\$ 63,640</u>	<u>\$ 91,305</u>	<u>\$ 88,009</u>	<u>\$ 66,936</u>
LIABILITIES:				
Due to Students	\$ 63,640	\$ 91,305	\$ 88,009	\$ 66,936
Total Liabilities	<u>\$ 63,640</u>	<u>\$ 91,305</u>	<u>\$ 88,009</u>	<u>\$ 66,936</u>
Totals				
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ 69,535	\$ 2,406,390	\$ 2,283,038	\$ 192,887
Total Assets	<u>\$ 69,535</u>	<u>\$ 2,406,390</u>	<u>\$ 2,283,038</u>	<u>\$ 192,887</u>
LIABILITIES:				
Undistributed Monies	\$ 5,895	\$ 2,315,085	\$ 2,195,029	\$ 125,951
Due to Students	63,640	91,305	88,009	66,936
Total Liabilities	<u>\$ 69,535</u>	<u>\$ 2,406,390</u>	<u>\$ 2,283,038</u>	<u>\$ 192,887</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Property and Other Local Taxes	\$ 22,651,437	\$ 24,018,517	\$ 24,624,843	\$ 606,326
Intergovernmental	5,485,931	5,505,936	5,444,047	(61,889)
Interest	100,000	100,000	64,714	(35,286)
Tuition and Fees	168,891	516,595	430,755	(85,840)
Rent	300,870	321,031	300,182	(20,849)
Extracurricular Activities	0	0	10	10
Gifts and Donations	2,050	2,050	3,856	1,806
Customer Sales and Services	164,840	191,840	159,767	(32,073)
Miscellaneous	327,031	4,327,031	4,345,915	18,884
Total Revenues	<u>29,201,050</u>	<u>34,983,000</u>	<u>35,374,089</u>	<u>391,089</u>
EXPENDITURES:				
Current:				
Instruction:				
Regular				
Salaries	8,002,860	8,136,360	8,121,587	14,773
Fringe Benefits	2,596,186	2,400,192	2,387,593	12,599
Purchased Services	330,723	428,604	420,012	8,592
Materials and Supplies	421,881	370,555	329,648	40,907
Other	59,475	56,775	30,978	25,797
Capital Outlay	140,315	162,686	161,023	1,663
Total - Regular	<u>11,551,440</u>	<u>11,555,172</u>	<u>11,450,841</u>	<u>104,331</u>
Special				
Salaries	2,889,670	2,822,670	2,778,310	44,360
Fringe Benefits	1,270,890	1,090,739	1,047,243	43,496
Purchased Services	1,233,621	1,305,977	1,271,378	34,599
Materials and Supplies	22,789	20,889	11,630	9,259
Capital Outlay	10,017	3,968	3,464	504
Total - Special	<u>5,426,987</u>	<u>5,244,243</u>	<u>5,112,025</u>	<u>132,218</u>
Vocational				
Purchased Services	371,124	405,424	395,069	10,355
Materials and Supplies	9,275	7,738	2,464	5,274
Other	2,130	5,667	2,802	2,865
Capital Outlay	70	70	0	70
Total - Vocational	<u>382,599</u>	<u>418,899</u>	<u>400,335</u>	<u>18,564</u>
Other				
Fringe Benefits	26,500	28,500	28,228	272
Purchased Services	219,914	239,914	230,193	9,721
Other	10,000	10,500	10,098	402
Total - Other	<u>256,414</u>	<u>278,914</u>	<u>268,519</u>	<u>10,395</u>
Total - Instruction:	<u>17,617,440</u>	<u>17,497,228</u>	<u>17,231,720</u>	<u>265,508</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Support Services:				
Pupils				
Salaries	1,184,584	1,226,734	1,214,901	11,833
Fringe Benefits	456,240	432,738	411,659	21,079
Purchased Services	117,331	117,331	111,285	6,046
Materials and Supplies	8,075	7,207	4,807	2,400
Other	499	624	605	19
Capital Outlay	1,592	2,192	1,284	908
Total - Pupils	<u>1,768,321</u>	<u>1,786,826</u>	<u>1,744,541</u>	<u>42,285</u>
Instructional Staff				
Salaries	657,165	818,165	817,935	230
Fringe Benefits	257,724	297,724	295,770	1,954
Purchased Services	82,641	77,794	68,560	9,234
Materials and Supplies	42,083	44,353	35,932	8,421
Other	641	641	404	237
Capital Outlay	500	500	0	500
Total - Instructional Staff	<u>1,040,754</u>	<u>1,239,177</u>	<u>1,218,601</u>	<u>20,576</u>
Board of Education				
Salaries	18,500	19,250	19,250	0
Fringe Benefits	3,081	2,436	2,435	1
Purchased Services	463,798	578,798	578,213	585
Materials and Supplies	3,293	3,188	779	2,409
Other	28,916	28,916	26,000	2,916
Capital Outlay	1,225	1,225	958	267
Total - Board of Education	<u>518,813</u>	<u>633,813</u>	<u>627,635</u>	<u>6,178</u>
Administration				
Salaries	1,491,555	1,471,555	1,468,361	3,194
Fringe Benefits	712,575	662,575	643,665	18,910
Purchased Services	164,708	177,658	152,061	25,597
Materials and Supplies	19,179	19,982	15,504	4,478
Other	63,404	62,954	54,042	8,912
Capital Outlay	6,664	8,764	5,584	3,180
Total - Administration	<u>2,458,085</u>	<u>2,403,488</u>	<u>2,339,217</u>	<u>64,271</u>
Fiscal				
Salaries	345,412	337,412	334,160	3,252
Fringe Benefits	157,992	152,992	149,404	3,588
Purchased Services	23,883	23,883	20,953	2,930
Materials and Supplies	9,021	9,021	2,771	6,250
Other	533,176	463,176	446,510	16,666
Capital Outlay	3,352	3,352	1,995	1,357
Total - Fiscal	<u>1,072,836</u>	<u>989,836</u>	<u>955,793</u>	<u>34,043</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Business				
Salaries	187,108	178,108	175,549	2,559
Fringe Benefits	82,498	68,498	62,144	6,354
Purchased Services	177,466	165,466	155,545	9,921
Materials and Supplies	36,566	39,566	38,675	891
Other	2,807	2,807	1,863	944
Capital Outlay	93	4,093	3,955	138
Total - Business	<u>486,538</u>	<u>458,538</u>	<u>437,731</u>	<u>20,807</u>
Operation and Maintenance of Plant				
Salaries	1,215,088	1,175,088	1,167,352	7,736
Fringe Benefits	571,955	464,955	458,238	6,717
Purchased Services	1,275,001	1,174,701	1,134,614	40,087
Materials and Supplies	227,711	255,711	253,726	1,985
Capital Outlay	28,999	28,999	19,565	9,434
Total - Operation and Maintenance of Plant	<u>3,318,754</u>	<u>3,099,454</u>	<u>3,033,495</u>	<u>65,959</u>
Pupil Transportation				
Salaries	1,084,534	1,024,534	1,017,624	6,910
Fringe Benefits	477,895	364,895	354,034	10,861
Purchased Services	208,000	491,210	484,035	7,175
Materials and Supplies	242,000	241,800	235,168	6,632
Capital Outlay	94,000	151,000	150,182	818
Total - Pupil Transportation	<u>2,106,429</u>	<u>2,273,439</u>	<u>2,241,043</u>	<u>32,396</u>
Central				
Salaries	174,093	189,093	187,187	1,906
Fringe Benefits	82,272	72,272	66,365	5,907
Purchased Services	251,698	255,198	242,923	12,275
Materials and Supplies	121,905	65,405	52,424	12,981
Other	4,496	4,496	3,741	755
Capital Outlay	246,614	236,614	224,455	12,159
Total - Central	<u>881,078</u>	<u>823,078</u>	<u>777,095</u>	<u>45,983</u>
Total - Support Services:	<u>13,651,608</u>	<u>13,707,649</u>	<u>13,375,151</u>	<u>332,498</u>
Operation of Non-Instructional Services:				
Community Services				
Purchased Services	10,000	10,000	9,096	904
Materials and Supplies	5,344	5,344	290	5,054
Total - Community Services	<u>15,344</u>	<u>15,344</u>	<u>9,386</u>	<u>5,958</u>
Total - Operation of Non-Instructional Services:	<u>15,344</u>	<u>15,344</u>	<u>9,386</u>	<u>5,958</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Extracurricular Activities:				
Academic Oriented Activities				
Salaries	155,775	156,775	156,769	6
Fringe Benefits	27,259	29,259	28,370	889
Total - Academic Oriented Activities	183,034	186,034	185,139	895
Sport Oriented Activities				
Salaries	602,781	572,781	564,234	8,547
Fringe Benefits	166,665	146,100	142,440	3,660
Total - Sport Oriented Activities	769,446	718,881	706,674	12,207
School and Public Service Co-Curricular Activities				
Salaries	23,691	23,691	23,059	632
Fringe Benefits	3,942	3,942	3,672	270
Total - School and Public Service Co-Curricular Activities	27,633	27,633	26,731	902
Total - Extracurricular Activities:	980,113	932,548	918,544	14,004
Capital Outlay:				
Other Facilities Acquisition and Construction				
Purchased Services	132,000	144,200	144,130	70
Total - Other Facilities Acquisition and Construction	132,000	144,200	144,130	70
Total - Capital Outlay:	132,000	144,200	144,130	70
Total Expenditures	32,396,505	32,296,969	31,678,931	618,038
Excess of Revenues Over (Under) Expenditures	(3,195,455)	2,686,031	3,695,158	1,009,127
OTHER FINANCING SOURCES AND USES:				
Transfers In	0	310	0	(310)
Advances In	0	76,000	76,000	0
Proceeds from Sale of Capital Assets	2,500	2,500	3,600	1,100
Refund of Prior Year Expenditures	2,500	2,500	2,757	257
Transfers Out	(320,841)	(415,841)	(354,200)	61,641
Total Other Financing Sources and Uses	(315,841)	(334,531)	(271,843)	62,688
Net Change in Fund Balances	(3,511,296)	2,351,500	3,423,315	1,071,815
Fund Balance (Deficit) at Beginning of Year	16,266,011	16,266,011	16,266,011	
Prior Year Encumbrances Appropriated	603,281	603,281	603,281	
Fund Balance (Deficit) at End of Year	<u>\$ 13,357,996</u>	<u>\$ 19,220,792</u>	<u>\$ 20,292,607</u>	<u>\$ 1,071,815</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Property and Other Local Taxes	\$ 3,160,884	\$ 3,276,198	\$ 115,314
Intergovernmental	1,323,909	1,275,114	(48,795)
Total Revenues	<u>4,484,793</u>	<u>4,551,312</u>	<u>66,519</u>
EXPENDITURES:			
Debt Service:			
Principal	2,440,000	2,440,000	0
Interest	1,993,827	1,956,386	37,441
Total - Interest	<u>4,433,827</u>	<u>4,396,386</u>	<u>37,441</u>
Issuance Costs			
Refunding Bond Issuance Costs	59,413	57,061	2,352
Total - Issuance Costs	<u>59,413</u>	<u>57,061</u>	<u>2,352</u>
Total - Debt Service:	<u>4,493,240</u>	<u>4,453,447</u>	<u>39,793</u>
Total Expenditures	<u>4,493,240</u>	<u>4,453,447</u>	<u>39,793</u>
Excess of Revenues Over (Under) Expenditures	<u>(8,447)</u>	<u>97,865</u>	<u>106,312</u>
OTHER FINANCING SOURCES AND USES:			
Refunding Bonds Issued	3,245,000	3,245,000	0
Premium on Refunding Bonds Issued	164,867	96,400	(68,467)
Discount on Bonds and Notes Issued	(16,225)	(16,225)	0
Payment to Refunded Bond Escrow Agent	(3,334,229)	(3,265,762)	68,467
Total Other Financing Sources and Uses	<u>59,413</u>	<u>59,413</u>	<u>0</u>
Net Change in Fund Balances	50,966	157,278	106,312
Fund Balance (Deficit) at Beginning of Year	<u>2,147,413</u>	<u>2,147,413</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 2,198,379</u>	<u>\$ 2,304,691</u>	<u>\$ 106,312</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Property and Other Local Taxes	\$ 721,455	\$ 724,492	\$ 3,037
Intergovernmental	123,510	124,842	1,332
Interest	383	612	229
Miscellaneous	1,031,917	1,040,023	8,106
Total Revenues	<u>1,877,265</u>	<u>1,889,969</u>	<u>12,704</u>
EXPENDITURES:			
Current:			
Support Services:			
Instructional Staff	50,000	41,271	8,729
Operation and Maintenance of Plant	50,000	16,497	33,503
Extracurricular Activities:			
Sport Oriented Activities	25,000	24,968	32
Capital Outlay:			
Architecture and Engineering Services	78,000	46,947	31,053
Other Facilities Acquisition and Construction	1,385,000	1,328,190	56,810
Total Expenditures	<u>1,588,000</u>	<u>1,457,873</u>	<u>130,127</u>
Excess of Revenues Over (Under) Expenditures	<u>289,265</u>	<u>432,096</u>	<u>142,831</u>
Net Change in Fund Balances	289,265	432,096	142,831
Fund Balance (Deficit) at Beginning of Year	400,667	400,667	
Prior Year Encumbrances Appropriated	<u>442,220</u>	<u>442,220</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 1,132,152</u>	<u>\$ 1,274,983</u>	<u>\$ 142,831</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Interest	\$ 120,000	\$ 93,742	\$ (26,258)
Customer Sales and Services	200	300	100
Total Revenues	<u>120,200</u>	<u>94,042</u>	<u>(26,158)</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular	603,918	603,494	424
Capital Outlay:			
Architecture and Engineering Services	314,164	312,140	2,024
Building Acquisition and Construction Services	751,409	747,595	3,814
Building Improvement Services	1,007,192	991,788	15,404
Other Facilities Acquisition and Construction	<u>17,043,964</u>	<u>16,919,812</u>	<u>124,152</u>
Total Expenditures	<u>19,720,647</u>	<u>19,574,829</u>	<u>145,818</u>
Excess of Revenues Over (Under) Expenditures	<u>(19,600,447)</u>	<u>(19,480,787)</u>	<u>119,660</u>
Net Change in Fund Balances	(19,600,447)	(19,480,787)	119,660
Fund Balance (Deficit) at Beginning of Year	1,090,271	1,090,271	
Prior Year Encumbrances Appropriated	<u>18,527,893</u>	<u>18,527,893</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 17,717</u>	<u>\$ 137,377</u>	<u>\$ 119,660</u>

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Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Consortium Fund
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Intergovernmental	\$ 637,000	\$ 554,859	\$ 610,474	\$ 55,615
Tuition and Fees	1,925,200	1,649,442	1,737,926	88,484
Customer Sales and Services	16,000	16,000	13,997	(2,003)
Total Revenues	<u>2,578,200</u>	<u>2,220,301</u>	<u>2,362,397</u>	<u>142,096</u>
EXPENDITURES:				
Current:				
Instruction:				
Special				
Salaries	363,802	285,702	280,954	4,748
Fringe Benefits	134,427	102,927	95,612	7,315
Purchased Services	28,925	45,925	40,632	5,293
Materials and Supplies	4,574	5,274	2,823	2,451
Capital Outlay	12,000	27,000	13,536	13,464
Total - Special	<u>543,728</u>	<u>466,828</u>	<u>433,557</u>	<u>33,271</u>
Vocational				
Salaries	503,825	500,825	487,304	13,521
Fringe Benefits	195,221	192,221	179,111	13,110
Purchased Services	26,228	29,528	17,190	12,338
Materials and Supplies	85,396	82,096	60,838	21,258
Other	4,100	4,100	2,940	1,160
Capital Outlay	15,300	15,300	8,465	6,835
Total - Vocational	<u>830,070</u>	<u>824,070</u>	<u>755,848</u>	<u>68,222</u>
Total - Instruction:	<u>1,373,798</u>	<u>1,290,898</u>	<u>1,189,405</u>	<u>101,493</u>
Support Services:				
Pupils				
Salaries	588,477	553,477	553,336	141
Fringe Benefits	253,899	227,799	222,264	5,535
Total - Pupils	<u>842,376</u>	<u>781,276</u>	<u>775,600</u>	<u>5,676</u>
Instructional Staff				
Salaries	34,570	36,580	35,913	667
Fringe Benefits	22,874	22,874	21,216	1,658
Total - Instructional Staff	<u>57,444</u>	<u>59,454</u>	<u>57,129</u>	<u>2,325</u>
Administration				
Salaries	8,200	8,700	7,193	1,507
Fringe Benefits	10,345	5,245	4,375	870
Total - Administration	<u>18,545</u>	<u>13,945</u>	<u>11,568</u>	<u>2,377</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Consortium Fund
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operation and Maintenance of Plant				
Salaries	19,100	21,100	19,069	2,031
Fringe Benefits	8,765	9,765	8,477	1,288
Purchased Services	20,741	19,741	14,745	4,996
Materials and Supplies	3,100	3,100	1,438	1,662
Total - Operation and Maintenance of Plant	<u>51,706</u>	<u>53,706</u>	<u>43,729</u>	<u>9,977</u>
Total - Support Services:	<u>970,071</u>	<u>908,381</u>	<u>888,026</u>	<u>20,355</u>
Total Expenditures	<u>2,343,869</u>	<u>2,199,279</u>	<u>2,077,431</u>	<u>121,848</u>
Excess of Revenues Over (Under) Expenditures	<u>234,331</u>	<u>21,022</u>	<u>284,966</u>	<u>263,944</u>
Net Change in Fund Balances	234,331	21,022	284,966	263,944
Fund Balance (Deficit) at Beginning of Year	<u>1,978,485</u>	<u>1,978,485</u>	<u>1,978,485</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 2,212,816</u>	<u>\$ 1,999,507</u>	<u>\$ 2,263,451</u>	<u>\$ 263,944</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 76,523	\$ 81,350	\$ 4,827
Interest	100	93	(7)
Customer Sales and Services	402,794	357,779	(45,015)
Miscellaneous	8,000	3,516	(4,484)
Total Revenues	<u>487,417</u>	<u>442,738</u>	<u>(44,679)</u>
EXPENDITURES:			
Current:			
Operation of Non-Instructional Services:			
Food Service Operations			
Fringe Benefits	15,000	12,175	2,825
Purchased Services	558,800	520,580	38,220
Materials and Supplies	2,000	147	1,853
Other	1,700	1,636	64
Capital Outlay	81,500	80,649	851
Total - Food Service Operations	<u>659,000</u>	<u>615,187</u>	<u>43,813</u>
Total - Operation of Non-Instructional Services:	<u>659,000</u>	<u>615,187</u>	<u>43,813</u>
Total Expenditures	<u>659,000</u>	<u>615,187</u>	<u>43,813</u>
Excess of Revenues Over (Under) Expenditures	<u>(171,583)</u>	<u>(172,449)</u>	<u>(866)</u>
OTHER FINANCING SOURCES AND USES:			
Transfers In	148,000	160,000	12,000
Total Other Financing Sources and Uses	<u>148,000</u>	<u>160,000</u>	<u>12,000</u>
Net Change in Fund Balances	(23,583)	(12,449)	11,134
Fund Balance (Deficit) at Beginning of Year	14,551	14,551	
Prior Year Encumbrances Appropriated	<u>20,000</u>	<u>20,000</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 10,968</u>	<u>\$ 22,102</u>	<u>\$ 11,134</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Expendable Trust Funds
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Interest	\$ 25	\$ 3	\$ (22)
Gifts and Donations	4,050	1,050	(3,000)
Customer Sales and Services	3,925	1,251	(2,674)
Total Revenues	8,000	2,304	(5,696)
EXPENDITURES:			
Current:			
Support Services:			
Pupils			
Materials and Supplies	100	99	1
Other	100		100
Total - Pupils	200	99	101
Instructional Staff			
Capital Outlay	400	399	1
Total - Instructional Staff	400	399	1
Administration			
Purchased Services	10,650	10,618	32
Total - Administration	10,650	10,618	32
Fiscal			
Purchased Services	300	139	161
Total - Fiscal	300	139	161
Total - Support Services:	11,550	11,255	295
Total Expenditures	11,550	11,255	295
Excess of Revenues Over (Under) Expenditures	(3,550)	(8,951)	(5,401)
OTHER FINANCING SOURCES AND USES:			
Transfers Out	(750)	0	750
Total Other Financing Sources and Uses	(750)	0	750
Net Change in Fund Balances	(4,300)	(8,951)	(4,651)
Fund Balance (Deficit) at Beginning of Year	36,707	36,707	
Fund Balance (Deficit) at End of Year	\$ 32,407	\$ 27,756	\$ (4,651)

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Uniform Supplies
For the Fiscal Year Ended June 30, 2013

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

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Customer Sales and Services	\$ 14,000	\$ 10,597	\$ (3,403)
Total Revenues	<u>14,000</u>	<u>10,597</u>	<u>(3,403)</u>
EXPENDITURES:			
Current:			
Instruction:			
Adult/Continuing	<u>99,086</u>	<u>93,529</u>	<u>5,557</u>
Total Expenditures	<u>99,086</u>	<u>93,529</u>	<u>5,557</u>
Excess of Revenues Over (Under) Expenditures	<u>(85,086)</u>	<u>(82,932)</u>	<u>2,154</u>
OTHER FINANCING SOURCES AND USES:			
Transfers In	<u>96,000</u>	<u>81,600</u>	<u>(14,400)</u>
Total Other Financing Sources and Uses	<u>96,000</u>	<u>81,600</u>	<u>(14,400)</u>
Net Change in Fund Balances	10,914	(1,332)	(12,246)
Fund Balance (Deficit) at Beginning of Year	<u>1,504</u>	<u>1,504</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 12,418</u>	<u>\$ 172</u>	<u>\$ (12,246)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Consortium Fund
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Intergovernmental	\$ 637,000	\$ 554,859	\$ 610,474	\$ 55,615
Tuition and Fees	1,925,200	1,649,442	1,737,926	88,484
Customer Sales and Services	16,000	16,000	13,997	(2,003)
Total Revenues	<u>2,578,200</u>	<u>2,220,301</u>	<u>2,362,397</u>	<u>142,096</u>
EXPENDITURES:				
Current:				
Instruction:				
Special				
Salaries	363,802	285,702	280,954	4,748
Fringe Benefits	134,427	102,927	95,612	7,315
Purchased Services	28,925	45,925	40,632	5,293
Materials and Supplies	4,574	5,274	2,823	2,451
Capital Outlay	12,000	27,000	13,536	13,464
Total - Special	<u>543,728</u>	<u>466,828</u>	<u>433,557</u>	<u>33,271</u>
Vocational				
Salaries	503,825	500,825	487,304	13,521
Fringe Benefits	195,221	192,221	179,111	13,110
Purchased Services	26,228	29,528	17,190	12,338
Materials and Supplies	85,396	82,096	60,838	21,258
Other	4,100	4,100	2,940	1,160
Capital Outlay	15,300	15,300	8,465	6,835
Total - Vocational	<u>830,070</u>	<u>824,070</u>	<u>755,848</u>	<u>68,222</u>
Total - Instruction:	<u>1,373,798</u>	<u>1,290,898</u>	<u>1,189,405</u>	<u>101,493</u>
Support Services:				
Pupils				
Salaries	588,477	553,477	553,336	141
Fringe Benefits	253,899	227,799	222,264	5,535
Total - Pupils	<u>842,376</u>	<u>781,276</u>	<u>775,600</u>	<u>5,676</u>
Instructional Staff				
Salaries	34,570	36,580	35,913	667
Fringe Benefits	22,874	22,874	21,216	1,658
Total - Instructional Staff	<u>57,444</u>	<u>59,454</u>	<u>57,129</u>	<u>2,325</u>
Administration				
Salaries	8,200	8,700	7,193	1,507
Fringe Benefits	10,345	5,245	4,375	870
Total - Administration	<u>18,545</u>	<u>13,945</u>	<u>11,568</u>	<u>2,377</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Consortium Fund
For the Fiscal Year Ended June 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operation and Maintenance of Plant				
Salaries	19,100	21,100	19,069	2,031
Fringe Benefits	8,765	9,765	8,477	1,288
Purchased Services	20,741	19,741	14,745	4,996
Materials and Supplies	3,100	3,100	1,438	1,662
Total - Operation and Maintenance of Plant	<u>51,706</u>	<u>53,706</u>	<u>43,729</u>	<u>9,977</u>
Total - Support Services:	<u>970,071</u>	<u>908,381</u>	<u>888,026</u>	<u>20,355</u>
Total Expenditures	<u>2,343,869</u>	<u>2,199,279</u>	<u>2,077,431</u>	<u>121,848</u>
Excess of Revenues Over (Under) Expenditures	<u>234,331</u>	<u>21,022</u>	<u>284,966</u>	<u>263,944</u>
Net Change in Fund Balances	234,331	21,022	284,966	263,944
Fund Balance (Deficit) at Beginning of Year	<u>1,978,485</u>	<u>1,978,485</u>	<u>1,978,485</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 2,212,816</u>	<u>\$ 1,999,507</u>	<u>\$ 2,263,451</u>	<u>\$ 263,944</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Pupil Support
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Gifts and Donations	\$ 24,775	\$ 16,358	\$ (8,417)
Customer Sales and Services	450	1,878	1,428
Total Revenues	<u>25,225</u>	<u>18,236</u>	<u>(6,989)</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular			
Purchased Services	2,420	1,473	947
Materials and Supplies	18,405	15,797	2,608
Capital Outlay	8,400	399	8,001
Total - Regular	<u>29,225</u>	<u>17,669</u>	<u>11,556</u>
Special			
Materials and Supplies	2,000	1,670	330
Total - Special	<u>2,000</u>	<u>1,670</u>	<u>330</u>
Total - Instruction:	<u>31,225</u>	<u>19,339</u>	<u>11,886</u>
Total Expenditures	<u>31,225</u>	<u>19,339</u>	<u>11,886</u>
Excess of Revenues Over (Under) Expenditures	<u>(6,000)</u>	<u>(1,103)</u>	<u>4,897</u>
Net Change in Fund Balances	(6,000)	(1,103)	4,897
Fund Balance (Deficit) at Beginning of Year	46,206	46,206	
Prior Year Encumbrances Appropriated	<u>250</u>	<u>250</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 40,456</u>	<u>\$ 45,353</u>	<u>\$ 4,897</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Misc. Local Grants
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Customer Sales and Services	\$ 2,000	\$ -	\$ (2,000)
Miscellaneous	500	0	(500)
Total Revenues	<u>2,500</u>	<u>0</u>	<u>(2,500)</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular			
Purchased Services	131		131
Materials and Supplies	4,108	2,192	1,916
Total - Regular	<u>4,239</u>	<u>2,192</u>	<u>2,047</u>
Total - Instruction:	<u>4,239</u>	<u>2,192</u>	<u>2,047</u>
Support Services:			
Administration			
Materials and Supplies	820	690	130
Total - Administration	<u>820</u>	<u>690</u>	<u>130</u>
Total - Support Services:	<u>820</u>	<u>690</u>	<u>130</u>
Total Expenditures	<u>5,059</u>	<u>2,882</u>	<u>2,177</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,559)</u>	<u>(2,882)</u>	<u>(323)</u>
OTHER FINANCING SOURCES AND USES:			
Transfers In	1,200	0	(1,200)
Total Other Financing Sources and Uses	<u>1,200</u>	<u>0</u>	<u>(1,200)</u>
Net Change in Fund Balances	(1,359)	(2,882)	(1,523)
Fund Balance (Deficit) at Beginning of Year	5,956	5,956	
Prior Year Encumbrances Appropriated	200	200	
Fund Balance (Deficit) at End of Year	<u>\$ 4,797</u>	<u>\$ 3,274</u>	<u>\$ (1,523)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Tuition and Fees	\$ 514,000	\$ 632,248	\$ 118,248
Customer Sales and Services		714	714
Miscellaneous	27,000	19	(26,981)
Total Revenues	<u>541,000</u>	<u>632,981</u>	<u>91,981</u>
EXPENDITURES:			
Current:			
Operation of Non-Instructional Services:			
Community Services			
Salaries	299,821	289,279	10,542
Fringe Benefits	112,923	105,002	7,921
Purchased Services	52,510	35,644	16,866
Materials and Supplies	23,850	19,388	4,462
Capital Outlay	1,390	512	878
Total - Community Services	<u>490,494</u>	<u>449,825</u>	<u>40,669</u>
Total - Operation of Non-Instructional Services:	<u>490,494</u>	<u>449,825</u>	<u>40,669</u>
Total Expenditures	<u>490,494</u>	<u>449,825</u>	<u>40,669</u>
Excess of Revenues Over (Under) Expenditures	<u>50,506</u>	<u>183,156</u>	<u>132,650</u>
Net Change in Fund Balances	50,506	183,156	132,650
Fund Balance (Deficit) at Beginning of Year	273,278	273,278	
Prior Year Encumbrances Appropriated	<u>1,428</u>	<u>1,428</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 325,212</u>	<u>\$ 457,862</u>	<u>\$ 132,650</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Student Activities
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Extracurricular Activities	\$ 77,700	\$ 59,963	\$ (17,737)
Gifts and Donations	350	356	6
Total Revenues	<u>78,050</u>	<u>60,319</u>	<u>(17,731)</u>
EXPENDITURES:			
Current:			
Extracurricular Activities:			
Academic Oriented Activities			
Materials and Supplies	<u>9,000</u>	<u>6,679</u>	<u>2,321</u>
Total - Academic Oriented Activities	<u>9,000</u>	<u>6,679</u>	<u>2,321</u>
Sport Oriented Activities			
Purchased Services	100,458	90,325	10,133
Materials and Supplies	51,479	46,105	5,374
Other	15,729	13,293	2,436
Capital Outlay	<u>10,630</u>	<u>10,593</u>	<u>37</u>
Total - Sport Oriented Activities	<u>178,296</u>	<u>160,316</u>	<u>17,980</u>
Total - Extracurricular Activities:	<u>187,296</u>	<u>166,995</u>	<u>20,301</u>
Total Expenditures	<u>187,296</u>	<u>166,995</u>	<u>20,301</u>
Excess of Revenues Over (Under) Expenditures	<u>(109,246)</u>	<u>(106,676)</u>	<u>2,570</u>
OTHER FINANCING SOURCES AND USES:			
Transfers In	<u>105,000</u>	<u>90,000</u>	<u>(15,000)</u>
Total Other Financing Sources and Uses	<u>105,000</u>	<u>90,000</u>	<u>(15,000)</u>
Net Change in Fund Balances	(4,246)	(16,676)	(12,430)
Fund Balance (Deficit) at Beginning of Year	<u>54,842</u>	<u>54,842</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 50,596</u>	<u>\$ 38,166</u>	<u>\$ (12,430)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 537,990	\$ 537,990	
Interest	100	71	(29)
Total Revenues	<u>538,090</u>	<u>538,061</u>	<u>(29)</u>
EXPENDITURES:			
Current:			
Operation of Non-Instructional Services:			
Community Services			
Salaries	70,480	70,481	(1)
Fringe Benefits	12,939	12,938	1
Purchased Services	339,457	339,458	(1)
Materials and Supplies	69,357	69,357	
Capital Outlay	82,781	82,781	
Total - Community Services	<u>575,014</u>	<u>575,015</u>	<u>(1)</u>
Total - Operation of Non-Instructional Services:	<u>575,014</u>	<u>575,015</u>	<u>(1)</u>
Total Expenditures	<u>575,014</u>	<u>575,015</u>	<u>(1)</u>
Excess of Revenues Over (Under) Expenditures	<u>(36,924)</u>	<u>(36,954)</u>	<u>(30)</u>
Net Change in Fund Balances	(36,924)	(36,954)	(30)
Fund Balance (Deficit) at Beginning of Year	35,687	35,687	
Prior Year Encumbrances Appropriated	1,274	1,274	
Fund Balance (Deficit) at End of Year	<u>\$ 37</u>	<u>\$ 7</u>	<u>\$ (30)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Entry Year Grant
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
OTHER FINANCING SOURCES AND USES:			
Refund of Prior Year Receipts	\$ (1,112)	\$ (1,112)	\$ -
Total Other Financing Sources and Uses	<u>(1,112)</u>	<u>(1,112)</u>	<u>0</u>
Net Change in Fund Balances	(1,112)	(1,112)	0
Fund Balance (Deficit) at Beginning of Year	<u>1,112</u>	<u>1,112</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
One Net
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 5,000	\$ 7,200	\$ 2,200
Total Revenues	<u>5,000</u>	<u>7,200</u>	<u>2,200</u>
EXPENDITURES:			
Current:			
Support Services:			
Central			
Purchased Services	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Total - Central	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Total - Support Services:	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Total Expenditures	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>7,200</u>	<u>7,200</u>
Net Change in Fund Balances	0	7,200	7,200
Fund Balance (Deficit) at Beginning of Year	<u>4,500</u>	<u>4,500</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 4,500</u>	<u>\$ 11,700</u>	<u>\$ 7,200</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
JOBS Fund
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 14,464	\$ 14,464	\$ -
Total Revenues	<u>14,464</u>	<u>14,464</u>	<u>0</u>
EXPENDITURES:			
Current:			
Support Services:			
Pupils			
Salaries	12,475	12,475	0
Fringe Benefits	<u>1,989</u>	<u>1,989</u>	<u>0</u>
Total - Pupils	<u>14,464</u>	<u>14,464</u>	<u>0</u>
Total - Support Services:	<u>14,464</u>	<u>14,464</u>	<u>0</u>
Total Expenditures	<u>14,464</u>	<u>14,464</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Race to the Top Grant (RttT)
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 38,214	\$ 30,640	\$ (7,574)
Total Revenues	<u>38,214</u>	<u>30,640</u>	<u>(7,574)</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular			
Salaries	16,425	12,259	4,166
Fringe Benefits	1,950	1,786	164
Materials and Supplies	7,710	7,389	321
Capital Outlay	<u>7,239</u>	<u>5,965</u>	<u>1,274</u>
Total - Regular	<u>33,324</u>	<u>27,399</u>	<u>5,925</u>
Total - Instruction:	<u>33,324</u>	<u>27,399</u>	<u>5,925</u>
Support Services:			
Instructional Staff			
Purchased Services	<u>4,800</u>	<u>3,241</u>	<u>1,559</u>
Total - Instructional Staff	<u>4,800</u>	<u>3,241</u>	<u>1,559</u>
Total - Support Services:	<u>4,800</u>	<u>3,241</u>	<u>1,559</u>
Total Expenditures	<u>38,124</u>	<u>30,640</u>	<u>7,484</u>
Excess of Revenues Over (Under) Expenditures	<u>90</u>	<u>0</u>	<u>(90)</u>
Net Change in Fund Balances	90	0	(90)
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>\$ 90</u>	<u>\$ -</u>	<u>\$ (90)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
IDEA B
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 357,846	\$ 357,845	\$ (1)
Total Revenues	<u>357,846</u>	<u>357,845</u>	<u>(1)</u>
EXPENDITURES:			
Current:			
Instruction:			
Special			
Salaries	84,477	84,477	0
Fringe Benefits	14,171	14,170	1
Purchased Services	15,062	15,062	0
Materials and Supplies	7,271	7,271	0
Total - Special	<u>120,981</u>	<u>120,980</u>	<u>1</u>
Total - Instruction:	<u>120,981</u>	<u>120,980</u>	<u>1</u>
Support Services:			
Pupils			
Salaries	124,687	124,687	0
Fringe Benefits	24,499	24,499	0
Total - Pupils	<u>149,186</u>	<u>149,185</u>	<u>0</u>
Instructional Staff			
Salaries	40,000	40,000	0
Fringe Benefits	25,258	25,258	0
Total - Instructional Staff	<u>65,258</u>	<u>65,258</u>	<u>0</u>
Total - Support Services:	<u>214,444</u>	<u>214,444</u>	<u>0</u>
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	25,367	25,367	0
Total - Community Services	<u>25,367</u>	<u>25,367</u>	<u>0</u>
Total - Operation of Non-Instructional Services:	<u>25,367</u>	<u>25,367</u>	<u>0</u>
Total Expenditures	<u>360,792</u>	<u>360,791</u>	<u>1</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,946)</u>	<u>(2,946)</u>	<u>0</u>
Net Change in Fund Balances	(2,946)	(2,946)	

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
IDEA B
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget
Fund Balance (Deficit) at Beginning of Year	2,633	2,633	
Prior Year Encumbrances Appropriated	313	313	
Fund Balance (Deficit) at End of Year	\$ -	\$ -	\$ -

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title III
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 14,850	\$ 14,850	\$ -
Total Revenues	<u>14,850</u>	<u>14,850</u>	<u>0</u>
EXPENDITURES:			
Current:			
Instruction:			
Special			
Salaries	<u>14,450</u>	<u>14,450</u>	<u>0</u>
Total - Special	<u>14,450</u>	<u>14,450</u>	<u>0</u>
Total - Instruction:	<u>14,450</u>	<u>14,450</u>	<u>0</u>
Support Services:			
Instructional Staff			
Purchased Services	<u>400</u>	<u>400</u>	<u>0</u>
Total - Instructional Staff	<u>400</u>	<u>400</u>	<u>0</u>
Total - Support Services:	<u>400</u>	<u>400</u>	<u>0</u>
Total Expenditures	<u>14,850</u>	<u>14,850</u>	<u>0</u>
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 135,554	\$ 127,751	\$ (7,803)
Total Revenues	<u>135,554</u>	<u>127,751</u>	<u>(7,803)</u>
EXPENDITURES:			
Current:			
Instruction:			
Special			
Salaries	108,612	105,271	3,341
Fringe Benefits	<u>17,531</u>	<u>16,932</u>	<u>599</u>
Total - Special	<u>126,143</u>	<u>122,203</u>	<u>3,940</u>
Total - Instruction:	<u>126,143</u>	<u>122,203</u>	<u>3,940</u>
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	<u>9,411</u>	<u>7,500</u>	<u>1,911</u>
Total - Community Services	<u>9,411</u>	<u>7,500</u>	<u>1,911</u>
Total - Operation of Non-Instructional Services:	<u>9,411</u>	<u>7,500</u>	<u>1,911</u>
Total Expenditures	<u>135,554</u>	<u>129,703</u>	<u>5,851</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>(1,952)</u>	<u>(1,952)</u>
Net Change in Fund Balances	0	(1,952)	(1,952)
Fund Balance (Deficit) at Beginning of Year	<u>2,038</u>	<u>2,038</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 2,038</u>	<u>\$ 86</u>	<u>\$ (1,952)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool Handicapped Grant
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 10,414	\$ 10,413	\$ (1)
Total Revenues	<u>10,414</u>	<u>10,413</u>	<u>(1)</u>
EXPENDITURES:			
Current:			
Instruction:			
Special			
Salaries	<u>10,414</u>	<u>10,413</u>	<u>1</u>
Total - Special	<u>10,414</u>	<u>10,413</u>	<u>1</u>
Total - Instruction:	<u>10,414</u>	<u>10,413</u>	<u>1</u>
Total Expenditures	<u>10,414</u>	<u>10,413</u>	<u>1</u>
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) atEnd of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title II-A
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 25,545	\$ 25,546	\$ 1
Total Revenues	<u>25,545</u>	<u>25,546</u>	<u>1</u>
EXPENDITURES:			
Current:			
Instruction:			
Special			
Salaries	<u>23,574</u>	<u>23,574</u>	
Total - Special	<u>23,574</u>	<u>23,574</u>	
Total - Instruction:	<u>23,574</u>	<u>23,574</u>	
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	<u>1,971</u>	<u>1,972</u>	<u>(1)</u>
Total - Community Services	<u>1,971</u>	<u>1,972</u>	<u>(1)</u>
Total - Operation of Non-Instructional Services:	<u>1,971</u>	<u>1,972</u>	<u>(1)</u>
Total Expenditures	<u>25,545</u>	<u>25,546</u>	<u>(1)</u>
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Federal Grants
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 11,308	\$ 11,308	\$ -
Total Revenues	<u>11,308</u>	<u>11,308</u>	<u>0</u>
EXPENDITURES:			
Current:			
Support Services:			
Pupil Transportation			
Capital Outlay	<u>11,308</u>	<u>11,308</u>	<u>0</u>
Total - Pupil Transportation	<u>11,308</u>	<u>11,308</u>	<u>0</u>
Total - Support Services:	<u>11,308</u>	<u>11,308</u>	<u>0</u>
Total Expenditures	<u>11,308</u>	<u>11,308</u>	<u>0</u>
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Health Care Benefits
For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:			
Charges for Services	\$ 3,750,000	\$ 2,409,964	\$ (1,340,036)
Other Revenues	1,072,000	801,206	(270,794)
Total Operating Revenues	<u>4,822,000</u>	<u>3,211,170</u>	<u>(1,610,830)</u>
OPERATING EXPENSES:			
Claims	1,060,799	816,557	244,242
Other	3,744,000	2,308,275	1,435,725
Total Operating Expenses	<u>4,804,799</u>	<u>3,124,832</u>	<u>1,679,967</u>
Operating Income (Loss)	<u>17,201</u>	<u>86,338</u>	<u>69,137</u>
Income (Loss) Before Contributions and Transfers	<u>17,201</u>	<u>86,338</u>	<u>69,137</u>
Net Change in Net Position	17,201	86,338	69,137
Net Position(Deficit) at Beginning of Year	<u>1,487,038</u>	<u>1,487,038</u>	
Net Position (Deficit) at End of Year	<u>\$ 1,504,239</u>	<u>\$ 1,573,376</u>	<u>\$ 69,137</u>

STATISTICAL

SECTION

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Statistical Section

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

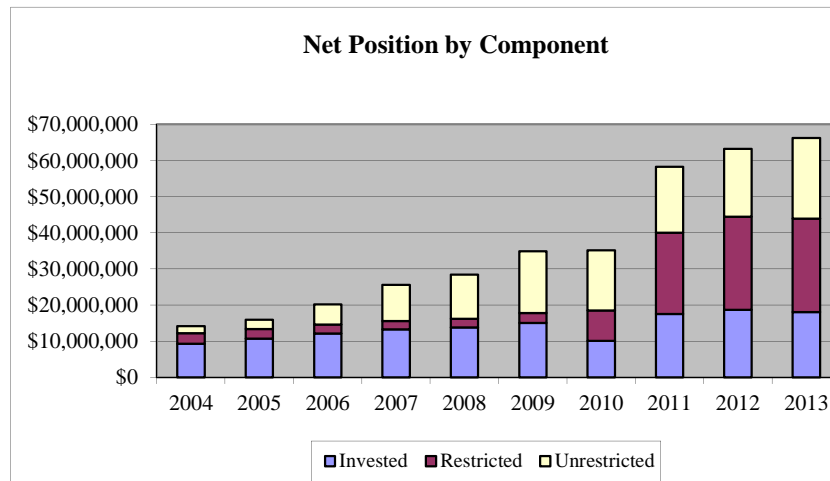
Contents	Pages
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial performance and well-being has changed over time.	S3 – S9
Revenue Capacity These schedules contain information to help the reader assess the School District's most significant local revenue, the property tax.	S10-S14
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.	S15 – S19
Economic and Demographic Information This schedule offers economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S20- S21
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S22 – S30

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

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Beachwood City School District
 Net Position by Component
 Last Ten Fiscal Years
(accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Net Investment in Capital Assets	\$ 9,336,218	\$ 10,745,501	\$ 12,150,684	\$ 13,307,244	\$ 13,802,891	\$ 15,016,809	\$ 10,092,016	\$ 17,535,755	\$ 18,670,053	\$ 18,082,152
Restricted for:										
Debt Services	1,720,016	1,801,050	1,814,506	1,594,417	1,646,024	2,068,977	1,909,169	2,291,287	2,643,964	2,651,163
Capital Outlay	881,458	514,338	351,756	337,034	226,134	192,756	5,965,796	218,541	616,102	4,242,814
Other Purposes	114,876	149,446	190,089	236,168	376,555	406,199	373,958	325,704	423,498	668,352
Set Asides	134,873	134,873	134,873	134,873	134,873	134,873	134,873	134,873	134,873	134,873
Unrestricted	2,011,674	2,556,168	5,569,139	9,945,853	12,249,707	17,066,792	16,700,337	18,205,741	18,737,752	22,323,262
Total Net Position	\$ 14,199,115	\$ 15,901,376	\$ 20,211,047	\$ 25,555,589	\$ 28,436,184	\$ 34,886,406	\$ 35,176,149	\$ 38,711,901	\$ 41,226,242	\$ 48,102,616



Source: District Financial Statements

Beachwood City School District
 Changes in Net Position of Governmental Activities
 Last Ten Fiscal Years
 (accrual basis of accounting)

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Expenses										
Regular Instruction	\$12,322,813	\$12,479,099	\$11,817,943	\$11,732,566	\$11,979,156	\$11,629,226	\$11,080,629	\$10,648,385	\$11,054,568	\$10,041,085
Special Instruction	6,073,357	6,841,655	6,393,564	5,787,279	6,784,298	5,871,895	5,303,469	4,883,454	5,326,130	5,642,088
Vocational Instruction	1,306,835	732,685	1,566,475	1,489,827	1,290,755	1,242,827	869,041	1,083,365	989,488	924,719
Adult/Conintuing	101,993	99,837	172,423	229,767	223,322	172,720	245,490	187,370	182,946	222,285
Other Instruction	267,839	238,069	128,063	225,758	179,790	664,301	701,677	747,592	542,440	528,364
Pupils	2,659,540	3,113,676	2,447,124	2,599,282	2,710,272	2,616,865	2,602,066	2,683,123	3,003,113	2,916,828
Instructional Staff	1,383,760	1,120,386	1,229,125	1,115,463	1,169,119	1,012,486	1,013,004	996,497	792,912	999,100
Board of Education	606,698	358,447	562,724	522,649	460,127	356,006	473,970	361,428	392,751	424,172
Administration	2,425,348	2,374,984	2,396,922	2,337,526	2,329,151	2,371,399	2,314,305	2,291,977	2,307,273	2,467,679
Fiscal	789,311	827,047	443,112	1,136,671	514,478	746,614	763,705	821,105	784,491	748,653
Business	418,499	459,488	464,459	493,005	458,069	459,817	506,341	464,096	499,751	648,341
Operation and										
Maintenance of Plant	3,481,534	3,676,973	3,435,706	3,340,931	3,716,973	3,720,729	3,724,961	3,553,721	3,474,546	3,681,893
Pupil Transportation	2,011,020	1,756,043	2,394,212	2,100,921	2,059,398	1,993,252	1,905,211	1,795,090	1,787,938	1,984,406
Central	375,875	700,838	779,644	756,795	704,516	796,909	907,791	891,381	856,973	917,378
Non-instructional	1,562,013	1,528,043	1,615,457	1,526,872	1,506,769	929,350	997,432	823,543	739,588	689,308
Extracurricular Activities	1,224,793	1,237,501	1,001,511	982,846	1,008,747	1,004,529	958,209	885,704	942,705	957,096
Capital Outlay	0	0	0	0	0	0	0	0	0	0
Debt Service	2,093,321	1,991,584	1,759,116	481,661	541,519	1,162,417	993,752	798,353	863,055	937,935
<i>Total Expenses</i>	\$39,104,549	\$39,536,355	\$38,607,580	\$36,859,819	\$37,636,459	\$36,751,342	\$35,361,053	\$33,916,184	\$34,540,668	\$34,731,330

(continued)

Source: District Financial Statements

Beachwood City School District
Changes in Net Position of Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Program Revenues										
Charges for Services and Sales:										
Regular Instruction	\$198,005	\$198,931	\$262,524	\$282,997	\$426,372	\$261,927	\$433,566	\$331,181	\$336,667	\$308,869
Special Instruction	1,339,857	882,280	1,016,441	408,532	1,202,361	680,019	1,169,614	1,363,859	1,324,456	1,178,598
Vocational Instruction	636,639	581,738	810,461	670,516	611,363	805,627	326,213	379,573	335,213	303,005
Adult/Conintuing	10,597	16,141	43,777	208,866	223,322	172,720	203,244	187,370	173,326	174,026
Other Instruction	489	100	2,166	0	40,114	535,638	510,762	440,985	456,480	442,970
Pupils	774,941	804,828	917,293	821,602	956,469	779,711	618,216	379,618	878,026	871,605
Instructional Staff	2,701	51,699	59,206	70,830	151,967	2,321	2,323	515	2,586	988
Administration	3,574	0	0	6,195	573	320	0	0	15,232	8,963
Fiscal	17,401	9,088	20,410	21,117	6,520	9,519	0	39,238	58,949	3,598
Business	1,063	2,130	3,178	3,483	9,155	4,965	12,660	2,003	42,313	14,752
Operation and Maintenance of Plant	302,878	333,064	324,955	377,779	317,292	275,580	265,814	278,755	250,604	253,837
Pupil Transportation	2,525	2,244	0	7,708	75,245	48,277	59,964	50,308	70,677	41,402
Central	0	12,000	2,652	26,020	8,157	27,494	39,993	26,035	25,650	30,350
Food Service Operations	362,627	382,012	422,646	448,638	415,824	374,970	374,118	357,553	326,338	303,674
Community Services	633,130	562,874	499,863	504,650	516,995	5,889	3,033	2,382	882	0
Extracurricular Activities	60,329	80,872	46,729	41,905	35,950	35,189	46,028	78,176	86,449	66,766
Operating Grants and Contributions:										
Regular Instruction	\$954,217	\$1,101,653	\$549,983	\$562,371	\$543,711	\$665,444	\$606,968	\$611,687	\$106,578	\$20,741
Special Instruction	419,766	602,671	930,310	644,712	980,032	869,960	772,210	838,165	531,704	343,732
Vocational Instruction	341,849	387,084	471,903	399,322	370,783	280,527	311,804	351,695	349,405	391,124
Other Instruction	95,243	0	0	0	0	27,626	29,779	0	0	0
Pupils	298,176	344,971	225,966	157,696	170,662	222,850	290,804	207,123	331,928	378,760
Instructional Staff	126,642	82,014	71,242	72,793	77,894	12,356	66,675	7,048	50,490	61,511
Administration	12,726	13,862	0	13,591	7,857	7,857	7,736	7,389	6,505	6,971
Business	0	0	0	0	0	0	0	0	1,708	5,600
Operation and Maintenance of Plant	63,630	29,705	0	0	0	0	0	0	0	0
Pupil Transportation	52,733	30,671	470,815	543,734	485,476	491,752	482,910	499,063	487,841	1,578
Central	7,200	9,000	16,375	16,432	52,868	35,660	46,516	24,936	36,715	39,356
Non instructional	654,180	588,543	631,418	315,915	339,540	260,414	296,894	273,885	260,339	172,047
Extracurricular Activities	0	0	0	0	0	1,000	0	250	6,400	0
Capital Grants and Contributions:										
Vocational Instruction	0	0	0	0	0	0	0	1,097	122	0
Pupil Transportation	0	0	0	0	6,992	7,781	11,466	6,261	6,910	7,467
Central	0	0	0	0	0	9,184	0	15,000	0	0
Total Program Revenues	7,373,118	7,110,175	7,800,313	6,627,404	6,627,404	8,033,494	6,912,577	6,989,310	6,761,150	6,560,493
Net Expenses	(\$31,731,431)	(\$32,426,180)	(\$30,807,267)	(\$30,232,415)	(\$31,009,055)	(\$28,717,848)	(\$28,448,476)	(\$26,926,874)	(\$27,779,518)	(\$28,170,837)

Source: District Financial Statements

(continued)

Beachwood City School District
 Changes in Net Position of Governmental Activities
 Last Ten Fiscal Years
 (accrual basis of accounting)

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Revenues										
Grants and Entitlements Not										
Restricted to Specific Services	5,647,472	6,385,851	6,845,143	6,141,675	5,152,707	4,170,054	3,168,842	2,772,082	3,916,894	4,549,844
Investment Earnings	73,323	221,860	332,985	241,009	465,682	648,569	809,864	328,084	139,814	125,271
Miscellaneous	5,436,826	298,808	250,458	257,895	40,154	177,021	76,080	83,182	32,150	61,711
Property Taxes	27,450,186	28,034,000	26,914,433	23,881,579	30,394,644	27,723,716	29,661,499	28,281,357	25,593,578	27,811,470
<i>Total General Revenues</i>	38,607,807	34,940,519	34,343,019	30,522,158	36,053,187	32,719,360	33,716,285	31,464,705	29,682,436	32,548,296
<i>Change in Net Position</i>	\$6,876,376	\$2,514,339	\$3,535,752	\$289,743	\$5,044,132	\$4,001,512	\$5,267,809	\$4,537,831	\$1,902,918	\$4,377,459

Source: District Financial Statements

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

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<i>General Fund</i>				
Nonspendable	\$81,213	\$77,423	\$78,834	\$77,659
Restricted	134,873	134,873	142,715	142,915
Committed	245,081	312,464	466,442	148,076
Assigned	0	2,412,549	1,170,307	1,305,151
Unassigned	<u>22,231,482</u>	<u>16,014,196</u>	<u>16,816,278</u>	<u>16,281,758</u>
<i>Total General Fund</i>	<u>22,692,649</u>	<u>18,951,505</u>	<u>18,674,576</u>	<u>17,955,559</u>
<i>All Other Governmental Funds</i>				
Nonspendable	7,516	8,712	4,891	0
Restricted	4,719,857	4,691,417	30,162,866	8,464,795
Committed	3,113,215	16,807,535	6,097,755	645,440
Unassigned	<u>(1,004)</u>	<u>(7,428)</u>	<u>0</u>	<u>0</u>
<i>Total All Other Governmental Funds</i>	<u>7,839,584</u>	<u>21,500,236</u>	<u>36,265,512</u>	<u>9,110,235</u>
<i>Total Governmental Funds</i>	<u><u>\$30,532,233</u></u>	<u><u>\$40,451,741</u></u>	<u><u>\$54,940,088</u></u>	<u><u>\$27,065,794</u></u>

Note: The School District implemented GASB 54 in 2011.

Source: District Financial Statements

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

	2013	2012	2011	2010	2009
General Revenues					
Property and Other Local Taxes	\$27,846,976	\$28,034,000	\$26,735,219	\$23,720,129	\$30,489,433
Intergovernmental	8,673,834	9,576,025	10,213,155	8,868,241	8,188,859
Interest	73,489	221,951	333,272	241,202	467,348
Tuition and Fees/Rent	3,743,392	3,219,070	3,358,651	2,576,047	3,884,672
Miscellaneous Revenue from Local Sources	6,040,024	999,648	1,323,821	1,582,493	1,151,158
<i>Total Revenues</i>	<u>\$46,377,715</u>	<u>\$42,050,694</u>	<u>\$41,964,118</u>	<u>\$36,988,112</u>	<u>\$44,181,470</u>
Expenditures					
Instruction	\$19,751,303	\$19,532,432	\$19,158,837	\$18,741,726	\$19,390,201
Support Services:					
Pupil	2,696,076	3,046,113	2,488,406	2,638,931	2,683,603
Instructional Staff	1,338,612	1,054,135	1,245,680	1,109,864	1,090,565
Board of Education	585,644	337,438	543,728	502,689	439,485
Administration	2,397,235	2,367,983	2,357,983	2,295,127	2,274,608
Fiscal	873,283	1,106,852	965,920	982,071	944,581
Business	415,861	479,569	456,991	485,105	450,040
Operation and Maintenance of Plant	3,023,997	2,948,024	3,228,836	3,310,293	3,525,969
Pupil Transportation	2,030,773	1,665,516	2,256,616	2,189,730	2,100,816
Central	918,231	1,124,218	1,317,613	742,267	1,013,722
Non-instructional	1,500,237	1,488,316	1,584,575	1,492,319	1,489,470
Extracurricular Activities	1,215,381	1,217,815	968,684	956,455	976,735
Capital Outlay	15,314,306	16,076,522	3,304,901	397,220	832,691
Debt Service:					
Principal	2,440,000	2,230,000	2,060,000	1,450,000	1,390,000
Interest	2,013,447	2,036,195	2,092,818	645,190	593,478
<i>Total Expenditures</i>	<u>56,514,386</u>	<u>56,711,128</u>	<u>44,031,588</u>	<u>37,938,987</u>	<u>39,195,964</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(10,136,671)</u>	<u>(14,660,434)</u>	<u>(2,067,470)</u>	<u>(950,875)</u>	<u>4,985,506</u>
Other Financing Sources/(Uses)					
Operating Transfers In	331,600	233,540	243,024	240,000	396,000
General Obligation Bonds Issued	3,325,175	0	30,319,567	0	0
Proceed from Sale of Bonds	0	0	0	5,650,000	0
Proceeds from Sale of Fixed Assets	0	0	0	0	0
Inception of Capital Lease	157,750	172,087	267,639		124,373
Other Financing Sources	0	0	0	0	0
Operating Transfers Out	(331,600)	(233,540)	(243,024)	(240,000)	(396,000)
Refund of Prior Year Expenditures/Receipts	0	0	0	0	0
Refunding of Bonds	(3,265,762)	0	0	0	0
	217,163	172,087	30,587,206	5,650,000	124,373
<i>Net Changes in Fund Balances</i>	<u>(\$9,919,508)</u>	<u>(\$14,488,347)</u>	<u>\$28,519,736</u>	<u>\$4,699,125</u>	<u>\$5,109,879</u>
Debt Services as a percentage of Noncapital expenditures	11.80%	10.04%	9.95%	5.62%	5.25%
Source: District Financial Statements					

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$28,225,851	\$30,467,859	\$27,807,938	\$25,307,928	\$27,589,977
7,042,005	6,083,421	5,597,211	6,093,461	6,142,734
749,468	722,948	332,199	140,974	125,949
2,936,352	2,793,748	3,015,130	3,369,859	3,161,659
<u>1,180,397</u>	<u>1,425,357</u>	<u>988,963</u>	<u>1,003,425</u>	<u>931,549</u>
<u>\$40,134,073</u>	<u>\$41,493,333</u>	<u>\$37,741,441</u>	<u>\$35,915,647</u>	<u>\$37,951,868</u>
\$18,409,343	\$17,132,962	\$16,731,136	\$17,300,556	\$18,098,823
2,597,084	2,610,057	2,623,983	3,074,384	2,858,960
930,332	959,487	940,566	788,195	941,951
346,279	451,140	338,636	369,854	401,284
2,334,626	2,340,665	2,367,189	2,291,300	2,487,798
870,664	853,796	808,530	769,006	754,590
475,683	499,306	485,869	479,302	668,183
3,638,095	3,697,130	3,482,866	3,415,354	3,538,967
1,927,821	1,958,588	1,785,440	1,821,183	1,871,614
1,107,131	1,397,285	1,239,852	1,077,752	983,114
885,503	937,992	765,582	694,863	633,396
968,945	922,936	850,200	911,114	918,184
622,003	508,859	297,650	400,279	4,900,809
1,094,984	1,859,998	2,050,000	2,014,960	2,293,959
<u>970,500</u>	<u>1,009,662</u>	<u>814,303</u>	<u>878,965</u>	<u>939,886</u>
<u>37,178,993</u>	<u>37,139,863</u>	<u>35,581,802</u>	<u>36,287,067</u>	<u>42,291,518</u>
<u>2,955,080</u>	<u>4,353,470</u>	<u>2,159,639</u>	<u>(371,420)</u>	<u>(4,339,650)</u>
350,000	315,000	283,214	205,500	270,709
0	0	0	0	0
6,244,997	0	0	0	0
0	18,622	11,325	41,632	7,850
0	413,152	203,684	268,329	583,198
474,279	0	0	0	0
(350,000)	(315,000)	(283,214)	(205,500)	(270,709)
0	0	0	0	(10,536)
<u>(6,602,665)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
116,611	431,774	215,009	309,961	580,512
<u>\$3,071,691</u>	<u>\$4,785,244</u>	<u>\$2,374,648</u>	<u>(\$61,459)</u>	<u>(\$3,759,138)</u>
5.74%	7.83%	8.12%	8.06%	8.65%

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

Collection Year	Real Estate		Public Utility Tangible Personal		Total Real/Personal Property		Direct Property Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
2013	\$ 701,730,150	\$ 2,004,943,286	\$ 10,998,710	\$ 12,498,534	\$ 712,728,860	\$ 2,017,441,820	86.40
2012	699,199,670	1,997,713,343	10,143,050	11,526,193	709,342,720	2,009,239,536	86.40
2011	709,770,470	2,027,915,629	9,915,590	11,267,715	719,686,060	2,039,183,344	86.40
2010	713,176,220	2,037,646,343	9,694,520	11,016,500	722,870,740	2,048,662,843	83.90
2009	734,787,970	2,099,394,200	24,347,999	243,873,264	759,135,969	2,343,267,464	83.90
2008	737,297,970	2,106,565,629	38,242,896	245,831,783	775,540,866	2,352,397,412	82.30
2007	732,702,280	2,093,435,086	53,770,556	233,376,196	786,472,836	2,326,811,282	82.30
2006	679,670,070	1,941,914,486	64,658,652	237,250,537	744,328,722	2,179,165,023	83.50
2005	672,204,090	1,920,583,114	67,271,738	245,073,166	739,475,828	2,165,656,280	77.60
2004	670,403,030	1,915,437,229	74,355,817	274,614,423	744,758,847	2,190,051,652	77.50

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

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

Personal Property phased out ended collection year 2009.

Source: Cuyhaoga County Budget Commission

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

Tax Year/ Collection Year	Direct	Overlapping		Total Levy	Debt Service Included in Total Levy		
	School	County	City		School	County	Total
	Levy	Levy	Levy				
2012/2013	\$ 86.40	\$ 20.80	\$ 4.00	\$ 111.20	\$ 4.40	\$ 1.02	\$ 5.42
2011/2012	86.40	20.80	4.00	111.20	4.40	1.02	5.42
2010/2011	86.40	20.90	4.00	111.30	4.40	1.14	5.54
2009/2010	83.90	20.60	4.00	108.50	1.90	0.82	2.72
2008/2009	83.90	20.60	4.00	108.50	1.90	1.01	2.91
2007/2008	82.30	20.20	4.00	106.50	1.90	1.01	2.91
2006/2007	82.30	20.20	4.00	106.50	1.90	1.01	2.91
2005/2006	83.50	20.30	4.00	107.80	3.10	0.98	4.08
2004/2005	77.60	20.30	4.00	101.90	3.10	0.88	3.98
2003/2004	77.50	19.40	4.00	100.90	3.00	0.91	3.91

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

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

Tax Year/ Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collected As a Percent of Current Levy
2011/2012	\$32,715,403	\$12,492,683	\$45,208,086	\$29,975,093	91.62%	\$826,730	\$30,801,823	94.2%
2010/2011	31,523,485	10,226,335	41,749,820	28,121,306	89.21%	599,534	28,720,840	91.1%
2009/2010	31,523,485	10,226,335	41,749,820	28,121,306	89.21%	599,534	28,720,840	91.1%
2008/2009	31,001,148	7,953,004	38,954,152	28,262,113	91.16%	704,361	28,966,474	93.4%
2007/2008	30,850,329	6,565,654	37,415,983	28,112,109	91.12%	1,064,838	29,176,947	94.6%
2006/2007	32,310,572	5,386,849	37,697,421	30,024,676	92.93%	1,017,048	31,041,724	96.1%
2005/2006	33,716,047	3,971,944	37,687,991	31,294,524	92.82%	811,612	32,106,136	95.2%
2004/2005	30,003,789	2,909,970	32,913,759	27,975,506	93.24%	680,095	28,655,601	95.5%
2003/2004	29,929,660	2,286,883	32,216,543	27,572,370	92.12%	651,122	28,223,492	94.3%
2002/2003	29,672,081	1,589,673	31,261,754	28,269,881	95.27%	696,650	28,966,531	97.6%

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

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

Beachwood City School District
Principal Property Taxpayers
Real Estate Tax
December 31, 2012 and December 31, 2003

December 31, 2012			
Name of Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation (1)
Beachwood Place Limited	Mall	\$65,324,350	17.76%
Cleveland Clinic	Health Care	48,072,380	13.07%
Hamptons Apartment	Apartments	12,308,420	3.35%
Village Green of Beachwood	Condominiums	11,358,550	3.09%
Devlopers Diversified Realty	Realty	10,327,630	2.81%
Beachwood Place Limited	Retail	9,635,860	2.62%
Four Seasons Apartments	Apartments	8,715,040	2.37%
Commerce Park	Office Buildings	8,661,850	2.36%
Gotham King Fee Owner, LLC	Unknown	6,317,690	1.72%
Signature Square	Office buildings	6,193,580	1.68%
		<u>\$186,915,350</u>	<u>50.82%</u>
Total Commercial Valuation		<u>\$367,797,030</u>	

December 31, 2003			
Name of Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation (1)
Beachwood Place Limited	Retail	\$44,489,830	12.59%
Bracebridge	Retail	31,490,670	8.91%
Cleveland Clinic	Apartments	13,373,470	3.79%
Hamptons Apartment	Apartments	10,846,510	3.07%
Doublewood Corp	Hotel	10,770,100	3.05%
Village Greens	Condominiums	10,733,980	3.04%
Beachwood Place	Retail	9,285,860	2.63%
Dilliards	Retail	7,418,220	2.10%
Embassy Equity Development	Development	6,475,630	1.83%
HCRI Beachwood, Inc.	Retail	6,421,910	1.82%
		<u>\$151,306,180</u>	<u>42.83%</u>
Total Commercial Valuation		<u>\$353,236,790</u>	

Source: Cuyahoga County Auditor

Beachwood City School District
Principal Property Taxpayers
Public Utility Tax
December 31, 2012 and December 31, 2004*

		December 31, 2012	
Name of Taxpayer	Nature of Business	Assessed Valuation	% of Total Tangible Personal Property Valuation
Cleveland Electric Illuminating	Electric Utility	\$7,356,920	66.89%
East Ohio Gas	Gas	697,130	6.34%
Total		<u>\$8,054,050</u>	<u>73.23%</u>
Total Public Utility Valuation		<u>\$10,998,710</u>	

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

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

Beachwood City School District

All Outstanding Debt

Last Ten Years

<u>Year</u>	<u>Gross General Bonded Debt</u>	<u>Notes Outstanding</u>	<u>Leases</u>	<u>Total</u>	<u>Total Debt/Capita*</u>	<u>(1) Debt Outstanding % Of Personal Income</u>
2013	\$37,567,973	\$3,995,000	\$103,847	\$41,666,820	\$3,486	7.3%
2012	39,812,758	4,550,000	202,643	44,565,401	3,728	7.8%
2011	40,724,998	5,105,000	178,426	46,008,424	3,849	8.0%
2010	11,479,998	6,410,000	41,053	17,931,051	1,471	8.2%
2009	12,209,998	1,480,000	81,096	13,771,094	1,130	2.3%
2008	12,914,998	2,165,000	137,520	15,217,518	1,249	2.5%
2007	13,359,984	2,815,000	334,124	16,509,108	1,355	3.1%
2006	14,599,982	3,435,000	216,448	18,251,430	1,498	2.7%
2005	16,060,022	4,025,000	388,021	20,473,043	1,680	3.0%
2004	17,509,982	4,620,000	468,228	22,598,210	1,854	3.3%

* Population 11,953 per US census, 2010-2013, 12,186 2004-2009

(1) Information on Personal Income can be found on S-20.

Source: Beachwood City Schools

Beachwood City School District
 Computation of Direct and Overlapping Debt
 General Obligation
 As of December 31, 2012

<u>Jurisdiction</u>	<u>General Obligation Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
<i>Direct Debt:</i>			
Beachwood City School District	\$37,671,820	100.00%	\$37,671,820
<i>Overlapping Debt:</i>			
Cuyahoga County	341,075,645	2.58%	8,791,225
Regional Transit Authority	129,495,000	2.58%	3,337,734
City of Beachwood	27,216,000	99.51%	27,082,642
City of Pepper Pike	<u>7,662,408</u>	0.49%	<u>37,546</u>
Total Overlapping Debt	<u>505,449,053</u>		<u>39,249,147</u>
Total Debt	<u><u>\$543,120,873</u></u>		<u><u>\$76,920,967</u></u>

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

(1) Percentages were determined by dividing the assessed valuation of the political subdivision by the total assessed valuation, which includes all overlapping valuation. The valuations used were for the 2012 collection year.

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

<u>Year</u>	<u>Gross General Bonded Debt</u>	<u>Less Bond Retirement Fund</u>	<u>Net General Bonded Debt</u>	<u>Assessed Value</u>	<u>Population (1)</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net General Bonded Debt Per Capita</u>
2013	\$37,567,973	\$2,620,960	\$34,947,013	\$712,728,860	11,953	4.90%	\$2,924
2012	39,812,758	2,571,283	37,241,475	709,342,720	11,953	5.25%	3,116
2011	40,724,998	2,218,606	38,506,392	719,686,060	11,953	5.35%	3,221
2010	11,479,998	1,884,167	9,595,831	722,870,740	12,186	1.33%	787
2009	12,209,998	2,052,047	10,157,951	759,135,969	12,186	1.34%	834
2008	12,914,998	1,626,431	11,288,567	775,540,866	12,186	1.46%	926
2007	13,359,984	1,554,189	11,805,795	786,472,836	12,186	1.50%	969
2006	14,599,982	1,738,191	12,861,791	744,328,722	12,186	1.73%	1,055
2005	16,060,022	1,710,750	14,349,272	739,475,828	12,186	1.94%	1,178
2004	17,509,982	1,638,443	15,871,539	755,137,685	12,186	2.10%	1,302

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

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

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Assessed Valuation	<u>\$712,728,860</u>	<u>\$709,342,720</u>	<u>\$719,686,060</u>	<u>\$722,870,740</u>
Bonded Debt Limit - 9% of Assessed Value (1)	\$64,145,597	\$63,840,845	\$64,771,745	\$65,058,367
Amount of Debt Applicable to Debt Limit:				
Bonded Debt	37,567,973	39,049,998	40,724,998	11,479,998
Less Bond Retirement Fund	2,620,960	2,571,283	2,218,606	1,884,167
Net General Bonded Debt	34,947,013	36,478,715	38,506,392	9,595,831
Voted Debt Margin	<u>\$26,577,624</u>	<u>\$24,790,847</u>	<u>\$24,046,747</u>	<u>\$53,578,369</u>
Ratio of Legal Debt Margin to Assessed Values	4.90%	5.14%	5.35%	1.33%
Bonded Debt Limit - .1% of Assessed Value (1)	\$712,729	\$709,343	\$719,686	\$722,871
Unvoted Debt Margin	<u>\$712,729</u>	<u>\$709,343</u>	<u>\$719,686</u>	<u>\$722,871</u>

(continued)

Source: Cuyahoga County Auditor

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

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
<u><u>\$759,135,969</u></u>	<u><u>\$775,540,866</u></u>	<u><u>\$786,472,836</u></u>	<u><u>\$744,328,722</u></u>	<u><u>\$739,475,828</u></u>	<u><u>\$755,137,685</u></u>
\$68,322,237	\$69,798,678	\$70,782,555	\$66,989,585	\$66,552,825	\$67,962,392
12,209,998	12,914,998	13,359,984	14,599,982	16,060,022	17,509,982
2,052,047	1,626,431	1,554,189	1,738,191	1,710,750	1,638,443
10,157,951	11,288,567	11,805,795	12,861,791	14,349,272	15,871,539
<u><u>\$56,112,239</u></u>	<u><u>\$56,883,680</u></u>	<u><u>\$57,422,571</u></u>	<u><u>\$52,389,603</u></u>	<u><u>\$50,492,803</u></u>	<u><u>\$50,452,410</u></u>
1.34%	1.46%	1.50%	1.73%	1.94%	2.10%
\$759,136	\$775,541	\$786,473	\$744,329	\$739,476	\$755,138
<u><u>\$759,136</u></u>	<u><u>\$775,541</u></u>	<u><u>\$786,473</u></u>	<u><u>\$744,329</u></u>	<u><u>\$739,476</u></u>	<u><u>\$755,138</u></u>

Beachwood City School District
Demographic and Economic Statistics
Last Ten Years

Year (1)	Population (2)	Average Federal Adjusted Gross Income (3)	Median Ohio Adjusted Gross Income (3)	Total Personal Income (4)	Per Capita Personal Income (5)	Debt as a % of Personal Income (6)	Cuyahoga County Unemployment Rate (7)
2011	11,953	\$118,809	\$52,448	\$573,863,530	\$48,010	6.5%	8.0%
2010	11,953	112,354	50,612	573,863,530	48,010	8.3	8.6
2009	12,186	101,351	55,654	493,642,674	40,509	8.2	9.2
2008	12,186	114,266	53,899	493,642,674	40,509	2.3	7.1
2007	12,186	136,606	51,742	493,642,674	40,509	2.5	6.1
2006	12,186	122,152	48,933	493,642,674	40,509	3.1	5.5
2005	12,186	129,930	45,753	493,642,674	40,509	2.7	6.1
2004	12,186	106,109	46,338	493,642,674	40,509	3.0	6.2
2003	12,186	100,111	43,738	493,642,674	40,509	3.3	6.2
2002	12,186	94,108	41,737	493,642,674	40,509	3.5	6.6

Source:

(1) 2011 latest Information available

(2) Federal Census

(3) Ohio Department of Taxation

(4) Per capita personal income multiplied by population

(5) U.S. Census

(6) Gross bonded debt divided by total personal income

(7) Ohio Labor market website

Beachwood City School District
Principal Employers
December 31, 2012 and December 31, 2005*

Employer	Number of Employees	Percentage of Total
Cleveland Clinic Foundation	1,355	5.43%
Menorah Park Center	1,010	4.05
Nordstrom	747	2.99
Maxim Helathcare Services	664	2.66
Beachwood Board of Education	577 **	2.31
Montefiore Home	543	2.18
Developers Diversified	521	2.09
City of Beachwood	482	1.93
Tremco	250	1.00
Aleris Ohio Management	239	0.96
Total	<u>6,388</u>	<u>25.61%</u>
Total employment within the School District	<u>24,943</u>	

** Includes seasonal, substitutes and casual labor

December 31, 2005*

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

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

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

	2013	2012	2011	2010	2009	2008***	2007	2006
Fairmount Elementary School								
Constructed in 1998								
Total Building Square Footage	26,987	26,987	26,987	26,987	26,987	26,987	26,987	26,987
* Enrollment Grades PreK	79	74	67	70	84	76	84	96
Student Capacity	220	220	220	220	220	220	220	220
Regular Instruction Classrooms	8	8	8	8	8	8	8	8
Regular Instruction Teachers	2.88	2	2	3	3	3	7	7
Special Instruction Classrooms	2	2	3	3	3	3	3	3
Special Instruction Teachers	1	1	1	1.68	1.75	1.75	3	2.5
% of students who receive free/reduced lunch	0	0	0	0.00**	0.00**	0.00**	0.00**	6.32%
* Includes special ed Pre k and preschool students								
** Lunch not served at Fairmount								
Bryden Elementary School								
Constructed in 1958								
Additions in 1991 and 2002								
Total Building Square Footage	50,289	50,289	50,289	50,289	50,289	50,289	50,289	50,289
Enrollment Grades K -2	260	276	303	307	274	248	288	278
Student Capacity	510	510	510	510	510	510	510	510
Regular Instruction Classrooms	13	13	13	13	13	13	13	13
Regular Instruction Teachers	18.4	17.4	16.9	18	19	18	13	13
Special Instruction Classrooms	3	3	3	3	3	3	3	3
Special Instruction Teachers	4	4.2	4.2	5.00	4.38	6.53	3	3
% of students who receive free/reduced lunch	7.30%	13.76%	12.21%	11.31%	11.31%	8.20%	7.12%	6.86%
Hilltop Elementary School								
Constructed in 1957								
Addition in 2002								
Total Building Square Footage	51,200	51,200	51,200	51,200	51,200	51,200	51,200	51,200
Enrollment Grades 3-5	361	321	294	284	312	295	289	302
Student Capacity	731	731	731	731	731	731	731	731
Regular Instruction Classrooms	16	16	16	16	16	16	16	16
Regular Instruction Teachers	19.98	17.3	16.38	20.56	25	20	14	16
Special Instruction Classrooms	3	3	3	3	3	3	3	3
Special Instruction Teachers	7	6.2	8.8	9.4	6.42	8	4	4
% of students who receive free/reduced lunch	12.74%	11.21%	9.52%	10.09%	10.09%	6.31%	7.17%	6.99%
Beachwood Middle School								
Constructed in 2003								
Total Building Square Footage	98,000	98,000	98,000	98,000	98,000	98,000	98,000	98,000
Enrollment Grades 6 - 8	318	358	336	320	288	317	271	253
Student Capacity	560	560	560	560	560	560	560	560
Regular Instruction Classrooms	27	27	27	27	27	27	27	27
Regular Instruction Teachers	21.4	21.58	21.58	21.2	22	22	18	18
Special Instruction Classrooms	3	3	3	3	3	3	3	3
Special Instruction Teachers	5	5.8	7	6	4.7	7	2	2
% of students who receive free/reduced lunch	12.26%	11.45%	14.88%	10.73%	10.73%	6.01%	4.93%	4.94%
Beachwood High School								
Constructed in 1958								
Additions in 2002 and 2003								
Total Building Square Footage	208,509	208,509	208,509	208,509	208,509	208,509	208,509	208,509
Enrollment Grades 9 - 12	627	650	692	667	669	669	644	647
Student Capacity	1180	1180	1180	1,180	1,180	1,180	1,180	1,180
Regular Instruction Classrooms	40	40	40	40	40	40	40	40
Regular Instruction Teachers	42.73	41.185	42.7	40	45	45	46	45
Special Instruction Classrooms	6	6	6	6	6	6	6	6
Special Instruction Teachers	7	8	8	8	8	9.5	7	7
% of students who receive free/reduced lunch	11.64%	10%	8.67%	5.30%	5.30%	3.08%	3.72%	4.93%

(1) Information not available prior to 2006

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

Beachwood City School District

Per Pupil Cost

Last Ten Fiscal Years

<u>Year</u>	<u>General Fund Expenditures (1)</u>	<u>Average Daily Membership (2)</u>	<u>Per Pupil Cost</u>	<u>Percentage Change</u>
2013	\$31,275,641	1,497	\$20,892	2.49%
2012	31,312,965	1,536	20,384	1.42%
2011	31,194,471	1,552	20,100	-0.29%
2010	30,722,067	1,524	20,159	-4.54%
2009	31,487,746	1,491	21,119	4.89%
2008	29,678,446	1,474	20,135	6.26%
2007	28,743,982	1,517	18,948	6.18%
2006	27,071,093	1,517	17,845	0.13%
2005	27,462,681	1,541	17,821	-3.76%
2004	28,498,892	1,539	18,518	1.90%

Source: School District Financial Records

(1) Excludes other financing uses

(2) Excludes preschool enrollment

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

Fiscal Year	Beachwood Attendance Rate	State Average	Beachwood 4 year Graduation Rate	State Average
2013	> 95%	94.2%	* 95.7%	81.3%
2012	96.3	93.0	92.6	90.0
2011	96.2	93.0	100.0	90.0
2010	95.9	94.3	97.1	83.0
2009	95.6	94.3	98.5	84.6
2008	95.7	94.2	97.7	86.9
2007	95.0	94.1	97.1	86.1
2006	96.1	94.1	99.3	86.2
2005	96.2	94.3	97.9	85.9
2004	96.5	94.5	97.3	84.3

Source: Ohio Department of Education Local Report Cards

* Graduation rates have new calculation rate in 2012

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

Function/Program	2013	2012	2011	2010	2009	2008	2007	2006	2005
Regular Instruction									
Preschool Classroom Teachers	2.88	2.42	2.00	2.00	3.00	3.00	3.00	3.00	3.00
Preschool Aides	4.60	3.61	3.36	2.32	3.43	3.92	2.53	2.46	3.13
Preschool After Care Instructor	-	-	-	-	-	0.00	0.80	0.80	0.80
Elementary Classroom Teachers	32.47	30.47	31.47	29.00	30.47	28.47	33.47	34.07	37.47
Instructional Assistants	-	-	-	-	-	1.80	2.07	3.26	3.56
Art/Music/PE/Technology K-12	17.18	18.16	18.16	18.66	19.66	19.67	18.38	18.38	20.90
HS/MS Classroom Teachers	47.63	46.64	46.70	49.07	47.10	48.05	43.10	42.00	44.90
Special Instruction									
Preschool Special Ed.	1.00	1.00	1.00	1.68	1.75	1.75	1.75	1.67	1.67
ESL	1.00	1.00	1.00	1.00	1.00	1.00	0.60	0.60	0.60
Language Delayed/Cognitive Disabiliti	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Multi-Disabilities	1.00	2.00	2.00	2.00	2.00	2.00	3.45	3.20	2.33
Deaf/Hard of Hearing	4.00	4.50	5.00	5.00	5.00	5.00	5.00	4.00	5.00
Intervention Specialists	13.00	14.00	14.00	14.00	14.00	13.50	13.50	11.40	14.40
Special Ed Assistants	34.97	36.74	33.15	34.05	35.00	36.80	33.40	31.50	33.50
Gifted Education Teachers	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	5.00
Vocational Instruction									
High School Classroom Teachers	6.00	6.50	7.50	7.00	7.00	5.25	5.00	5.00	5.00
Pupil Support Services									
Guidance Counselors	6.00	6.00	6.00	6.00	6.00	7.00	5.80	5.80	6.00
Librarians	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Library Media Assistants	3.00	3.00	3.00	3.00	2.50	3.00	3.00	2.50	3.50
Psychologists	3.00	3.00	3.00	2.50	3.00	3.00	3.00	3.00	3.50
Audiologist and Speech & Lang Pathol	4.60	4.60	4.60	4.60	5.20	5.20	5.20	5.20	5.80
Nurses	2.00	2.00	2.00	2.10	2.10	2.10	2.42	2.30	2.14
Educational Interpreters	8.50	9.36	10.00	10.00	10.00	10.34	11.60	12.00	17.00
Occupational Therapist	1.00	1.00	1.00	1.00	1.00	0.00	0.80	0.80	0.80
Tutors	3.41	4.53	2.58	2.32	5.80	3.71	3.11	4.61	1.58
Administrators/Supervisors									
Central Office	6.00	3.00	4.00	4.00	4.00	4.00	4.50	4.00	4.00
Elementary	2.00	2.00	2.00	2.00	2.00	2.00	3.50	3.00	4.00
MiddleSchool/High School	4.00	4.00	4.00	3.50	5.00	5.00	4.00	4.00	3.00
Supervisors	3.00	5.00	4.00	5.00	5.00	6.00	7.00	7.00	9.00
Community Education Coordinator	-	0.00	0.00	0.63	0.63	0.63	0.63	0.63	0.63
Administrative Support									
Administrative/Office Assistants	15.00	15.00	16.00	16.53	16.50	17.00	18.38	18.38	15.00
Operation of Plant									
Cleaners	10.40	11.00	11.00	11.00	11.00	11.00	10.75	10.75	12.00
Custodians	9.00	9.89	9.00	9.00	9.00	10.00	10.00	10.00	11.00
Maintenance/Grounds	4.00	3.00	3.00	4.00	5.00	5.00	5.00	5.00	6.00
Pupil Transportation									
Bus Drivers	18.87	14.93	18.15	18.15	20.26	21.71	23.14	21.62	24.07
Mechanics	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Treasurer's Office Staff									
Technology	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.50	1.00
Food Service Program									
High School Cooks	-	-	-	-	-	3.00	3.00	3.00	3.00
Food Service Worker	-	-	-	-	-	6.48	5.66	5.26	5.71
Lunch Aides	-	-	-	-	-	0.00	0.00	0.00	18.00
Totals	<u>288.51</u>	<u>286.95</u>	<u>287.27</u>	<u>289.71</u>	<u>302.00</u>	<u>314.98</u>	<u>315.14</u>	<u>308.29</u>	<u>350.99</u>

(1) Information not available prior to 2005

Source: District records

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

Degree	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Bachelor's Degree	14	13	13	12	12	12	16	11	11	11
Bachelor+ 12	3	7	3	3	2	9	5	6	8	10
Bachelor + 24	7	7	8	6	9	11	11	17	15	17
Bachelor + 30	2	2	2	2	2	2	3	4	4	5
Master's Degree	43	40	40	50	48	48	84	79	79	84
Master + 12	24	25	29	25	28	31	15	14	14	15
Master + 24	19	25	22	20	18	19	9	10	10	5
Master + 36	25	21	20	21	23	24	10	9	9	9
Master + 60	<u>23</u>	<u>20</u>	<u>23</u>	<u>19</u>	<u>20</u>	<u>19</u>	<u>14</u>	<u>12</u>	<u>12</u>	<u>17</u>
Total	<u><u>160</u></u>	<u><u>160</u></u>	<u><u>160</u></u>	<u><u>158</u></u>	<u><u>162</u></u>	<u><u>175</u></u>	<u><u>167</u></u>	<u><u>162</u></u>	<u><u>162</u></u>	<u><u>173</u></u>

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

Beachwood City School District
 Enrollment Statistics
 Last Ten Fiscal Years

Fiscal Year	Elementary Schools	Middle School/ High School	Total
2013*	638	946	1,584
2012*	616	1,008	1,624
2011*	621	1,028	1,649
2010*	617	987	1,604
2009*	614	957	1,571
2008*	559	986	1,545
2007	661	915	1,576
2006	676	900	1,576
2005	725	880	1,605
2004	687	909	1,596

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

Source: Beachwood City Schools EMIS records

Beachwood City School District
 ACT Composite Scores
 Last Ten School Years

School Year	Number of Test Takers	Number of Seniors	Beachwood Composite	Ohio Composite	National Composite
2013	106	121	26.3	21.8	20.9
2012	122	138	25.3	21.8	21.1
2011	131	160	26.0	21.8	21.0
2010	113	139	26.1	21.8	20.9
2009	187	126	25.4	21.7	21.1
2008	226	131	25.0	21.7	21.1
2007	200	115	24.3	21.6	21.2
2006	197	116	23.6	21.5	21.1
2005	197	97	24.5	21.4	20.9
2004	198	101	25.4	21.4	20.9

Source: High School Guidance Department
 Beachwood City School District

Beachwood City School District
 SAT Composite Scores
 Last Ten School Years

<u>School Year</u>	<u>Number of Senior Test Takers</u>	<u>Beachwood Reading/Verbal</u>	<u>Ohio Reading/Verbal</u>	<u>National Reading/Verbal</u>	<u>Beachwood Math</u>	<u>Ohio Math</u>	<u>National Math</u>	<u>Beachwood Writing</u>	<u>Ohio Writing</u>	<u>National Writing</u>
2013	38	653	548	496	653	556	514	621	536	488
2012	60	602	593	496	631	552	514	594	525	488
2011	67	563	539	497	568	545	514	553	522	489
2010	64	616	538	501	625	548	516	594	522	492
2009	70	573	537	501	606	546	515	584	523	493
2008	68	619	534	502	635	544	515	629	521	494
2007	70	587	536	502	603	542	515	583	522	494
2006	76	557	535	503	573	544	518	573	521	497
2005	96	575	539	508	604	543	520	n/a	n/a	n/a
2004	99	587	538	508	577	542	518	n/a	n/a	n/a

Source: High School Guidance Department
 Beachwood City School District

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

Fiscal Year	Beachwood Average	State Average
2012*	10.9	n/a
2011	11.9	n/a
2010	11.4	n/a
2009	13.4	n/a
2008	13.4	18.6
2007	14.3	19.6
2006	14.1	18.6
2005	12.3	18.5
2004	12.3	18.5
2003	10.0	16.5

Source: Ohio Department of Education, Local Report Card 2001-2008
2009-2012 Source Cupp Report
* Latest information available



Dave Yost • Auditor of State

BEACHWOOD CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
OCTOBER 22, 2013**