



Dave Yost • Auditor of State

**MENTOR EXEMPTED VILLAGE SCHOOL DISTRICT
LAKE COUNTY**

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**MENTOR EXEMPTED VILLAGE SCHOOL DISTRICT
LAKE COUNTY**

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

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>					
<i>Passed Through Ohio Department of Education:</i>					
Nutrition Cluster:					
School Breakfast Program	10.553	\$143,260	\$0	\$143,260	\$0
National School Lunch Program	10.555	794,190	81,858	794,190	81,858
Total Nutrition Cluster		937,450	0	937,450	0
Total U.S. Department of Agriculture		937,450	81,858	937,450	81,858
<u>U.S. DEPARTMENT OF EDUCATION</u>					
<i>Passed Through Ohio Department of Education:</i>					
Special Education Cluster					
Special Education: Grants to States	84.027	1,672,457	0	1,680,371	0
Special Education: Preschool Grants	84.173	61,258	0	52,464	0
Total Special Education Cluster		1,733,715	0	1,732,835	0
Title I Grants to Local Educational Agencies	84.010	795,864	0	809,683	0
Race to the Top	84.395	86,860	0	95,127	0
Career and Technical Education - Basic Grants to States	84.048	319,452	0	325,856	0
English Language Acquisition Grants	84.365	33,671	0	34,135	0
Improving Teacher Quality State Grants	84.367	189,836	0	197,961	0
Education JOBS	84.410	64,486	0	138,140	0
Total U.S. Department of Education		3,223,884	0	3,333,737	0
Total Federal Awards Receipts and Expenditures		\$4,161,334	\$81,858	\$4,271,187	\$81,858

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

**MENTOR EXEMPTED VILLAGE SCHOOL DISTRICT
LAKE COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2013**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the Mentor Exempted Village School District (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 DONATIONS

The District reports commodities consumed on the Schedule at the fair value. The District allocated donated food commodities to the respective programs 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*

Mentor Exempted Village School District
Lake County
6451 Center Street
Mentor, Ohio 44060

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, business-type activities, the major fund, and the aggregate remaining fund information of Mentor Exempted Village School District, Lake 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 December 16, 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

December 16, 2013



Dave Yost • Auditor of State

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

Mentor Exempted Village School District
Lake County
6451 Center Street
Mentor, Ohio 44060

To the Board of Education:

Report on Compliance for Each Major Federal Program

We have audited the Mentor Exempted Village 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 each of the Mentor Exempted Village School District's major federal programs for the year ended June 30, 2013. The *Summary of Audit Results* in the accompanying schedule of findings identifies the District's major federal programs.

Management's Responsibility

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

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 programs. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the Mentor Exempted Village School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs 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 Federal Awards Receipts and Expenditures Schedule

We have also audited the financial statements of the governmental activities, business-type activities, the major fund and the aggregate remaining fund information of Mentor Exempted Village 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 December 16, 2013. We conducted our audit to opine on the District's basic financial statements. The accompanying federal awards receipts and expenditures schedule 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

December 16, 2013

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**MENTOR EXEMPTED VILLAGE SCHOOL DISTRICT
LAKE 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):	CFDA#84.027/84.173: Special Education Cluster; CFDA# 84.048: Career and Technical Education
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURE

Mentor Exempted Village School District
Lake County
6451 Center Street
Mentor, Ohio 44060

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 Mentor Exempted Village 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 October 19, 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
Columbus, Ohio

December 16, 2013

Lausche Building, 615 Superior Ave., NW, Twelfth Floor, Cleveland, Ohio 44113-1801
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COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2013



The Cornerstone of the Community

Mentor Exempted Village School District
Mentor, Ohio

Mentor Exempted Village School District
Mentor, Ohio

**Comprehensive
Annual Financial Report**
for the fiscal year ended June 30, 2013

Prepared by the Chief Financial Officer's Office
Daniel L. Wilson, Chief Financial Officer



Introductory Section



Mentor Exempted Village School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2013
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Pictured here: Mentor High School career technical education students use a sophisticated computer for CAD Engineering class.

Administration Building

Matthew J. Miller
Superintendent

Daniel L. Wilson
Chief Financial Officer

Board of Education

William J. Shaw, President
Andrew J. Sparacia, Vice President
Mary L. Bryner, Member
Alan J. Mihok, Member
Thomas V. Tuttle, Member

December 16, 2013

Board of Education and Residents of Mentor Exempted Village School District:

It is our privilege to present to you the Comprehensive Annual Financial Report (CAFR) of the Mentor Exempted Village School District (“School District”) for the fiscal year ended June 30, 2013. This CAFR enables the School District to comply with the Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires school districts reporting on a GAAP basis to file an unaudited annual report with the Auditor of State within 150 days of fiscal year end.

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

The Ohio Auditor of State’s office has issued an unmodified opinion on the Mentor Exempted Village School District’s financial statements for the fiscal year ended June 30, 2013. The Independent Auditor’s Report is located at the front of the financial section of this report.

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

Profile of School District

The Mentor Exempted Village School District is the twenty-fifth largest of the 612 school districts in the State of Ohio and the second largest of nine school districts in Lake County. The School District provided education to 7,869 students in grades kindergarten through twelve during the 2012-2013 school year. Additionally, the School District provides preschool and after school services to a number of students. The Mentor Exempted Village School District is located in northeastern Ohio, approximately 25 miles east of downtown Cleveland and covers over 35 square miles.

The Mentor Exempted Village School District serves the cities of Mentor and Mentor-on-the-Lake, and portions of the Village of Kirtland Hills, Chardon Township and Concord Township. The School District operates one high school, three middle schools, nine elementary schools and the Dr. Jacqueline A. Hoynes School, home of the Cardinal Autism Resource and Education School (C.A.R.E.S.).

The students enrolled in the Mentor Exempted School District attended classes in the following School District owned buildings during 2012-2013 :

- Mentor High School, constructed in 1965 with additions and renovations in 1993 and 2008, provides instruction for students in grades nine through twelve.
- Memorial Middle School, constructed in 1922 with additions and renovations in 1930 and 1990, provides instruction for students in grades six through eight.
- Ridge Middle School, constructed in 1963, provides instruction for students in grades six through eight.
- Shore Middle School, constructed in 1949 with additions and renovations in 1972, provides instruction for students in grades six through eight.
- Bellflower Elementary School, constructed in 1973, provides instruction for students in grades kindergarten through five.
- Brentmoor Elementary School, constructed in 1954 with additions and renovations in 1966 and 2011, provides instruction for students in grades pre-kindergarten through five.
- Fairfax Elementary School, constructed in 1967, provides instruction for students in grades pre-kindergarten through five.
- Garfield Elementary School, constructed in 1938 with additions and renovations in 1965, provides instruction for students in grades kindergarten through five.
- Dr. Jacqueline A. Hoynes School (formerly Headlands Elementary School), constructed in 1954 with additions and renovations in 1964 and 2011 for autistic students in grades kindergarten through twelve.
- Hopkins Elementary School, constructed in 1960 with additions and renovations in 1989, provides instruction for students in grades kindergarten through five.
- Lake Elementary School, constructed in 1969, provides instruction for students in grades kindergarten through five.
- Orchard Hollow Elementary School, constructed in 1969 with additions and renovations in 1973, provides instruction for students in grades kindergarten through five.
- Dave R. Rice Elementary School, constructed in 1958 with additions and renovations in 1963, provides instruction for students in grades kindergarten through five.
- Sterling Morton Elementary School, constructed in 1961 with additions and renovations in 1964, provides instruction for students in grades kindergarten through five.

Kindergarten The School District operates all day, every day kindergarten programs in all nine elementary school buildings. These programs are designed to prepare children for school, to develop social skills and to promote the foundation for future learning.

Elementary The elementary school program provides students with exposure to reading, language arts, mathematics, science, social studies, health, music, art and physical education. Basic skill development is the key, and problem solving has been a focus in mathematics instruction. Science is hands-on in the School District's nine elementary schools, and manipulatives are used extensively in the math classes. Currently, the elementary schools service students in kindergarten through grade five. Three of these schools also receive reading intervention services through Title I staff members.

Middle School Serving students in grades six through eight, the three middle schools offer an extension and continuation of the skill building work done at the elementary level by stressing student achievement in the core academic subjects of English, mathematics, science and social studies. Exploratory reading, languages and technology are required courses depending upon a student's grade level. Electives are offered in music and art. Our middle schools also continue to offer a full extracurricular program of sports, clubs and service groups. Students excel in all areas and benefit from a well-rounded preparation that allows them to be successful at the high school and beyond.

High School The School District has one comprehensive high school serving 2,670 students in grades nine through twelve. It is accredited by the North Central Association of Colleges and Schools and by the Ohio Board of Education. Students select from a wide array of courses and electives from basic academic core subjects to advanced placement coursework, which offer the student the opportunity to do college level work. The Career Technical Program also offers the opportunity for students to pursue career objectives while in high school including the opportunity to earn college credit through the completion of college courses. Mentor High School continues to offer a full extracurricular program of sports, clubs and service groups. Students excel in all areas and benefit from a well-rounded preparation that allows them to be successful in whatever career path they choose.

High School Athletics Mentor High School competes in the Northeast Ohio Conference. The high school qualifies for the highly competitive Division I classification. Fall, winter and spring varsity sports are available for students, including football, soccer, volleyball, track, cross country, basketball, baseball, softball, wrestling, tennis, golf, swimming, lacrosse and hockey. There are also ninth grade, junior varsity and middle school athletic programs offered. Cheerleading is offered at each level.

Transportation The transportation system of the Mentor Exempted Village School District exceeds the State's minimum standards and allows kindergarten through twelfth grade students to ride. The School District maintains a fleet of buses for this purpose and has additional vehicles to transport physically challenged students. A computer program assigns students to the appropriate bus route. Parents and students are informed by mail of appropriate bus number, time and location of street pick-up to school and drop-off for the return trip home. Annually, the Ohio Department of Education measures transportation efficiency. The School District was recognized as providing the most efficient transportation services in Lake County during the 2012-2013 school year.

Certified Staff The average experience of the certificated staff is 16.3 years and 83.5 percent of the teaching staff have at least a master's degree. Textbook authors, doctorates, nationally known speakers and recognized experts in specific fields of study are among the School District's teachers and administrators. A blend of experienced staff along with new teachers offers students of the Mentor Exempted Village School District one of the strongest faculties in the area.

Economic Condition and Outlook

The City of Mentor and the surrounding areas have a strong and stable economic base. In the last two decades, homes have been constructed to accommodate the large number of families moving into Mentor out of the more heavily populated Cleveland area. The current economic climate has continued to significantly reduce the construction of new homes. The residential resale market has remained strong.

With major employers including the Steris Corporation, Lincoln Electric Corporation, PCC Airfoil, Avery Dennison and LakeHealth, the area continues to be stable. These major employers continue to remain stable during the current economic climate.

The involvement of local businesses and community groups in partnership with Mentor Exempted Village School District enhances the relationship between free enterprise and government entities.

Fortunately, the current economic downturn has not severely impacted the local economic base and our major employers' involvement with the School District. City officials remain optimistic regarding future economic growth.

Long-Term Financial Planning

The theme of the 2012-2013 fiscal year was "Pursuing Excellence in an Era of Declining Revenues". The fiscal management of the School District has been integrated into the School District's Strategic Plan. In addition, the Board of Education, Superintendent and Chief Financial Officer remain committed to managing long-term plans that include:

- District Strategic Plan
- Enrollment Projections
- Five Year Budget Plan
- Capital Repair Plan
- Technology Plan

The diligence of the School District in managing long-term plans has become evident in that the current forecasted future budgets indicate that the 2004 emergency levy, originally planned to support four fiscal years of spending, has been extended for an eleventh year. This is especially noteworthy in that the State average life of a new levy is three years. In May 2013, the community renewed for an additional ten years, an 8.84 mill operating levy that will continue to provide \$15,015,997 annually through calendar year 2024. The 2012-2013 year over year general fund expense increase was 0.9 percent. The net year over year general fund expense increase has not exceeded one percent for four consecutive years.

Relevant Financial Policies

Statutorily, the School District operates under the standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide education services prescribed by State and/or Federal agencies. The Board of Education is made up of five members elected at large, for overlapping four-year terms. The Board of Education elects its President and Vice President annually, and appoints two officials: the Superintendent, who serves as the Chief Executive Officer, and the Treasurer, who serves as the Chief Financial Officer.

Internal Accounting and Budgetary Control The School District's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. Reports for governmental fund operations are presented on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Reports of the School District's proprietary fund operations are presented on the accrual basis whereby revenues are recognized when earned and expenses when incurred.

In developing the School District's accounting system much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

At the beginning of each fiscal year, the Board of Education adopts a temporary appropriation measure for that fiscal year. By statute, permanent appropriations must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates. The School District is required to adopt the permanent appropriations in September by Board Policy.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. Board of Education policy establishes the general fund level of control at the first two levels of function and the first level of object. All other funds are controlled at the fund level. The Treasurer has been given the authority to allocate Board appropriations to the function and object levels within each fund. All purchase order requests must be approved by the site administrator, a central office administrator, and certified by the Chief Financial Officer, necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured. Each administrator and school principal is furnished monthly reports showing the status of the budget accounts for which they are responsible. In addition, an online inquiry system is available at each cost center site. As an additional safeguard, all employees are covered by a blanket bond and certain individuals in policy-making roles are covered by a separate, higher limit bond.

Major Initiatives

The School District's Blended Learning Project was spearheaded during the 2012-2013 year at Ridge Middle School. The goal of the project is to make intentional instructional shifts, utilizing new technology to make learning more efficient, effective and engaging. The innovative project began in 2012, when a seventh grade traditional math classroom was transformed into a 21st century blended learning classroom. The physical classroom space was redesigned and furnished with flexible student furniture. Seventh grade math students received 1:1 I-Pad devices and the curriculum was revamped to include digital content. The rotational model of blended learning was adopted, which provides students with small group, teacher-directed instruction, collaboration time with peer and personalized online instruction. The success of the pilot led to the expansion which included all seventh grade students and teachers at Ridge Middle School. Seventh grade teachers received laptops and participated in extensive professional development in the Spring of 2013. The School District plans to extend this innovative project to include all eighth grade students in our three middle schools next year.

The Board of Education also agreed to a new two year collective bargaining agreement with the Mentor Teacher Association and the Mentor Classified Employees.

Major Academic Achievements

The Ohio Department of Education awarded the Mentor Public Schools an "Excellent with Distinction" rating for achieving 25 out of 26 indicators for the 2012-2013 school year. This is the ninth time in the last ten years Mentor Schools has earned at least the "Excellent" rating.

Awards and Acknowledgements

Awards

GFOA Certificate of Achievement The Government Finance Officers Association in the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Mentor Exempted Village School District for its comprehensive annual financial report for the fiscal year ended June 30, 2012. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

The publication of this CAFR represents an important achievement in the ability of the School District to provide significantly enhanced financial information and accountability to the taxpayers of the Mentor Exempted Village School District, its elected officials, management, staff and investors. This report is a continuation of the efforts of the Treasurer's Office to improve overall financial accounting, management and reporting capabilities.

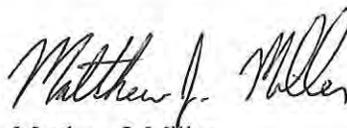
The accomplishment of this report would not have been made possible without the assistance, support and efforts of the Treasurer's Office employees, particularly the Assistant Treasurer, various administrators, employees of the School District, and the Local Government Services Section of Auditor of State Dave Yost's Office. Assistance from the County Auditor's office staff and outside agencies made possible the fair presentation of statistical data.

Sincere appreciation is extended to the Board of Education, where the commitment to improved financial management and reporting begins.

Respectfully submitted,



Daniel L. Wilson
Chief Financial Officer



Matthew J. Miller,
Superintendent

Mentor Exempted Village School District

Principal Officials

June 30, 2013

Board of Education

Mr. William J. Shaw President
Mr. Andrew J. Sparacia Vice-President
Mr. Thomas V. Tuttle President
Mrs. Mary L. Bryner Member
Mr. Alan J. Mihok Member

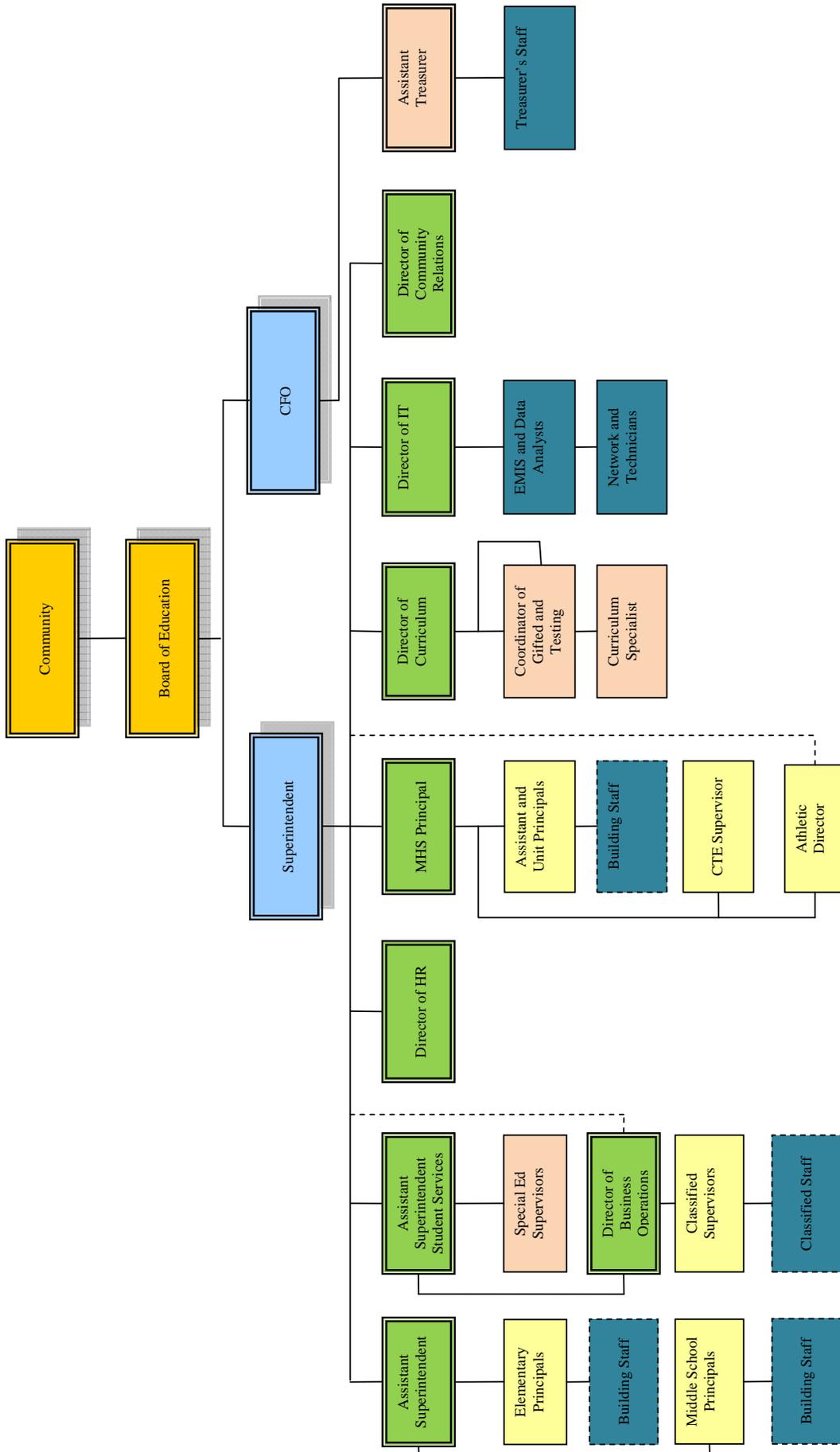
Superintendent

Matthew J. Miller

Chief Financial Officer

Mr. Daniel L. Wilson

Mentor Exempted Village School District Organizational Chart





Government Finance Officers Association

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

Presented to

**Mentor Exempted
Village School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO



Pictured here: Fifth graders from Sterling Morton Elementary use iPads to enrich their field trip to the Cleveland Museum of Art. Students used the virtual map to find their way around various galleries. The CMA’s world renowned application allows users to gain immediate access to more in depth information about the work of art they are viewing.

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Mentor Exempted Village School District
Lake County
6451 Center Street
Mentor, Ohio 44060

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the major fund, and the aggregate remaining fund information of Mentor Exempted Village School District, Lake 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, the business-type activities, each major fund, and the aggregate remaining fund information of Mentor Exempted Village School District, Lake County, Ohio, as of June 30, 2013, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General fund 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 statements and 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 December 16, 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 style with a large, looping "D" and "Y".

Dave Yost
Auditor of State
Columbus, Ohio

December 16, 2013



Pictured Here: Several classrooms at Ridge Middle School were remodeled with mobile furniture so classrooms can be reconfigured quickly into small groups or for large group instruction in a matter of seconds as part of the blended learning model.

Mentor Exempted Village School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

The discussion and analysis of the Mentor Exempted Village School District's (the "School District") financial performance provides an overview 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, basic financial statements and the notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2013 are as follows:

- ❖ Fiscal year 2013 general revenue increased when compared to the prior fiscal year by \$3,344,973 or 3.68 percent.
- ❖ For the fourth consecutive year, net year over year general fund expenditure increases were one percent or lower.
- ❖ In total, net position of governmental activities increased \$2,424,272, which represents a 3.15 percent increase from 2012.
- ❖ Total general revenues accounted for \$94,312,902 in revenue or 88.39 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions and capital grants and contributions accounted for \$12,382,750 or 11.61 percent of total revenues of \$106,695,652.
- ❖ The School District had \$102,710,250 in expenses related to governmental activities. Of these expenses, only \$10,823,757 was offset by program specific charges for services, operating and capital grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$94,312,902 were able to provide for these programs resulting in an increase of net position of governmental activities from \$76,907,484 to \$79,331,756.
- ❖ The School District's major governmental fund was the general fund. The general fund had \$93,948,041 in revenues and \$96,913,931 in expenditures. The general fund fund balance decreased \$3,355,260 from \$52,225,774 to \$48,870,514.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Mentor Exempted Village School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While these statements contain information about 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 2013?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all non-fiduciary assets and liabilities using the accrual basis of accounting, similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net 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 current 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 the Statement of Activities, the School District is divided into two distinct kinds of activities:

Governmental Activities - Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, operation of food services and extracurricular activities.

Business-Type Activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The School District's business-type activity is the Cardinal Autism Resource and Education School.

Reporting the School District's Most Significant Funds

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

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

Mentor Exempted Village School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

Proprietary Funds The School District maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The School District's enterprise fund accounts for the tuition and fees for the Cardinal Autism Resource and Education School. Internal service funds are an accounting device used to accumulate and allocate costs internally among the School District's various functions. The School District's internal service funds account for medical, prescription drug, dental self-insurance and workers' compensation.

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

The School District as a Whole

Recall that the statement of net 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
Net Position

	Governmental Activities		Business-Type Activity		Total	
	2013	2012	2013	2012	2013	2012
Assets						
Current and Other Assets	\$134,140,006	\$133,726,458	(\$412,711)	(\$822,778)	\$133,727,295	\$132,903,680
Capital Assets, Net	20,758,504	20,089,382	736,293	776,333	21,494,797	20,865,715
Total Assets	154,898,510	153,815,840	323,582	(46,445)	155,222,092	153,769,395
Liabilities						
Current Liabilities	15,507,778	15,342,292	128,302	104,277	15,636,080	15,446,569
Long-Term Liabilities						
Due Within One Year	1,511,491	2,968,420	0	0	1,511,491	2,968,420
Due In More Than One Year	5,498,028	6,080,402	0	0	5,498,028	6,080,402
Total Liabilities	22,517,297	24,391,114	128,302	104,277	22,645,599	24,495,391
Deferred Inflows of Resources	53,049,457	52,517,242	0	0	53,049,457	52,517,242
Net Position						
Net Investment in Capital Assets	18,844,497	18,690,375	736,293	776,333	19,580,790	19,466,708
Restricted for:						
Capital Projects	1,303,234	0	0	0	1,303,234	0
Debt Service	309,186	399,601	0	0	309,186	399,601
Other Purposes	905,617	837,355	0	0	905,617	837,355
Unrestricted (Deficit)	57,969,222	56,980,153	(541,013)	(927,055)	57,428,209	56,053,098
Total Net Position (Deficit)	\$79,331,756	\$76,907,484	\$195,280	(\$150,722)	\$79,527,036	\$76,756,762

Overall, net position increased by \$2,770,274 during fiscal year 2013. In order to further understand what makes up the changes in net position for the current year, the following table gives further details regarding the results of activities for the current year. Table 2 shows total revenues, expenses and changes in net position for fiscal year 2013 and 2012.

Mentor Exempted Village School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Table 2

	Governmental Activities		Business-Type Activity		Total	
	2013	2012	2013	2012	2013	2012
Program Revenues						
Charges for Services and Sales	\$4,799,917	\$4,987,274	\$1,558,993	\$712,052	\$6,358,910	\$5,699,326
Operating Grants, Interest and Contributions	5,850,694	7,091,085	0	0	5,850,694	7,091,085
Capital Grants and Contributions	173,146	223,455	0	0	173,146	223,455
<i>Total Program Revenues</i>	<u>10,823,757</u>	<u>12,301,814</u>	<u>1,558,993</u>	<u>712,052</u>	<u>12,382,750</u>	<u>13,013,866</u>
General Revenues						
Property Taxes	62,429,516	56,955,689	0	0	62,429,516	56,955,689
Grants and Entitlements	29,779,970	31,352,133	0	0	29,779,970	31,352,133
Payment in Lieu of Taxes	810,267	2,019,534	0	0	810,267	2,019,534
Investment Earnings	240,583	305,946	0	0	240,583	305,946
Unrestricted Contributions and Donations	46,175	58,625	0	0	46,175	58,625
Miscellaneous	1,006,391	276,002	0	0	1,006,391	276,002
<i>Total General Revenues</i>	<u>94,312,902</u>	<u>90,967,929</u>	<u>0</u>	<u>0</u>	<u>94,312,902</u>	<u>90,967,929</u>
<i>Total Revenues</i>	<u>105,136,659</u>	<u>103,269,743</u>	<u>1,558,993</u>	<u>712,052</u>	<u>106,695,652</u>	<u>103,981,795</u>
Program Expenses						
Instruction:						
Regular	42,766,318	42,323,557	0	0	42,766,318	42,323,557
Special	12,437,218	12,866,538	0	0	12,437,218	12,866,538
Vocational	1,831,655	1,777,229	0	0	1,831,655	1,777,229
Student Intervention	100,553	24,699	0	0	100,553	24,699
Support Services						
Pupils	6,381,842	6,823,981	0	0	6,381,842	6,823,981
Instructional Staff	6,665,047	6,845,936	0	0	6,665,047	6,845,936
Board of Education	527,619	532,055	0	0	527,619	532,055
Administration	5,524,560	5,640,548	0	0	5,524,560	5,640,548
Fiscal	2,385,986	2,401,316	0	0	2,385,986	2,401,316
Business	559,614	580,681	0	0	559,614	580,681
Operation and Maintenance of Plant	8,779,394	6,103,554	0	0	8,779,394	6,103,554
Pupil Transportation	6,626,148	6,274,223	0	0	6,626,148	6,274,223
Central	2,025,556	1,956,913	0	0	2,025,556	1,956,913
Operation of Non-Instructional Services	1,631,958	1,508,012	0	0	1,631,958	1,508,012
Operation of Food Service	2,461,146	2,666,083	0	0	2,461,146	2,666,083
Extracurricular Activities	1,953,991	1,989,896	0	0	1,953,991	1,989,896
Interest and Fiscal Charges	51,645	115,597	0	0	51,645	115,597
Cardinal Autism Resource and Education School	0	0	1,215,128	866,875	1,215,128	866,875
<i>Total Program Expenses</i>	<u>102,710,250</u>	<u>100,430,818</u>	<u>1,215,128</u>	<u>866,875</u>	<u>103,925,378</u>	<u>101,297,693</u>
<i>Increase (Decrease) in Net Position before Transfers</i>	2,426,409	2,838,925	343,865	(154,823)	2,770,274	2,684,102
Transfers	(2,137)	(52,456)	2,137	52,456	0	0
<i>Change in Net Position</i>	2,424,272	2,786,469	346,002	(102,367)	2,770,274	2,684,102
Net Position (Deficit) Beginning of Year	76,907,484	74,121,015	(150,722)	(48,355)	76,756,762	74,072,660
Net Position (Deficit) End of Year	<u>\$79,331,756</u>	<u>\$76,907,484</u>	<u>\$195,280</u>	<u>(\$150,722)</u>	<u>\$79,527,036</u>	<u>\$76,756,762</u>

Governmental Activities

The School District's governmental activities net position increased by \$2,424,272. Program revenues of \$10,823,757 and general revenues of \$94,312,902 were sufficient to offset total governmental expenses of \$102,710,250. An increase in net position is mainly due to prudent spending resulting in a 2.6 percent increase in expenses from fiscal year 2012 to fiscal year 2013.

The primary source of revenue for governmental activities is derived from property taxes. This revenue source represents 59.4 percent of total governmental revenue.

Mentor Exempted Village School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2013

Unaudited

Instruction and support services comprise 55.63 and 38.43 percent, respectively, of governmental program expenses. Interest expense was less than one percent. Interest expense was attributable to the outstanding bonds and notes for various projects. Overall, governmental program expenses increased \$2,279,432, mainly due to an increase in operation and maintenance of plant as a result of higher utility expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for 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.

Table 3
Total and Net Cost of Program Services
Governmental Activities

	2013		2012	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction:				
Regular	\$42,766,318	(\$41,132,849)	\$42,323,557	(\$40,675,315)
Special	12,437,218	(10,432,318)	12,866,538	(9,305,795)
Vocational	1,831,655	(1,642,678)	1,777,229	(1,587,827)
Student Intervention	100,553	(100,553)	24,699	(24,047)
Support Services:				
Pupils	6,381,842	(5,419,093)	6,823,981	(5,561,970)
Instructional Staff	6,665,047	(6,438,019)	6,845,936	(6,545,575)
Board of Education	527,619	(527,619)	532,055	(532,055)
Administration	5,524,560	(5,046,795)	5,640,548	(5,605,569)
Fiscal	2,385,986	(2,385,614)	2,401,316	(2,401,316)
Business	559,614	(559,614)	580,681	(580,681)
Operation and Maintenance of Plant	8,779,394	(8,581,528)	6,103,554	(5,873,796)
Pupil Transportation	6,626,148	(6,578,116)	6,274,223	(6,273,093)
Central	2,025,556	(1,919,584)	1,956,913	(1,858,238)
Operation of Non-Instructional Services	1,631,958	(78,230)	1,508,012	(111,042)
Operation of Food Service	2,461,146	101,196	2,666,083	449,921
Extracurricular Activities	1,953,991	(1,093,434)	1,989,896	(1,527,009)
Interest and Fiscal Charges	51,645	(51,645)	115,597	(115,597)
Total	<u>\$102,710,250</u>	<u>(\$91,886,493)</u>	<u>\$100,430,818</u>	<u>(\$88,129,004)</u>

The dependence upon tax revenues during fiscal year 2013 for governmental activities is apparent, as 89.46 percent of 2013 governmental activities are supported through taxes and other general revenues. The School District's taxpayers, as a whole, are by far the primary support for the School District's students.

Business-Type Activities

During fiscal year 2013, the School District operated a business-type activity for the Cardinal Autism Resource and Education School (C.A.R.E.S.). The School District advanced money to this fund from the general fund for the renovation and furnishing of the Dr. Jacqueline A. Hoynes (formerly Headlands Elementary School), as well as other start-up capital purchases. The C.A.R.E.S. fund returned two thirds of the original advance. The major revenue source for this fund is tuition and fees.

Mentor Exempted Village School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

The School District's Funds

The School District's governmental funds (as presented on the balance sheet on page 18) reported a combined fund balance of \$50,633,174, which is less than last year's fund balance of \$53,529,366 by \$2,896,192.

General Fund

The general fund is the chief operating fund of the School District. At the end of the current fiscal year, total fund balance for the general fund was \$48,870,514, of which \$81,448 was nonspendable because of inventory, \$12,914,600 was assigned to instructional services and contracts, and \$35,874,466 was unassigned. The general fund balance decreased by \$3,355,260, mainly due to a reduction in State Ohio payments for the loss of tangible personal property tax revenue.

General Fund Budgeting Highlights

The School District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant fund to be budgeted is the main operating fund of the School District, the general fund. Board of Education policy establishes the general fund level of control at the first two levels of function and the first level of object. All other funds are controlled at the fund level.

The Lake County Budget Commission approved original and final estimated resources in the amount of \$91,602,681 and \$91,544,109, respectively, not including carryover balances. In an effort to control expenses and preserve carryover balances, the School District budgeted \$89,570,925 in revenues. Actual revenues for fiscal year 2013 exceeded the School District's budgeted revenues by 2.28 percent. This can be primarily attributed to higher than certified property tax collections and higher than budgeted intergovernmental revenue.

General fund original appropriations were \$104,236,248, which included carryover encumbrances. Final appropriations were \$104,251,248, which also included carryover encumbrances. The actual expenditures for fiscal year 2013 totaled \$98,780,208, which was \$5,471,040 less than the final budget appropriations. The difference between original and final appropriations and actual expenditures is due to prudent spending by the Superintendent in fiscal year 2013, which resulted in underspending the salaries and wages and fringe benefits budget lines.

Mentor Exempted Village School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Capital Assets and Debt Administration

Capital Assets

Table 4 shows fiscal 2013 balances compared to 2012:

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

	Governmental Activities		Business-Type Activities	
	2013	2012	2013	2012
Land	\$725,721	\$725,721	\$0	\$0
Construction in Progress	573,686	209,866	0	0
Land Improvements	1,682,605	1,528,533	0	0
Buildings and Improvements	13,855,504	13,801,785	703,719	738,896
Furniture and Fixtures	2,047,960	2,087,856	32,574	37,437
Vehicles	1,873,028	1,735,621	0	0
<i>Total Capital Assets</i>	<u>\$20,758,504</u>	<u>\$20,089,382</u>	<u>\$736,293</u>	<u>\$776,333</u>

Acquisitions for governmental activities totaled \$2,186,238 which included \$209,866 of outstanding projects completed during 2013, as well as \$573,686 of new projects started in 2013. Depreciation of governmental activities totaled \$1,285,284 for the year. Detailed information regarding capital asset activities is included in the notes to the financial statements (Note 10).

Debt

Table 5 summarizes the bonds outstanding.

Table 5
 Outstanding Long-term Debt at June 30
 Governmental Activities

	2013	2012
2001 School Improvements Bonds 2.20-4.15%	\$475,007	\$935,007
Energy Conservation Notes	386,667	464,000
Total	<u>\$861,674</u>	<u>\$1,399,007</u>

At June 30, 2013, the School District had \$861,674 in outstanding long-term debt, not including accrued compensated absences, claims payable and short-term debt of \$1,052,333. The School District paid \$460,000 in bonds outstanding and \$464,000 in long-term notes outstanding. Detailed information regarding short-term notes payables activity, long-term debt activity is included in the notes to the financial statements (Notes 12 and 13, respectively).

The debt limit of the School District as of June 30, 2013 was \$148,952,507. The amount of debt subject to the debt limit was \$1,155,965, leaving an overall debt margin of \$147,796,542.

Mentor Exempted Village School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

Current Financial Related Activities

The theme for the 2012-2013 budget was "Pursuing Excellence in an Era of Declining Revenue" Our plan for executing the theme was detailed in the September 11, 2012 annual appropriations document and noted that we were continuing to manage to our long term plans. We utilized the five year forecasting system, a five year staffing plan, the enrollment projections, the resources of the Citizens Financial Advisory Committee and the Citizen Audit Committee, and most importantly, our strategic plan. The 2012-2013 budget included two budget priorities. The first priority was to fund textbook and instructional materials purchases for adopted curriculum updates. The second priority was to refocus a portion of the traditional textbook and instructional materials budget to support the Ridge Middle School 7th grade blended learning project. Included in this refocus was installing a School District-wide remote access program that provides internet wireless connections in every classroom in the School District. The Board of Education's oversight of the fiscal management throughout the past year and the Superintendents' prudent management of staffing levels were major factors in the success we have achieved in managing the budget.

The Board of Education, the Superintendent and Chief Financial Officer continued to relentlessly pursue cost reductions without sacrificing the quality of the School District's educational programs. The following fiscal management strategies were utilized in the 2012-2013 budget:

- A significant underspending of the salaries and wages accounts;
- A significant underspending of the fringe benefits accounts;
- Lower than budget utility expenses;
- Negotiated new collective bargaining agreements with increased employee insurance contributions and modest base wage increases; and
- New two-year administrative compensation program with increased employee insurance contributions and modest base wage increases.

Overall the 2012-2013 original general fund budget was an increase of 6.1 percent over actual 2011-2012 expenses and 1.4 percent over the 2011-2012 budget. The budget was \$1,427,285 less than projected in the five year fiscal projections.

The success of basing the financial management on long term plans and diligently executing our budget theme of "Pursuing Excellence in an Era of Declining Revenues" has cushioned the impact of the nation's economy problems and protected our high quality educational programs. The last new local property tax levy was approved in August 2004. That new tax revenue was to fund the next four budgets. Currently, the Chief Financial Officer has projected that the 2004 levy will fund twelve budgets. The Board of Education and Superintendent's success in demonstrating fiscal prudence has allowed the School District to delay the original time frame for future revenue increases.

The 2012-2013 year end over prior year expense increase was 0.1 percent. Netting out the advance to the Cardinal Autism Resource and Education School program, the year over year expense increase has not exceeded one percent for four consecutive years.

Mentor Exempted Village School District

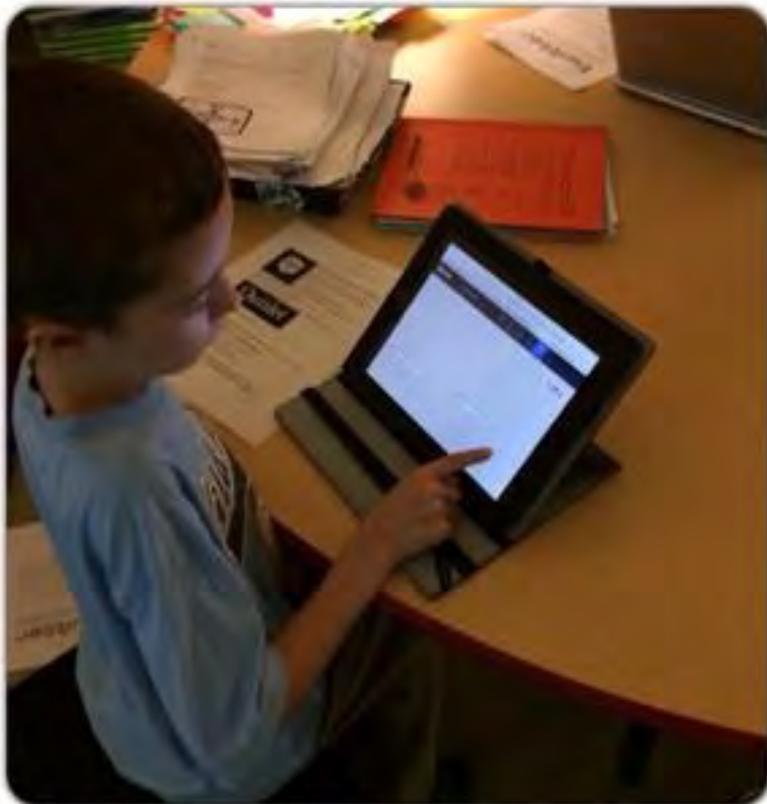
Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2013

Unaudited

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 financial information contact Mr. Daniel L. Wilson, Chief Financial Officer, Mentor Exempted Village School District, 6451 Center Street, Mentor, Ohio 44060, by calling (440) 974-5230 or by e-mail wilson@mentorschools.org.



Pictured here: Fourth grade students at Fairfax use a variety of devices to access a web-based program called Quizlet, which helps them study vocabulary words. This practice of small groups rotating through centers allows the teacher to provide more individualized attention to students during class time.

Mentor Exempted Village School District

Statement of Net Position

June 30, 2013

	Governmental Activities	Business-Type Activity	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$69,125,487	\$332,500	\$69,457,987
Accounts Receivable	65,064	0	65,064
Accrued Interest Receivable	70,769	0	70,769
Intergovernmental Receivable	559,402	1,607	561,009
Internal Balances	746,818	(746,818)	0
Inventory Held for Resale	37,145	0	37,145
Materials and Supplies Inventory	102,281	0	102,281
Property Taxes Receivable	62,443,964	0	62,443,964
Payment in Lieu of Taxes Receivable	989,076	0	989,076
Nondepreciable Capital Assets	1,299,407	0	1,299,407
Depreciable Capital Assets, Net	19,459,097	736,293	20,195,390
<i>Total Assets</i>	<u>154,898,510</u>	<u>323,582</u>	<u>155,222,092</u>
Liabilities			
Accounts Payable	1,193,646	1,450	1,195,096
Accrued Wages and Benefits	9,229,023	98,518	9,327,541
Intergovernmental Payable	1,956,236	28,334	1,984,570
Matured Compensated Absences Payable	523,156	0	523,156
Accrued Interest Payable	9,483	0	9,483
Notes Payable	1,052,333	0	1,052,333
Claims Payable	1,543,901	0	1,543,901
Long-Term Liabilities:			
Due Within One Year	1,511,491	0	1,511,491
Due In More Than One Year	5,498,028	0	5,498,028
<i>Total Liabilities</i>	<u>22,517,297</u>	<u>128,302</u>	<u>22,645,599</u>
Deferred Inflows of Resources			
Property Taxes	53,049,457	0	53,049,457
Net Position			
Net Investment in Capital Assets	18,844,497	736,293	19,580,790
Restricted for:			
Capital Projects	1,303,234	0	1,303,234
Debt Service	309,186	0	309,186
Food Service Operations	366,050	0	366,050
Other Grants	109,798	0	109,798
Athletics	99,901	0	99,901
Other Purposes	329,868	0	329,868
Unrestricted (Deficit)	57,969,222	(541,013)	57,428,209
<i>Total Net Position</i>	<u>\$79,331,756</u>	<u>\$195,280</u>	<u>\$79,527,036</u>

See accompanying notes to the basic financial statements

Mentor Exempted Village School District
Statement of Activities
For the Fiscal Year Ended June 30, 2013

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
Current:				
Instruction:				
Regular	\$42,766,318	\$1,551,715	\$81,754	\$0
Special	12,437,218	121,723	1,883,177	0
Vocational	1,831,655	6,179	182,798	0
Student Intervention	100,553	0	0	0
Support Services:				
Pupils	6,381,842	497,992	464,757	0
Instructional Staff	6,665,047	1,669	225,359	0
Board of Education	527,619	0	0	0
Administration	5,524,560	39,431	438,334	0
Fiscal	2,385,986	0	372	0
Business	559,614	0	0	0
Operation and Maintenance of Plant	8,779,394	19,690	5,030	173,146
Pupil Transportation	6,626,148	15,133	32,899	0
Central	2,025,556	74,775	31,197	0
Operation of Non-Instructional Services	1,631,958	2,659	1,551,069	0
Operation of Food Service	2,461,146	1,717,323	845,019	0
Extracurricular Activities	1,953,991	751,628	108,929	0
Interest and Fiscal Charges	51,645	0	0	0
<i>Total Governmental Activities</i>	102,710,250	4,799,917	5,850,694	173,146
Business-Type Activity				
Cardinal Autism Resource and Education School	1,215,128	1,558,993	0	0
<i>Total</i>	<u>\$103,925,378</u>	<u>\$6,358,910</u>	<u>\$5,850,694</u>	<u>\$173,146</u>

General Revenues

Property Taxes Levied for:

General Purposes

Debt Service

Capital Outlay

Grants and Entitlements not Restricted to Specific Programs

Payment in Lieu of Taxes

Investment Earnings

Unrestricted Contributions and Donations

Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position (Deficit) Beginning of Year

Net Position End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Position

<u>Governmental Activities</u>	<u>Businnes-Type Activity</u>	<u>Total</u>
(\$41,132,849)	\$0	(\$41,132,849)
(10,432,318)	0	(10,432,318)
(1,642,678)	0	(1,642,678)
(100,553)	0	(100,553)
(5,419,093)	0	(5,419,093)
(6,438,019)	0	(6,438,019)
(527,619)	0	(527,619)
(5,046,795)	0	(5,046,795)
(2,385,614)	0	(2,385,614)
(559,614)	0	(559,614)
(8,581,528)	0	(8,581,528)
(6,578,116)	0	(6,578,116)
(1,919,584)	0	(1,919,584)
(78,230)	0	(78,230)
101,196	0	101,196
(1,093,434)	0	(1,093,434)
(51,645)	0	(51,645)
(91,886,493)	0	(91,886,493)
<u>0</u>	<u>343,865</u>	<u>343,865</u>
(91,886,493)	343,865	(91,542,628)
61,192,737	0	61,192,737
35,877	0	35,877
1,200,902	0	1,200,902
29,779,970	0	29,779,970
810,267	0	810,267
240,583	0	240,583
46,175	0	46,175
1,006,391	0	1,006,391
94,312,902	0	94,312,902
(2,137)	2,137	0
<u>94,310,765</u>	<u>2,137</u>	<u>94,312,902</u>
2,424,272	346,002	2,770,274
<u>76,907,484</u>	<u>(150,722)</u>	<u>76,756,762</u>
<u>\$79,331,756</u>	<u>\$195,280</u>	<u>\$79,527,036</u>

Mentor Exempted Village School District

Balance Sheet

Governmental Funds

June 30, 2013

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$55,724,877	\$2,889,172	\$58,614,049
Accounts Receivable	65,064	0	65,064
Accrued Interest Receivable	59,586	11,183	70,769
Intergovernmental Receivable	158,719	400,683	559,402
Interfund Receivable	744,024	3,887	747,911
Inventory Held for Resale	0	37,145	37,145
Materials and Supplies Inventory	81,448	20,833	102,281
Property Taxes Receivable	61,323,453	1,120,511	62,443,964
Payment in Lieu of Taxes Receivable	989,076	0	989,076
<i>Total Assets</i>	<u>\$119,146,247</u>	<u>\$4,483,414</u>	<u>\$123,629,661</u>
Liabilities			
Accounts Payable	\$978,248	\$212,247	\$1,190,495
Accrued Wages and Benefits	8,938,901	290,122	9,229,023
Interfund Payable	439,660	23,441	463,101
Intergovernmental Payable	1,763,161	109,181	1,872,342
Matured Compensated Absences Payable	523,156	0	523,156
Accrued Interest Payable	0	2,094	2,094
Notes Payable	0	1,052,333	1,052,333
<i>Total Liabilities</i>	<u>12,643,126</u>	<u>1,689,418</u>	<u>14,332,544</u>
Deferred Inflows of Resources			
Unavailable Revenue	5,512,597	101,889	5,614,486
Property Taxes	52,120,010	929,447	53,049,457
<i>Total Deferred Inflows of Resources</i>	<u>57,632,607</u>	<u>1,031,336</u>	<u>58,663,943</u>
Fund Balances			
Nonspendable	81,448	20,833	102,281
Restricted	0	1,592,997	1,592,997
Committed	0	227,255	227,255
Assigned	12,914,600	0	12,914,600
Unassigned (Deficit)	35,874,466	(78,425)	35,796,041
<i>Total Fund Balances</i>	<u>48,870,514</u>	<u>1,762,660</u>	<u>50,633,174</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$119,146,247</u>	<u>\$4,483,414</u>	<u>\$123,629,661</u>

See accompanying notes to the basic financial statements

Mentor Exempted Village School District
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 June 30, 2013*

Total Governmental Fund Balances	\$50,633,174
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Amounts reported for governmental activities in the statement of net position are different because

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	20,758,504
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Other long-term assets are not available to pay for current-period expenditures and therefore are reported as unavailable revenue in the funds.

Delinquent Property Taxes	4,491,740
Intergovernmental	13,748
Payment in Lieu of Taxes	989,076
Tuition and Fees	681
Rentals	2,457
Charges for Services	2,394
Miscellaneous	<u>114,390</u>

Total	5,614,486
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The internal service funds are used by management to charge the costs of insurance and workers' compensation to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

Net Position	8,357,600
Claims Payable	<u>984,900</u>

Total	9,342,500
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In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(7,389)
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:

General Obligation Bonds	(475,007)
Energy Conservation Notes	(386,667)
Claims Payable	(984,900)
Compensated Absences	<u>(5,162,945)</u>

Total	<u>(7,009,519)</u>
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<i>Net Position of Governmental Activities</i>	<u><u>\$79,331,756</u></u>
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See accompanying notes to the basic financial statements

Mentor Exempted Village School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2013

	General	Other Governmental Funds	Total Governmental Funds
Revenues			
Property Taxes	\$59,932,454	\$1,246,912	\$61,179,366
Intergovernmental	29,718,037	5,823,506	35,541,543
Interest	230,273	9,153	239,426
Tuition and Fees	1,517,283	50,920	1,568,203
Extracurricular Activities	508,088	862,587	1,370,675
Contributions and Donations	46,175	254,627	300,802
Charges for Services	23,953	1,717,323	1,741,276
Rentals	48,392	66,957	115,349
Payment in Lieu of Taxes	989,076	0	989,076
Miscellaneous	934,310	4,109	938,419
<i>Total Revenues</i>	<u>93,948,041</u>	<u>10,036,094</u>	<u>103,984,135</u>
Expenditures			
Current:			
Instruction:			
Regular	44,809,152	166,235	44,975,387
Special	11,403,858	1,727,882	13,131,740
Vocational	1,853,286	148,472	2,001,758
Student Intervention	135,860	0	135,860
Support Services:			
Pupils	5,769,427	922,683	6,692,110
Instructional Staff	6,610,442	276,563	6,887,005
Board of Education	541,155	1,500	542,655
Administration	5,239,277	473,480	5,712,757
Fiscal	2,393,275	73,419	2,466,694
Business	574,700	0	574,700
Operation and Maintenance of Plant	7,715,492	910,383	8,625,875
Pupil Transportation	6,404,982	70,962	6,475,944
Central	1,925,524	34,515	1,960,039
Operation of Non-Instructional Services	60,570	1,593,476	1,654,046
Operation of Food Service	672	2,533,447	2,534,119
Extracurricular Activities	1,476,259	451,959	1,928,218
Debt Service:			
Principal Retirement	0	924,000	924,000
Interest and Fiscal Charges	0	54,327	54,327
<i>Total Expenditures</i>	<u>96,913,931</u>	<u>10,363,303</u>	<u>107,277,234</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(2,965,890)</u>	<u>(327,209)</u>	<u>(3,293,099)</u>
Other Financing Sources (Uses)			
Sale of Capital Assets	12,377	0	12,377
Energy Conservation Notes Issued	0	386,667	386,667
Transfers In	17,102	416,712	433,814
Transfers Out	(418,849)	(17,102)	(435,951)
<i>Total Other Financing Sources (Uses)</i>	<u>(389,370)</u>	<u>786,277</u>	<u>396,907</u>
<i>Net Change in Fund Balances</i>	(3,355,260)	459,068	(2,896,192)
<i>Fund Balances Beginning of Year</i>	<u>52,225,774</u>	<u>1,303,592</u>	<u>53,529,366</u>
<i>Fund Balances End of Year</i>	<u>\$48,870,514</u>	<u>\$1,762,660</u>	<u>\$50,633,174</u>

See accompanying notes to the basic financial statements

Mentor Exempted Village School District
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2013*

Net Change in Fund Balances - Total Governmental Funds (\$2,896,192)

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

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

Capital Outlay	1,976,372	
Depreciation	<u>(1,285,284)</u>	
 Total		 691,088

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (21,966)

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

Delinquent Property Taxes	1,250,150	
Intergovernmental	7,640	
Charges for Services	2,394	
Tuition and Fees	(437)	
Rentals	2,457	
Payment in Lieu of Taxes	(178,809)	
Miscellaneous	<u>66,351</u>	
 Total		 1,149,746

Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

General Obligation Bond Payable	460,000	
Energy Conservation Notes Payable	<u>464,000</u>	
 Total		 924,000

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

Accrued Interest		2,682
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Some expenses reported in the statement of activities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	379,122	
Early Retirement Incentives	<u>931,250</u>	
 Total		 1,310,372

The internal service funds used by management are not reported in the district-wide statements of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. 1,651,209

Other financing sources, such as proceeds from an Energy Conservation Note, in the governmental funds increase long-term liabilities in the statement of net position. (386,667)

Change in Net Position of Governmental Activities \$2,424,272

See accompanying notes to the basic financial statements

Mentor Exempted Village School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	\$64,291,117	\$59,399,865	\$60,155,946	\$756,081
Intergovernmental	24,875,469	29,285,275	29,718,037	432,762
Interest	230,919	271,600	274,155	2,555
Tuition and Fees	1,000,985	1,186,130	1,247,710	61,580
Extracurricular Activities	282,121	332,160	337,217	5,057
Contributions and Donations	9,801	10,000	1,343	(8,657)
Charges for Services	27,004	30,000	20,192	(9,808)
Rentals	43,162	50,000	46,082	(3,918)
Payment in Lieu of Taxes	619,079	619,079	989,076	369,997
Miscellaneous	223,024	360,000	923,091	563,091
<i>Total Revenues</i>	91,602,681	91,544,109	93,712,849	2,168,740
Expenditures				
Current:				
Instruction:				
Regular	47,541,333	46,840,774	44,886,375	1,954,399
Special	11,010,861	11,448,237	11,410,194	38,043
Vocational	2,307,127	2,271,417	2,102,377	169,040
Student Intervention	179,763	148,832	136,932	11,900
Support Services:				
Pupils	6,273,447	6,247,474	5,780,314	467,160
Instructional Staff	6,963,215	6,993,879	6,717,154	276,725
Board of Education	763,431	784,042	577,517	206,525
Administration	5,597,662	5,606,388	5,259,731	346,657
Fiscal	2,918,329	2,815,085	2,572,248	242,837
Business	643,629	643,629	580,321	63,308
Operation and Maintenance of Plant	9,325,597	9,179,343	8,184,673	994,670
Pupil Transportation	7,192,199	7,289,359	6,762,298	527,061
Central	1,982,847	2,400,911	2,301,874	99,037
Operation of Non-Instructional Services	68,525	68,525	57,757	10,768
Extracurricular Activities	1,468,283	1,513,353	1,450,443	62,910
<i>Total Expenditures</i>	104,236,248	104,251,248	98,780,208	5,471,040
<i>Excess of Revenues Under Expenditures</i>	(12,633,567)	(12,707,139)	(5,067,359)	7,639,780
Other Financing Sources (Uses)				
Sale of Capital Assets	4,163	6,000	12,377	6,377
Advances In	285,540	339,737	365,237	25,500
Advances Out	(370,487)	(370,487)	(150,000)	220,487
Transfers In	7,462	10,000	17,102	7,102
Transfers Out	(699,180)	(684,180)	(533,849)	150,331
<i>Total Other Financing Sources (Uses)</i>	(772,502)	(698,930)	(289,133)	409,797
<i>Net Change in Fund Balance</i>	(13,406,069)	(13,406,069)	(5,356,492)	8,049,577
<i>Fund Balance Beginning of Year</i>	54,107,803	54,107,803	54,107,803	0
Prior Year Encumbrances Appropriated	3,336,325	3,336,325	3,336,325	0
<i>Fund Balance End of Year</i>	\$44,038,059	\$44,038,059	\$52,087,636	\$8,049,577

See accompanying notes to the basic financial statements

Mentor Exempted Village School District

Statement of Fund Net Position

Proprietary Funds

June 30, 2013

	Business Type Activity - Cardinal Autism Resource and Education School Enterprise Fund	Governmental Activities - Internal Service Funds
Assets		
Equity in Pooled Cash and Cash Equivalents	\$332,500	\$10,511,438
Intergovernmental Receivable	1,607	0
Interfund Receivable	0	462,008
Capital Assets, Net	736,293	0
<i>Total Assets</i>	<u>1,070,400</u>	<u>10,973,446</u>
Liabilities		
<i>Current Liabilities:</i>		
Accounts Payable	1,450	3,151
Accrued Wages and Benefits	98,518	0
Interfund Payable	746,818	0
Intergovernmental Payable	28,334	83,894
Claims Payable	0	1,682,790
<i>Total Current Liabilities</i>	875,120	1,769,835
<i>Long-Term Liabilities (net of current portion):</i>		
Claims Payable	0	846,011
<i>Total Liabilities</i>	<u>875,120</u>	<u>2,615,846</u>
Net Position		
Net Investment in Capital Assets	736,293	0
Unrestricted (Deficit)	(541,013)	8,357,600
<i>Total Net Position</i>	<u>\$195,280</u>	<u>\$8,357,600</u>

See accompanying notes to the basic financial statements

Mentor Exempted Village School District
*Statement of Revenues,
Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2013*

	Business Type Activity - Cardinal Autism Resource and Education School Enterprise Fund	Governmental Activities - Internal Service Funds
Operating Revenues		
Charges for Services	\$0	\$16,069,483
Tuition and Fees	1,558,993	0
Miscellaneous	0	1,621
<i>Total Operating Revenues</i>	<u>1,558,993</u>	<u>16,071,104</u>
Operating Expenses		
Salaries and Wages	682,069	17,962
Fringe Benefits	347,807	7,782
Purchased Services	116,372	32,412
Materials and Supplies	28,517	0
Claims	0	14,322,074
Other	323	40,822
Depreciation	40,040	0
<i>Total Operating Expenses</i>	<u>1,215,128</u>	<u>14,421,052</u>
<i>Operating Income</i>	343,865	1,650,052
Non-Operating Income		
Interest	0	1,157
<i>Income Before Transfers</i>	343,865	1,651,209
Transfers In	2,137	0
<i>Change in Net Position</i>	346,002	1,651,209
<i>Net Position (Deficit) Beginning of Year</i>	<u>(150,722)</u>	<u>6,706,391</u>
<i>Net Position End of Year</i>	<u>\$195,280</u>	<u>\$8,357,600</u>

See accompanying notes to the basic financial statements

Mentor Exempted Village School District

Statement of Cash Flows

Proprietary Funds

For the Fiscal Year Ended June 30, 2013

	Business Type Activity - Cardinal Autism Resource and Education School Enterprise Fund	Governmental Activities - Internal Service Funds
Increase (Decrease) in Cash and Cash Equivalents		
Cash Flows from Operating Activities		
Cash Received from Tuition and Fees	\$1,558,993	\$0
Cash Received from Interfund Services Provided	0	16,070,181
Cash Received from Other	0	1,621
Cash Payments for Salaries	(682,069)	(17,962)
Cash Payments for Employee Benefits	(370,367)	(3,123)
Cash Payments for Goods and Services	(144,889)	(31,574)
Cash Payments for Claims	0	(14,594,114)
Cash Payments for Other	(323)	(40,822)
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>361,345</u>	<u>1,384,207</u>
Cash Flows from Noncapital Financing Activities		
Advances In	150,000	0
Advances Out	(364,737)	0
Transfers In	2,137	0
<i>Net Cash Used for Noncapital Financing Activities</i>	<u>(212,600)</u>	<u>0</u>
Cash Flows from Investing Activities		
Interest	0	1,157
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	148,745	1,385,364
<i>Cash and Cash Equivalents Beginning of Year</i>	183,755	9,126,074
<i>Cash and Cash Equivalents End of Year</i>	<u>\$332,500</u>	<u>\$10,511,438</u>
Reconciliation of Operating Income to Net Cash Provided (Used for) by Operating Activities		
Operating Income	\$343,865	\$1,650,052
Depreciation	40,040	0
<i>Adjustments:</i>		
(Increase)/Decrease in Assets:		
Intergovernmental Receivable	(812)	0
Interfund Receivable	0	698
Increase/(Decrease) in Liabilities:		
Accounts Payable	(3,336)	3,151
Accrued Wages and Benefits	25,332	0
Interfund Payable	7,081	0
Intergovernmental Payable	(50,825)	(126)
Claims Payable	0	(269,568)
<i>Total Adjustments</i>	<u>(22,560)</u>	<u>(265,845)</u>
<i>Net Cash Provided by Operating Activities</i>	<u>\$361,345</u>	<u>\$1,384,207</u>

See accompanying notes to the basic financial statements

Mentor Exempted Village School District

Statement of Fiduciary Assets and Liabilities

Agency Fund

June 30, 2013

Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$282,613</u>
Liabilities	
Due to Students	<u>\$282,613</u>

See accompanying notes to the basic financial statements

Mentor Exempted Village 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 Mentor Exempted Village School District (the School District) operates under a locally elected five member Board form of government and provides educational services as mandated by State and federal agencies. The Board of Education controls the School District's 14 public instructional facilities including one building housing the Cardinal Autism Resource and Education School (C.A.R.E.S.), one high school, three middle schools and nine elementary schools.

The School District is located east of Cleveland, Ohio and serves primarily residences of Lake County and a small section of Geauga County. The School District's population is drawn primarily from the cities of Mentor and Mentor-on-the-Lake while also serving sections of the Village of Kirtland Hills, Concord Township and Chardon Township. The School District is staffed by 387 classified employees, 563 certificated teaching personnel, and 51 administrators who provide services to 7,869 students and other community members.

Reporting Entity

A reporting entity is composed 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 the School District, this includes the agencies and departments that provide the following services: general operations, food service and student related activities of the School District.

Non-public Schools - Within the School District boundaries, there are various non-public schools. Current State legislature provides funding to these non-public schools. These monies are received and disbursed on behalf of the non-public school by the Chief Financial Officer of the School District, as directed by the non-public school. These transactions are reported in a special revenue fund and as a governmental activity of the School District.

Component units are legally separate organizations for which the School District is financially accountable. 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 and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the School District. The School District has no component units.

The School District participates in three jointly governed organizations and one related organization. These organizations are the Ohio Schools' Council Association, the Northeast Ohio Network for Educational Technology, the North Coast Council and the Mentor Public Library. These organizations are presented in Notes 19 and 20 to the basic financial statements.

Mentor Exempted Village 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 below.

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 funds is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type.

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

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

Fund Accounting

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

Governmental Funds Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

The difference between governmental fund assets and deferred outflows of resources and liabilities and deferred inflows of resources is reported as fund balance. The School District's only major fund is the general fund.

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

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

Proprietary Funds Proprietary funds reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Proprietary funds are classified as enterprise or internal service.

Enterprise Fund Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The School District's only enterprise fund accounts for tuition and fees for the Cardinal Autism Resource and Education School.

Internal Service Funds Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's internal service funds report on costs of workers' compensation and self insurance programs for employee medical, prescription drug and dental benefits.

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 support the School District's own programs. The School District does not have any trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's only agency fund accounts for student activities.

Measurement Focus

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

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Like the government-wide statements, all proprietary funds 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 fund net position. The statement of revenue, expenses and changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements and the statements presented for the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred 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. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year in 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 year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

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

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

property taxes, intergovernmental grants, payments in lieu of taxes, tuition and fees, rentals, charges for services, and miscellaneous revenue. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

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

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

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 set annual limits on expenditures plus encumbrances at a level of control selected by the Board. Board of Education policy establishes the general fund level of control at the first two levels of function and the first level of object. All other funds are controlled at the fund level. The Chief Financial Officer has been given the authority to allocate appropriations to the function and object levels within all funds but the general fund.

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

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

Cash and Cash Equivalents

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's records. 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 nonnegotiable certificates of deposits and commercial paper. Investments are reported at fair value which is based on quoted market prices. Nonnegotiable certificates of deposits are reported at cost.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2013 amounted to \$230,273, which includes \$37,258 assigned from other School District funds.

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 presented on the financial statements as cash equivalents.

Mentor Exempted Village School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Inventory

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

Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

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

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

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land Improvements	5 - 20 years	5 - 20 years
Buildings and Improvements	10 - 40 years	10 - 40 years
Furniture, Fixtures, and Equipment	5 - 15 years	5 - 15 years
Vehicles	5 - 10 years	n/a

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." Interfund balance amounts are eliminated in the statement of net position.

Compensated Absences

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

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

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 who are within five years of retiring.

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

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

Accrued Liabilities and Long-term Obligations

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

In general, governmental fund payables and accrued liabilities that once incurred, are paid in a timely manner and in full from current financial resources, and are reported as obligations of the funds. However, claims and judgments and compensated absences 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 fiscal year. Bonds are recognized as a liability on the fund financial statements when due.

Internal Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Transfers between governmental activities are eliminated on the government wide financial statements. Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

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

Net Position

Net Position represents the difference between all other elements in a statement of financial position. 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 its 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 athletic programs, food operations, and miscellaneous state and federal grant programs.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

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

Fund Balance

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

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.

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. These amounts are assigned by the School District Board of Education. In the general fund, assigned amounts represent intended uses established by policies of the School District Board of Education or a School District official delegated that authority by resolution by State statute. State statute authorizes the Chief Financial Officer to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

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.

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.

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 tuition and fees for the Cardinal Autism Resource and Education School and charges for services for self-insurance programs and workers' compensation. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. Any revenues and expenses not meeting the definitions of operating are reported as nonoperating.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Estimates

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

Note 3 – Change in Accounting Principle

For 2013, the School District has implemented Governmental Accounting Standard Board (GASB) Statement No. 60, “Accounting and Financial Reporting for Service Concession Arrangements,” Statement No. 61, “The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34, Statement No. 62, “Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989, FASB and AICPA Pronouncements,” Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position,” No. 65, “Items Previously Reported as Assets and Liabilities” and Statement No. 66, “Technical Corrections-2012-an amendment of GASB Statements No. 10 and No. 62”.

GASB Statement No. 60 improves financial reporting by addressing issues related to service concession arrangements, which are a type of public-private or public-public partnership. The implementation of this statement did not result in any change in the School District’s financial statements.

GASB Statement No. 61 modifies existing requirements for the assessment of potential component units in determining what should be included in the financial reporting entity, the display of component units presentation and certain disclosure requirements. These changes were incorporated in the School District’s 2013 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 62 incorporates into GASB’s authoritative literature certain FASB and AICPA pronouncements issued on or before November 30, 1989. The implementation of this statement did not result in any change in the School District’s financial statements.

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 2013 financial statements; however, there was no effect on beginning net position/fund balance.

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 2013 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 66 resolves conflicting accounting and financial reporting guidance that could diminish the consistency of financial reporting and thereby enhance the usefulness of the financial reports. The implementation of this statement did not result in any change in the School District’s financial statements.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 4 - 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 the resources in the government funds.

The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	Other Governmental Funds	Total
<i>Nonspendable</i>			
Inventory	\$81,448	\$20,833	\$102,281
<i>Restricted for</i>			
Food Service Operations	0	464,833	464,833
Scholarship Awards	0	144,026	144,026
Driver's Training	0	109,798	109,798
Athletics and Music	0	99,901	99,901
Auxiliary Services	0	48,615	48,615
Clean Diesel Buses	0	47,201	47,201
Teacher Development	0	66	66
Vocational Education	0	74,597	74,597
Special Instruction	0	45,551	45,551
Classroom Reduction	0	1,741	1,741
Capital Improvement	0	262,626	262,626
Debt Service Payments	0	294,042	294,042
<i>Total Restricted</i>	0	1,592,997	1,592,997
<i>Committed to</i>			
Summer School	0	74,243	74,243
Adult Education	0	469	469
We Care Program	0	152,543	152,543
<i>Total Committed</i>	0	227,255	227,255
<i>Assigned to</i>			
Instructional Services	12,831,510	0	12,831,510
Purchases on Order	83,090	0	83,090
<i>Total Assigned</i>	12,914,600	0	12,914,600
<i>Unassigned (Deficit)</i>	35,874,466	(78,425)	35,796,041
<i>Total Fund Balances</i>	\$48,870,514	\$1,762,660	\$50,633,174

Note 5 - Fund Deficits

The building capital projects fund had a deficit fund balance, in the amount of \$78,425, as a result of the issuance of short-term bond anticipations notes which are used to finance the project until bonds are issued. Once the notes are retired or bonds are issued, the deficit will be eliminated.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 6 - Budgetary Basis of Accounting

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

The major differences between the budget basis and GAAP basis are:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as restricted, committed or assigned fund balance (GAAP).
4. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).
5. Unrecorded cash, which consists of unrecorded interest, is not reported by the School District on the budget basis operating statements, but is reported on the GAAP basis operating statements.
6. Budgetary revenues and expenditures of the uniform school supplies and public school support funds are reclassified to the general fund for GAAP Reporting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements are as follows:

Net Change in Fund Balance	
	<u>General</u>
GAAP Basis	(\$3,355,260)
Net Adjustment for Revenue Accruals	(952,590)
Advances In	365,237
Beginning Unrecorded Cash	(346)
Ending Unrecorded Cash	1,004
Perspective Differences:	
Uniform School Supplies	7,715
Public School Support	(23,745)
Net Adjustment for Expenditure Accruals	2,117,770
Advances Out	(150,000)
Encumbrances	<u>(3,366,277)</u>
Budget Basis	<u>(\$5,356,492)</u>

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 7 - Deposits and Investments

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

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

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

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

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

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

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

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Deposits

Custodial Credit Risk. Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, \$20,726,443 of the School District's bank balance of \$69,740,603 was uninsured and uncollateralized. Although the collateral securities were held by the pledging financial institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the School District to a successful claim by the FDIC.

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

Investments

Investments are reported at fair value. As of June 30, 2013, the School District had investments in commercial paper in the amount of \$17,981,738. They had a maturity of less than six months and a Moody's rating of AAA.

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

Credit Risk The commercial paper carries a rating of AAA by Standard & Poor's. The School District has no investment policy that addresses credit risk.

Note 8 – 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 collections are received by the School District in the second half of the fiscal year. Second half tax distributions occur in the first half of the following fiscal year.

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar year 2013 represents collections of calendar year 2012 taxes. Real property taxes received in calendar year 2013 were levied after April 1, 2012, on the assessed value listed as of January 1, 2012, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Public utility property tax revenue received in calendar year 2013 represents collections of calendar year 2012 taxes. Public utility real and tangible personal property taxes received in calendar year 2013 became a lien December 31, 2011, were levied after April 1, 2012 and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Lake County and Geauga County. The County Auditors periodically advance to the School District its portion of the taxes collected. 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 includes real property and public utility property and personal property taxes which are 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 amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows of resources unavailable revenue – property taxes.

The amount available as an advance at June 30, 2013, was \$4,799,844 in the general fund, \$30,919 in the bond retirement fund, and \$72,004 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2012, was \$5,023,336 in the general fund, \$31,814 in the bond retirement fund, and \$72,863 in the permanent improvement capital projects fund.

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

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

	2012 Second Half Collections		2013 First Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$1,779,330,660	97.39%	\$1,604,179,510	96.93%
Public Utility Personal	47,668,530	2.61	50,848,350	3.07
Total	\$1,826,999,190	100.00%	\$1,655,027,860	100.00%
Full Tax Rate per \$1,000 of assessed valuation	\$76.96		\$77.80	

The County's six-year reappraisal was performed in fiscal year 2013. Assessed values dropped, which increased the debt levy 0.03 mills and the emergency levy was increased by 0.81 mills.

Mentor Exempted Village School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 9 - Receivables

Receivables at June 30, 2013, consisted of taxes, accounts, tuition and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables, except for delinquent property taxes, are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

Intergovernmental Receivables	Amounts
State of Ohio	\$172,330
Special Education, Part B-IDEA Grant	109,947
Euclid City School District	106,326
Title I	60,021
School Employees Retirement System	34,577
Carl Perkins Grant	31,564
ESCE - IDEA Grant	12,101
Title III	10,547
Miscellaneous	9,965
Lake County Educational Service Center	4,539
Mayfield City School District	4,000
Chardon Local School District	2,230
Title II-A	1,255
Total Governmental Funds	559,402
Business-Type Activity:	
School Employees Retirement System	1,607
Total	<u>\$561,009</u>

Payments in Lieu of Taxes

According to State law, the School District has established several tax incremental financing districts within the School District under which the School District has granted property tax exemptions and agreed to construct certain infrastructure improvements. The property owners have agreed to make payments to the School District to help pay the costs of the infrastructure improvements. The amount of those payments generally reflects all or a portion of the property taxes which the property owners would have paid if the property had not been declared exempt. The property owners' contractual promise to make these payments in lieu of taxes generally continues until the costs of the improvement have been paid or the agreement expires, whichever occurs first. Future development by these owners or others may result in subsequent agreements to make payments in lieu of taxes and may therefore spread the costs of the improvements to a larger number of property owners.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 10 – Capital Assets

Governmental fund capital asset activity for the fiscal year ended June 30, 2013, was as follows:

	Balance June 30, 2012	Additions	Deletions	Balance June 30, 2013
Capital Assets Not Being Depreciated				
Land	\$725,721	\$0	\$0	\$725,721
Construction in Progress	209,866	573,686	(209,866)	573,686
<i>Total Capital Assets Not Being Depreciated</i>	<u>935,587</u>	<u>573,686</u>	<u>(209,866)</u>	<u>1,299,407</u>
Capital Assets Being Depreciated				
Land Improvements	4,517,542	257,977	0	4,775,519
Buildings and Improvements	42,069,956	624,273	0	42,694,229
Furniture, Fixtures and Equipment	7,293,977	366,823	(203,608)	7,457,192
Vehicles	6,590,146	363,479	0	6,953,625
<i>Total Capital Assets Being Depreciated</i>	<u>60,471,621</u>	<u>1,612,552</u>	<u>(203,608)</u>	<u>61,880,565</u>
Less: Accumulated Depreciation				
Land Improvements	(2,989,010)	(103,904)	0	(3,092,914)
Buildings and Improvements	(28,268,171)	(570,554)	0	(28,838,725)
Furniture, Fixtures and Equipment	(5,206,121)	(384,753)	181,642	(5,409,232)
Vehicles	(4,854,524)	(226,073)	0	(5,080,597)
<i>Total Accumulated Depreciation</i>	<u>(41,317,826)</u>	<u>(1,285,284)</u>	<u>181,642</u>	<u>(42,421,468)</u>
<i>Capital Assets Being Depreciated, Net</i>	<u>19,153,795</u>	<u>327,268</u>	<u>(21,966)</u>	<u>19,459,097</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$20,089,382</u>	<u>\$900,954</u>	<u>(\$231,832)</u>	<u>\$20,758,504</u>

Business type capital asset activity for the fiscal year ended June 30, 2013, was as follows:

	Balance June 30, 2012	Additions	Deletions	Balance June 30, 2013
Capital Assets Being Depreciated				
Land Improvements	\$6,402	\$0	\$0	\$6,402
Buildings and Improvements	1,245,636	0	0	1,245,636
Furniture, Fixtures and Equipment	86,388	0	0	86,388
<i>Total Capital Assets Being Depreciated</i>	<u>1,338,426</u>	<u>0</u>	<u>0</u>	<u>1,338,426</u>
Less: Accumulated Depreciation				
Land Improvements	(6,402)	0	0	(6,402)
Buildings and Improvements	(506,740)	(35,177)	0	(541,917)
Furniture, Fixtures and Equipment	(48,951)	(4,863)	0	(53,814)
<i>Total Accumulated Depreciation</i>	<u>(562,093)</u>	<u>(40,040)</u>	<u>0</u>	<u>(602,133)</u>
<i>Business-Type Activities Capital Assets, Net</i>	<u>\$776,333</u>	<u>(\$40,040)</u>	<u>\$0</u>	<u>\$736,293</u>

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Depreciation expense was charged to governmental functions as follows:

Instruction	
Regular	\$170,410
Special	1,331
Vocational	2,540
Support Services	
Pupils	4,611
Instructional Staff	20,334
Board of Education	3,699
Administration	10,841
Fiscal	4,407
Operation and Maintenance of Plant	437,518
Pupil Transportation	361,206
Central	138,569
Operation of Food Service	37,837
Extracurricular Activities	91,981
Total Depreciation Expense	<u>\$1,285,284</u>

Note 11 - Interfund Transfers and Balances

Interfund Transfers

Transfers made during the year ended June 30, 2013 were as follows:

Transfers To	Transfers From		
	General	Other Governmental Funds	Total
General Fund	\$0	\$17,102	\$17,102
Other Governmental Funds	416,712	0	416,712
Total Governmental Funds	416,712	17,102	433,814
Business-Type Activity:			
Cardinal Autism Resource and Education School	2,137	0	2,137
<i>Total Transfers</i>	<u>\$418,849</u>	<u>\$17,102</u>	<u>\$435,951</u>

During the year, the general fund made transfers to other governmental funds and Cardinal Autism Resource and Education School to move unrestricted balances to support programs and projects accounted for in other funds, and to move resources as debt payments came due. The other governmental funds transferred to the general fund to close out these funds.

Interfund Balances

Interfund balances at June 30, 2013, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting records and (3) payments between funds are made. All advances are expected to be paid within one year.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Interfund Payable	Interfund Receivable			Total
	General Fund	Other Governmental Funds	Internal Service	
General Fund	\$0	\$1,067	\$438,593	\$439,660
Other Governmental Funds	2,505	2,820	18,116	23,441
Total Governmental Funds	2,505	3,887	456,709	463,101
Business-Type Activity:				
Cardinal Autism Resource and Education School	741,519	0	5,299	746,818
<i>Total</i>	<u>\$744,024</u>	<u>\$3,887</u>	<u>\$462,008</u>	<u>\$1,209,919</u>

Note 12 – Fund Obligations

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

	Outstanding June 30, 2012	Additions	Deletions	Outstanding June 30, 2013
4.50% 2012 Energy Conservation Notes - Maturing July 2, 2012	\$77,333	\$0	\$77,333	\$0
4.50% 2013 Energy Conservation Notes - Maturing July 2, 2013	0	77,333	0	77,333
<i>Total Energy Conservation Notes</i>	<u>77,333</u>	<u>77,333</u>	<u>77,333</u>	<u>77,333</u>
1.51% 2012 School Improvement Notes - Maturing June 1, 2013	1,170,000	0	1,170,000	0
1.51% 2013 School Improvement Notes - Maturing June 1, 2014	0	975,000	0	975,000
<i>Total School Improvement Notes</i>	<u>1,170,000</u>	<u>975,000</u>	<u>1,170,000</u>	<u>975,000</u>
<i>Total Notes</i>	<u>\$1,247,333</u>	<u>\$1,052,333</u>	<u>\$1,247,333</u>	<u>\$1,052,333</u>

The energy conservation notes were issued to refinance previous notes issued to finance installations, modifications and remodeling of school buildings to conserve energy. The energy conservation notes are backed by the full faith and credit of the School District and will mature within one year. The note liability is reflected in the building capital projects fund.

The school improvement notes were issued to refinance previous notes issued to improve School District facilities. The school improvement notes are backed by the full faith and credit of the School District and will mature within one year. The note liability is reflected in the permanent improvement capital projects fund.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 13 – Long-Term Obligations

Changes in long-term obligations of the School District during fiscal year 2013 were as follows:

	Principal Outstanding June 30, 2012	Additions	Deductions	Principal Outstanding June 30, 2013	Amount Due in One Year
Long-term Notes					
2011 4.50% Energy Conservation Note	\$464,000	\$0	(\$464,000)	\$0	\$0
2012 4.50% Energy Conservation Note	0	386,667	0	386,667	0
<i>Total Long-term Notes</i>	<u>464,000</u>	<u>386,667</u>	<u>(464,000)</u>	<u>386,667</u>	<u>0</u>
General Obligation Bonds					
2001 2.20-4.15% School Improvement Refunding Bonds Serial Bonds	935,007	0	(460,000)	475,007	475,007
Other Long-term Obligations					
Workers Compensation Claims	1,176,498	67,222	(258,820)	984,900	138,889
Compensated Absences	5,542,067	975,879	(1,355,001)	5,162,945	897,595
Early Retirement Incentive	931,250	0	(931,250)	0	0
<i>Total Other Long-term Obligations</i>	<u>7,649,815</u>	<u>1,043,101</u>	<u>(2,545,071)</u>	<u>6,147,845</u>	<u>1,036,484</u>
<i>Total Governmental Activities Long-Term Liabilities</i>	<u>\$9,048,822</u>	<u>\$1,429,768</u>	<u>(\$3,469,071)</u>	<u>\$7,009,519</u>	<u>\$1,511,491</u>

On July 2, 2012, the School District issued \$386,667 in energy conservation notes to pay the 2011 energy conservation notes which were issued to finance installations, modifications and remodeling of school buildings to conserve energy.

On October 1, 2001, the School District issued \$4,514,993 in school improvement refunding bonds to advance refund bonds previously issued in fiscal year 1991, in the amount of \$8,600,000, for improving school buildings and facilities.

The energy conservation notes will be paid from the building capital projects funds. General obligation bonds will be paid from the general obligation bond retirement fund. Workers' compensation claims will be paid from the workers' compensation internal service fund. Compensated absences will be paid from the general fund and the food service, special rotary, title VI-B, and title I special revenue funds. Early retirement incentives were paid from the general fund and title IV-B special revenue fund.

The debt limit of the School District as of June 30, 2013 was \$148,952,507. The amount of debt subject to the debt limit was \$1,155,965, leaving an overall debt margin of \$147,796,542.

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2013 are \$475,007 and \$9,856, respectively.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 14 – Defined Benefit Pension Plans

School Employees Retirement System

Plan Description – The School District participates in the School Employees Retirement System (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability and survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Ohio Revised Code Chapter 3309. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained by visiting the SERS website at www.ohsers.org under Employers/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 by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2013, the allocation to pension and death benefits was 13.10 percent. The remaining 0.90 percent of the 14 percent employer contribution rate is allocated to the Medicare B and Health Care funds. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2013, 2012, and 2011 were \$1,772,948, \$1,728,358 and \$1,591,892, respectively. For fiscal year 2013, 90.58 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

State Teachers Retirement System of Ohio

Plan Description – The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that can 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 multiplied by 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 DB Plan and the DC 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 payment or converted to a lifetime monthly annuity at age 50. Benefits are established by Ohio Revised Code Chapter 3307.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

A DB or Combined Plan member with five or more years of 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 - Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon the recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The statutory maximum employee contribution rate will be increased one percent each year beginning July 1, 2013, until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2013, plan members were required to contribute 10 percent of their annual covered salary. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations.

The School District's required contributions to STRS Ohio for the DB Plan and for the defined benefit portion of the Combined Plan were \$5,909,552 and \$125,281 for the fiscal year ended June 30, 2013, \$5,946,744 and \$118,119 for the fiscal year ended June 30, 2012, and \$5,781,531 and \$109,686 for the fiscal year ended June 30, 2011. For fiscal year 2013, 86.72 percent has been contributed for the DB plan and 86.72 percent has been contributed for the Combined Plan, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

Contributions made to STRS Ohio for the DC Plan and for fiscal year 2013 were \$121,182 made by the School District and \$86,558 made by the plan members. In addition, member contributions of \$89,486 were made for fiscal year 2013 for the defined contribution portion of the Combined Plan.

Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Employees Retirement System. As of June 30, 2013, one member of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages.

Note 15 – Postemployment Benefits

School Employee Retirement System

Plan Description – The School District participates in two cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plans administrated 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, Medicare Advantage, 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 obligation to contribute are established by SERS based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

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, 0.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for fiscal year 2013, this amount was \$20,525. During fiscal year 2013, the School District paid \$199,264 in surcharge.

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

The School District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$21,654, \$75,146, and \$193,407, respectively. For fiscal year 2013, 90.58 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 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 fiscal year 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 \$100,151, \$102,472, and \$102,790, respectively. For fiscal year 2013, 90.58 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

State Teachers Retirement System

Plan Description – The School District participates in 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. Ohio law authorizes STRS to offer this plan. 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 can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio Revised Code Chapter 3307 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 Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2013, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to post-employment health care. The School District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$454,581, \$457,442, and \$459,881 respectively. For fiscal year 2013, 86.72 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 16 - Other Employee Benefits

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty-five days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time. Each employee earns sick leave at the rate of one and one-fourth days per month. The total accumulation of sick leave during any year shall not, however, exceed fifteen days. Upon retirement, classified employees will be paid one fourth of their total unused accumulated sick leave. Teachers will be paid one fourth of the total sick leave accumulation, up to a maximum accumulation of 72 days. Administrators will be paid a total of seventy-three days, not based on unused sick leave, upon retirement. An employee receiving such payment must meet the retirement provisions set by STRS or SERS. The liability of unpaid severance, in the amount of \$5,162,945 has been included as long-term liabilities on the Statement of Net Position. This obligation will ultimately be paid from the fund which the employee was paid.

Early Retirement Incentive

The School District Board of Education offered employees participation in an Early Retirement Incentive program beginning August 1, 2004 through June 30, 2009. Participation was open to classified employees who were eligible for service retirement under SERS before July 1, 2009, and certified employees who were eligible for service retirement under STRS pursuant to O.R.C. 3307.38 and any applicable STRS regulations prior to July 1, 2009. Employees who were not eligible to retire under STRS requirements until July 1, 2009 were also able to participate. The negotiated agreement dated August 1, 2010 through June 30, 2012 does not provide for an early retirement incentive program for classified employees. The previously approved certified employee early retirement incentive programs was completely paid out in fiscal year 2013. The negotiated agreement with the Mentor Teachers Association dated September 1, 2010 through September 1, 2013 provides certified employees with a retirement incentive plan for employees eligible for service retirement under STRS pursuant to O.R.C. 3307.38 and any applicable STRS regulations prior to July 31, 2011.

Note 17 - Contingencies

Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. This also encompasses the Auditor of State's ongoing review of student attendance data. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2013, if applicable, cannot be determined at this time.

Litigation

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

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 18 - Risk Management

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 had the following insurance coverage:

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage</u>
Netherlands Insurance Company	Buildings and Contents	\$206,595,046
	General Liability	
	Per Occurance	1,000,000
	In Aggregate	2,000,000
	Errors and Omissions	
	Per Inquiry	1,000,000
	Commercial Auto Coverage	
	Each Accident	1,000,000
	Uninsured Motorists	1,000,000
	Employee Benefits	
	Each Employee	1,000,000
	Aggregate	3,000,000
	Employers Stop Loss	
	Each Employee	1,000,000
	Aggregate	2,000,000
Violent Response	1,000,000	
Midwestern Indemnity Company	Commercial Umbrella	10,000,000
Chartis-Illinois National Insurance Company	Security and Privacy Liability	1,000,000
	Regulatory Action Sublimit of Liability	1,000,000
	Event Management	500,000

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

Worker's Compensation

On July 1, 2010, the School District was approved for self-insured status by the Bureau of Workers' Compensation and began to administer its own workers' compensation program (the program). The School District has established a workers' compensation internal service fund to account for assets set aside for claim settlements and related liabilities associated with the program. Liabilities of the fund are reported when an employee injury has occurred, it is probable that a claim will be filed under the program and the amount of the claim can be reasonably estimated. The School District utilizes the services of Compensable Benefits, the third party administrator, to review, process, and to pay employee claims. The School District also maintains excess insurance coverage which would pay the portion of the claims that exceed \$400,000 per occurrence for all employees.

Mentor Exempted Village School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Incurred but not reported claims and premium of \$984,900 have been accrued as a liability at June 30, 2013, based on an estimate by Compensable Benefits. Of this amount, \$138,889 is due within one year. The claims liability reported in the workers' compensation internal service fund at June 30, 2013, is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claims adjustment expenses.

Changes in the fund's claims liability amounts for 2012 and 2013 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2012	\$829,581	\$497,710	\$150,793	\$1,176,498
2013	1,176,498	67,222	258,820	984,900

Employee Insurance Benefits

The School District offers medical, prescription drug and dental insurance to employees through a self-insurance internal service fund. Anthem Blue Cross Blue Shield serves as the School District's third party administrator. The School District's monthly premiums are paid to the fiscal agent who in turn pays the claims on the School District's behalf. A specific excess loss coverage (stop-loss) insurance policy covers claims in excess of \$125,000 per employee, per year. The claims liability of \$1,543,901 reported in the internal service fund at June 30, 2013, is based on an estimate by the third party administrator and is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claims adjustment expenses. Management's expectation is the claims liabilities will be paid within one year.

Changes in the fund's claims liability amounts for 2012 and 2013 was:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2012	\$1,706,958	\$13,235,179	\$13,320,266	\$1,621,871
2013	1,621,871	14,257,324	14,335,294	1,543,901

Note 19 - Jointly Governed Organizations

Ohio Schools' Council Association The Ohio Schools Council Association (Council) is a jointly governed organization among 198 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member superintendent serves as a representative of the Assembly. The degree of control exercised by any participating school district is limited to its representation of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly from September through June. The Board appoints an Executive Director who is

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2013, the School District paid \$4,411 to the Council. Financial information can be obtained by contacting William Zelei, the Executive Director of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the natural gas purchase program. This program allows the School District to purchase natural gas at reduced rates. Compass Energy has been selected as the new supplier and program manager for the period from October 1, 2010 through March 31, 2013. There are currently 143 participants in the program. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings 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.

The School District also participates in the Council's electric purchase program. The Council provides 238 school districts and 11 Developmental Disabilities boards in the First Energy territory (Cleveland Electric Illuminating, Ohio Edison, and Toledo Edison) the ability to purchase electricity at reduced rates. The Council's current program, Power 4 Schools, provides for a fixed per kilowatt-hour for electricity generation until May 2014, converting to a new fixed price or percent off the Price to Compare (PTC), whichever provides the greatest savings until December 2019.

Northeast Ohio Network for Educational Technology The Northeast Ohio Network for Educational Technology (NEONET) is the computer service organization or Data Acquisition Site (DAS) used by the School District. NEONET is a jointly governed organization among twenty-seven school districts and the Summit County Educational Service Center. The Summit County Educational Service Center acts as the fiscal agent for the consortium. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The Board of Directors consists of member district superintendents and treasurers. The manager/director is a permanent, non-voting member of the board of directors. Each school district's control is limited to its representation on the board. The Board of Directors exercise total control over the operations of the association including budgeting, appropriating, contracting and designating management. All association revenues are generated from charges for services and State funding. Payments to NEONET are made from the general fund. During the current fiscal year, the School District paid \$93,826 to NEONET for payroll services. Financial information can be obtained by writing to the Summit County Educational Service Center, 420 Washington Avenue, Suite 200, Cuyahoga Falls, OH 44221.

North Coast Council The North Coast Council (NCC) is a jointly governed computer service bureau owned and operated by eleven public school districts. The primary function of NCC is to provide data services to the thirteen member districts. Major areas of service provided by NCC include accounting, payroll, inventory, career guidance services, handicapped student tracking, pupil scheduling, attendance reporting and grade reporting. Each school is represented on the NCC Board of Directors by its superintendent. The degree of control exercised by any participating school district is limited to its representation of the Board. Each school district supports NCC based upon a per student charge dependent upon software package used. The School District paid \$30,014 for fiscal year 2013 to purchase EMIS reporting services, internet services and library services. The Cuyahoga County Education Service Center serves as the fiscal agent of NCC. Financial information can be obtained by contacting the Treasurer of the fiscal agent at 5700 West Canal Road, Valleyview, OH 44125.

Mentor Exempted Village School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 20 - Related Organization

The Mentor Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Mentor Exempted Village School District Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the School District for operational subsidies. Although the School District does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Mentor Public Library, Fiscal Officer, at 8215 Mentor Avenue, Mentor, Ohio 44060.

Note 21 - 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 the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year end and carried forward to be used for the same purposes in future years.

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

	<u>Capital Improvements</u>
Set-Aside Balance as of June 30, 2012	\$0
Current Year Set-aside Requirement	1,357,804
Qualifying Disbursements	<u>(1,672,116)</u>
Total	<u><u>(\$314,312)</u></u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u><u>\$0</u></u>
Set-aside Balance as of June 30, 2013	<u><u>\$0</u></u>

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 of future years. This negative balance is therefore not presented as being carried forward to future years.

Mentor Exempted Village School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 22 - Encumbrances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At fiscal year end the amount of encumbrances expected to be honored upon performance by the vendor in the next fiscal year were as follows:

General	\$3,366,277
Other Governmental Funds	<u>1,092,782</u>
Total	<u><u>\$4,459,059</u></u>

Note 23 – Subsequent Event

On July 19, 2013, the School District issued \$386,667 Energy Conservation Improvement Notes to refinance previously issued notes for the installation, modification and remodeling of school buildings to conserve energy. The notes were issued at the rate of 1.09 percent, with maturity at July 18, 2014.



Pictured here: Bellflower Elementary students use an iPad to capture video of a special assembly featuring Cleveland Indians baseball players. Students would later be able to use that video and various apps to edit creatively, or to simply replay the video for a classmate who may have missed the assembly.

Combining and Individual Fund Statements and Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Following is a description of the School District's nonmajor special revenue funds:

Food Service Fund This fund accounts for and reports charges for services and operating grants restricted to the food service operations of the School District.

Special Trust Fund This fund accounts for and reports restricted donations held by the School District for individuals and/or private organizations which benefit the student body or the local community.

Rotary Special Services Fund This fund accounts for and reports tuition and fees charged for summer school that are committed to the costs of running the summer school program.

Adult Education Fund This fund accounts for and reports tuition and fees charged for the adult education program that are committed to the costs of running the adult education program.

Rotary Fund This fund accounts for and reports tuition and fees charged for services and equipment provided by the School District that are committed to the costs of running the We Care program.

Other Grants Fund This fund accounts for and reports the proceeds of specific revenue sources, except for State and Federal grants that are legally restricted to expenditures for driver's training.

Athletics and Music Fund This fund accounts for and reports gate receipts and other revenues from athletic events restricted for the costs (except supplemental coaching contracts) of the School District's athletic program and transportation of the band to and from athletic events.

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

Entry Year Teachers This fund accounts for and reports restricted State monies spent on teacher in-service and training for first year teachers.

OneNet Data Communications Fund This fund accounts for and reports restricted State monies to provide for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

Miscellaneous State Grants Fund This fund accounts for and reports other restricted State grants which are not required to be accounted for in a separate fund.

Education Jobs Fund This fund accounts for and reports restricted Federal grant monies to assist schools in providing educational and related services early childhood, elementary, and secondary education.

Race to the Top Fund This fund accounts for and reports restricted Federal monies used for education innovation and reform, achieving significant improvement in student outcomes, including making substantial gains in student achievement, closing achievement gaps, improving high school graduation rates, and ensuring student preparation for success in college and careers.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Carl Perkins Grant Fund This fund accounts for and reports restricted Federal monies used for the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, ancillary services, research, advisory committees, and work study projects.

Title III Fund This fund accounts for and reports restricted Federal monies used for costs associated with English proficiency.

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

Preschool Grant Fund This fund accounts and reports for restricted Federal revenues used for speech therapy services and instructional supplies used in preschool programs.

Classroom Reduction Fund This fund accounts for and reports restricted Federal monies received to encourage and help fund smaller classroom size and additional staffing needs.

Miscellaneous Federal Grants Fund This fund accounts for and reports other restricted Federal grants, which are not required to be accounted for in a separate fund. This fund did not have any budgetary activity in fiscal year 2013; therefore, budgetary information is not provided.

Uniform School Supplies Fund This fund accounts for and reports the purchase of school supplies for use in the School District. Profits derived from such sales are used for school purposes or activities connected with the School District. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Public School Support Fund This fund accounts for and reports school site sales revenue and expenditures for field trips, assemblies, and other activity costs. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Nonmajor Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest.

Bond Retirement Fund This fund accounts for and reports property taxes restricted for the retirement of principal and interest on outstanding bonds.

Nonmajor Capital Projects Funds

The Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary fund or for assets that will be held in trust. Following is a description of the nonmajor capital project funds:

Permanent Improvement Fund This fund accounts for and reports property taxes restricted for various capital improvements within the School District.

Building Fund This fund accounts for and reports bond and note proceeds restricted for the purchase of major capital equipment and facilities renovation. The operations of this fund are not budgeted.

Mentor Exempted Village School District

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,457,478	\$266,152	\$1,165,542	\$2,889,172
Accrued Interest Receivable	9,830	271	1,082	11,183
Intergovernmental Receivable	400,683	0	0	400,683
Interfund Receivable	3,887	0	0	3,887
Inventory Held for Resale	37,145	0	0	37,145
Materials and Supplies Inventory	20,833	0	0	20,833
Property Taxes Receivable	0	205,100	915,411	1,120,511
<i>Total Assets</i>	<u>\$1,929,856</u>	<u>\$471,523</u>	<u>\$2,082,035</u>	<u>\$4,483,414</u>
Liabilities				
Accounts Payable	\$208,947	\$3,300	\$0	\$212,247
Accrued Wages and Benefits	290,122	0	0	290,122
Interfund Payable	23,441	0	0	23,441
Intergovernmental Payable	109,181	0	0	109,181
Accrued Interest Payable	0	0	2,094	2,094
Notes Payable	0	0	1,052,333	1,052,333
<i>Total Liabilities</i>	<u>631,691</u>	<u>3,300</u>	<u>1,054,427</u>	<u>1,689,418</u>
Deferred Inflows of Resources				
Unavailable Revenue	13,748	22,533	65,608	101,889
Property Taxes	0	151,648	777,799	929,447
<i>Total Deferred Inflows of Resources</i>	<u>13,748</u>	<u>174,181</u>	<u>843,407</u>	<u>1,031,336</u>
Fund Balances				
Nonspendable	20,833	0	0	20,833
Restricted	1,036,329	294,042	262,626	1,592,997
Committed	227,255	0	0	227,255
Unassigned (Deficit)	0	0	(78,425)	(78,425)
<i>Total Fund Balances</i>	<u>1,284,417</u>	<u>294,042</u>	<u>184,201</u>	<u>1,762,660</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,929,856</u>	<u>\$471,523</u>	<u>\$2,082,035</u>	<u>\$4,483,414</u>

Mentor Exempted Village School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	\$0	\$62,481	\$1,184,431	\$1,246,912
Intergovernmental	5,589,127	61,933	172,446	5,823,506
Interest	7,800	271	1,082	9,153
Tuition and Fees	50,920	0	0	50,920
Extracurricular Activities	862,587	0	0	862,587
Contributions and Donations	253,927	0	700	254,627
Charges for Services	1,717,323	0	0	1,717,323
Rentals	56,249	0	10,708	66,957
Miscellaneous	54	0	4,055	4,109
<i>Total Revenues</i>	<u>8,537,987</u>	<u>124,685</u>	<u>1,373,422</u>	<u>10,036,094</u>
Expenditures				
Current:				
Instruction:				
Regular	166,235	0	0	166,235
Special	1,727,882	0	0	1,727,882
Vocational	148,472	0	0	148,472
Support Services:				
Pupils	922,683	0	0	922,683
Instructional Staff	276,563	0	0	276,563
Board of Education	1,500	0	0	1,500
Administration	473,480	0	0	473,480
Fiscal	48,629	11,980	12,810	73,419
Operation and Maintenance of Plant	24,990	0	885,393	910,383
Pupil Transportation	70,962	0	0	70,962
Central	34,515	0	0	34,515
Operation of Non-Instructional Services	1,593,476	0	0	1,593,476
Operation of Food Service	2,533,447	0	0	2,533,447
Extracurricular Activities	451,959	0	0	451,959
Debt Service:				
Principal Retirement	0	460,000	464,000	924,000
Interest and Fiscal Charges	0	17,385	36,942	54,327
<i>Total Expenditures</i>	<u>8,474,793</u>	<u>489,365</u>	<u>1,399,145</u>	<u>10,363,303</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>63,194</u>	<u>(364,680)</u>	<u>(25,723)</u>	<u>(327,209)</u>
Other Financing Sources (Uses)				
Energy Conservation Notes Issued	0	0	386,667	386,667
Transfers In	91,525	298,187	27,000	416,712
Transfers Out	(17,102)	0	0	(17,102)
<i>Total Other Financing Sources (Uses)</i>	<u>74,423</u>	<u>298,187</u>	<u>413,667</u>	<u>786,277</u>
<i>Net Change in Fund Balances</i>	137,617	(66,493)	387,944	459,068
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>1,146,800</u>	<u>360,535</u>	<u>(203,743)</u>	<u>1,303,592</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1,284,417</u>	<u>\$294,042</u>	<u>\$184,201</u>	<u>\$1,762,660</u>

Mentor Exempted Village School District

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2013

	Food Service	Special Trust	Rotary Special Services	Adult Education
Assets				
Equity in Pooled Cash and Cash Equivalents	\$359,771	\$148,964	\$78,431	\$1,044
Accrued Interest Receivable	356	18	0	0
Intergovernmental Receivable	174,974	0	0	0
Interfund Receivable	3,887	0	0	0
Inventory Held for Resale	37,145	0	0	0
Materials and Supplies Inventory	20,833	0	0	0
<i>Total Assets</i>	<u>\$596,966</u>	<u>\$148,982</u>	<u>\$78,431</u>	<u>\$1,044</u>
Liabilities				
Accounts Payable	\$2,258	\$4,956	\$0	\$575
Accrued Wages and Benefits	57,213	0	0	0
Interfund Payable	6,516	0	0	0
Intergovernmental Payable	45,313	0	4,188	0
<i>Total Liabilities</i>	<u>111,300</u>	<u>4,956</u>	<u>4,188</u>	<u>575</u>
Deferred Inflows of Resources				
Unavailable Revenue	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Nonspendable	20,833	0	0	0
Restricted	464,833	144,026	0	0
Committed	<u>0</u>	<u>0</u>	<u>74,243</u>	<u>469</u>
<i>Total Fund Balances</i>	<u>485,666</u>	<u>144,026</u>	<u>74,243</u>	<u>469</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$596,966</u>	<u>\$148,982</u>	<u>\$78,431</u>	<u>\$1,044</u>

<u>Rotary</u>	<u>Other Grants</u>	<u>Athletics and Music</u>	<u>Auxiliary Services</u>	<u>Miscellaneous State Grants</u>
\$164,196	\$109,672	\$100,792	\$198,797	\$87,047
0	6,478	0	2,978	0
182	0	0	0	65
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$164,378</u>	<u>\$116,150</u>	<u>\$100,792</u>	<u>\$201,775</u>	<u>\$87,112</u>
\$0	\$4,182	\$588	\$130,190	\$37,248
5,814	0	0	0	1,429
3,041	2,170	180	0	162
2,980	0	123	22,970	1,150
<u>11,835</u>	<u>6,352</u>	<u>891</u>	<u>153,160</u>	<u>39,989</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0
0	109,798	99,901	48,615	47,123
152,543	0	0	0	0
<u>152,543</u>	<u>109,798</u>	<u>99,901</u>	<u>48,615</u>	<u>47,123</u>
<u>\$164,378</u>	<u>\$116,150</u>	<u>\$100,792</u>	<u>\$201,775</u>	<u>\$87,112</u>

(continued)

Mentor Exempted Village School District

Combining Balance Sheet

Nonmajor Special Revenue Funds (continued)

June 30, 2013

	<u>Race to the Top</u>	<u>Title VI-B</u>	<u>Carl Perkins Grant</u>	<u>Title III</u>
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$66	\$101,695	\$23,296	\$3,862
Accrued Interest Receivable	0	0	0	0
Intergovernmental Receivable	0	109,974	31,564	10,547
Interfund Receivable	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$66</u>	<u>\$211,669</u>	<u>\$54,860</u>	<u>\$14,409</u>
Liabilities				
Accounts Payable	\$0	\$26,535	\$1,357	\$513
Accrued Wages and Benefits	0	123,258	2,667	0
Interfund Payable	0	6,167	458	0
Intergovernmental Payable	0	17,846	2,743	0
<i>Total Liabilities</i>	<u>0</u>	<u>173,806</u>	<u>7,225</u>	<u>513</u>
Deferred Inflows of Resources				
Unavailable Revenue	0	0	10,901	0
Fund Balances				
Nonspendable	0	0	0	0
Restricted	66	37,863	36,734	13,896
Committed	0	0	0	0
<i>Total Fund Balances</i>	<u>66</u>	<u>37,863</u>	<u>36,734</u>	<u>13,896</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$66</u>	<u>\$211,669</u>	<u>\$54,860</u>	<u>\$14,409</u>

<u>Title I</u>	<u>Preschool Grant</u>	<u>Classroom Reduction</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$61,475	\$14,574	\$3,718	\$78	\$1,457,478
0	0	0	0	9,830
60,021	12,101	1,255	0	400,683
0	0	0	0	3,887
0	0	0	0	37,145
0	0	0	0	20,833
<u>\$121,496</u>	<u>\$26,675</u>	<u>\$4,973</u>	<u>\$78</u>	<u>\$1,929,856</u>
\$0	\$545	\$0	\$0	\$208,947
96,611	564	2,566	0	290,122
4,612	0	135	0	23,441
11,087	250	531	0	109,181
<u>112,310</u>	<u>1,359</u>	<u>3,232</u>	<u>0</u>	<u>631,691</u>
0	2,847	0	0	13,748
0	0	0	0	20,833
9,186	22,469	1,741	78	1,036,329
0	0	0	0	227,255
<u>9,186</u>	<u>22,469</u>	<u>1,741</u>	<u>78</u>	<u>1,284,417</u>
<u>\$121,496</u>	<u>\$26,675</u>	<u>\$4,973</u>	<u>\$78</u>	<u>\$1,929,856</u>

Mentor Exempted Village School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013*

	Food Service	Special Trust	Rotary Special Services	Adult Education	Rotary
Revenues					
Intergovernmental	\$845,019	\$0	\$0	\$0	\$0
Interest	356	18	0	0	0
Tuition and Fees	0	0	50,920	0	0
Extracurricular Activities	0	0	0	0	556,444
Contributions and Donations	0	148,468	0	0	31,656
Charges for Services	1,717,323	0	0	0	0
Rentals	0	0	0	0	0
Miscellaneous	0	0	0	0	54
<i>Total Revenues</i>	<u>2,562,698</u>	<u>148,486</u>	<u>50,920</u>	<u>0</u>	<u>588,154</u>
Expenditures					
Current:					
Instruction:					
Regular	0	21,084	51,610	0	19,966
Special	0	7,403	0	0	0
Vocational	0	0	0	0	0
Support Services:					
Pupils	0	0	0	0	535,580
Instructional Staff	0	1,981	0	0	0
Board of Education	0	1,500	0	0	0
Administration	0	0	0	0	0
Fiscal	27,479	0	0	0	7,556
Operation and Maintenance of Plant	0	0	0	0	0
Pupil Transportation	0	237	0	0	0
Central	0	1,695	0	0	0
Operation of Non-Instructional Services	0	361	0	1,029	0
Operation of Food Service	2,533,447	0	0	0	0
Extracurricular Activities	0	23,622	0	0	49,838
<i>Total Expenditures</i>	<u>2,560,926</u>	<u>57,883</u>	<u>51,610</u>	<u>1,029</u>	<u>612,940</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,772</u>	<u>90,603</u>	<u>(690)</u>	<u>(1,029)</u>	<u>(24,786)</u>
Other Financing Sources (Uses)					
Transfers In	0	0	0	0	51,525
Transfers Out	0	(299)	0	(4,048)	(6,938)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>(299)</u>	<u>0</u>	<u>(4,048)</u>	<u>44,587</u>
<i>Net Change in Fund Balances</i>	1,772	90,304	(690)	(5,077)	19,801
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>483,894</u>	<u>53,722</u>	<u>74,933</u>	<u>5,546</u>	<u>132,742</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$485,666</u>	<u>\$144,026</u>	<u>\$74,243</u>	<u>\$469</u>	<u>\$152,543</u>

Other Grants	Athletics and Music	Auxiliary Services	Entry Year Teachers	OneNet Data Communications	Miscellaneous State Grants
\$0	\$0	\$1,435,668	\$0	\$25,200	\$109,946
6,478	0	948	0	0	0
0	0	0	0	0	0
0	306,143	0	0	0	0
31,500	42,303	0	0	0	0
0	0	0	0	0	0
56,249	0	0	0	0	0
0	0	0	0	0	0
94,227	348,446	1,436,616	0	25,200	109,946
52,871	0	0	0	0	0
2,551	0	0	0	0	0
2,400	0	0	0	0	0
0	0	0	0	0	59,186
4,642	0	0	1,606	0	0
0	0	0	0	0	0
9,514	0	0	0	0	0
0	0	0	0	0	0
24,990	0	0	0	0	0
42,102	0	0	0	0	0
7,620	0	0	0	25,200	0
0	0	1,470,926	0	0	0
0	0	0	0	0	0
9,802	368,697	0	0	0	0
156,492	368,697	1,470,926	1,606	25,200	59,186
(62,265)	(20,251)	(34,310)	(1,606)	0	50,760
0	40,000	0	0	0	0
0	0	0	0	0	(5,817)
0	40,000	0	0	0	(5,817)
(62,265)	19,749	(34,310)	(1,606)	0	44,943
172,063	80,152	82,925	1,606	0	2,180
\$109,798	\$99,901	\$48,615	\$0	\$0	\$47,123

(continued)

Mentor Exempted Village School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances*
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2013

	Education Jobs Fund	Race to the Top	Title VI-B	Carl Perkins Grant	Title III
Revenues					
Intergovernmental	\$7,797	\$86,860	\$1,678,136	\$336,297	\$33,203
Interest	0	0	0	0	0
Tuition and Fees	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Contributions and Donations	0	0	0	0	0
Charges for Services	0	0	0	0	0
Rentals	0	0	0	0	0
Miscellaneous	0	0	0	0	0
<i>Total Revenues</i>	<u>7,797</u>	<u>86,860</u>	<u>1,678,136</u>	<u>336,297</u>	<u>33,203</u>
Expenditures					
Current:					
Instruction:					
Regular	0	20,704	0	0	0
Special	0	0	948,126	2,822	9,740
Vocational	0	0	0	146,072	0
Support Services:					
Pupils	0	1,684	163,701	132,106	8,942
Instructional Staff	0	31,073	22,006	23,801	1,237
Board of Education	0	0	0	0	0
Administration	0	33,333	381,889	16,505	0
Fiscal	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0
Pupil Transportation	0	0	20,167	5,695	0
Central	0	0	0	0	0
Operation of Non-Instructional Services	0	0	108,176	0	471
Operation of Food Service	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>86,794</u>	<u>1,644,065</u>	<u>327,001</u>	<u>20,390</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>7,797</u>	<u>66</u>	<u>34,071</u>	<u>9,296</u>	<u>12,813</u>
Other Financing Sources (Uses)					
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	7,797	66	34,071	9,296	12,813
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(7,797)</u>	<u>0</u>	<u>3,792</u>	<u>27,438</u>	<u>1,083</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>\$66</u>	<u>\$37,863</u>	<u>\$36,734</u>	<u>\$13,896</u>

Title I	Preschool Grant	Classroom Reduction	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$800,166	\$66,547	\$164,288	\$0	\$5,589,127
0	0	0	0	7,800
0	0	0	0	50,920
0	0	0	0	862,587
0	0	0	0	253,927
0	0	0	0	1,717,323
0	0	0	0	56,249
0	0	0	0	54
<u>800,166</u>	<u>66,547</u>	<u>164,288</u>	<u>0</u>	<u>8,537,987</u>
0	0	0	0	166,235
734,912	22,328	0	0	1,727,882
0	0	0	0	148,472
0	21,484	0	0	922,683
1,380	360	188,477	0	276,563
0	0	0	0	1,500
32,239	0	0	0	473,480
13,594	0	0	0	48,629
0	0	0	0	24,990
1,126	1,635	0	0	70,962
0	0	0	0	34,515
12,513	0	0	0	1,593,476
0	0	0	0	2,533,447
0	0	0	0	451,959
<u>795,764</u>	<u>45,807</u>	<u>188,477</u>	<u>0</u>	<u>8,474,793</u>
<u>4,402</u>	<u>20,740</u>	<u>(24,189)</u>	<u>0</u>	<u>63,194</u>
0	0	0	0	91,525
0	0	0	0	(17,102)
0	0	0	0	74,423
4,402	20,740	(24,189)	0	137,617
4,784	1,729	25,930	78	1,146,800
<u>\$9,186</u>	<u>\$22,469</u>	<u>\$1,741</u>	<u>\$78</u>	<u>\$1,284,417</u>

Mentor Exempted Village School District

Combining Balance Sheet

Nonmajor Capital Projects Funds

June 30, 2013

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$1,165,542	\$0	\$1,165,542
Accrued Interest Receivable	1,082	0	1,082
Property Taxes Receivable	<u>915,411</u>	<u>0</u>	<u>915,411</u>
<i>Total Assets</i>	<u><u>\$2,082,035</u></u>	<u><u>\$0</u></u>	<u><u>\$2,082,035</u></u>
Liabilities			
Accrued Interest Payable	\$1,002	\$1,092	\$2,094
Notes Payable	<u>975,000</u>	<u>77,333</u>	<u>1,052,333</u>
<i>Total Liabilities</i>	<u>976,002</u>	<u>78,425</u>	<u>1,054,427</u>
Deferred Inflows of Resources			
Unavailable Revenue	65,608	0	65,608
Property Taxes	<u>777,799</u>	<u>0</u>	<u>777,799</u>
<i>Total Deferred Inflows of Resources</i>	<u>843,407</u>	<u>0</u>	<u>843,407</u>
Fund Balances			
Restricted	262,626	0	262,626
Unassigned (Deficit)	<u>0</u>	<u>(78,425)</u>	<u>(78,425)</u>
<i>Total Fund Balances (Deficit)</i>	<u>262,626</u>	<u>(78,425)</u>	<u>184,201</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u><u>\$2,082,035</u></u>	<u><u>\$0</u></u>	<u><u>\$2,082,035</u></u>

Mentor Exempted Village School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2013*

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Revenues			
Property Taxes	\$1,098,629	\$85,802	\$1,184,431
Intergovernmental	172,446	0	172,446
Interest	1,082	0	1,082
Contributions and Donations	700	0	700
Rentals	10,708	0	10,708
Miscellaneous	4,055	0	4,055
<i>Total Revenues</i>	<u>1,287,620</u>	<u>85,802</u>	<u>1,373,422</u>
Expenditures			
Current:			
Support Services:			
Fiscal	12,810	0	12,810
Operation and Maintenance of Plant	885,393	0	885,393
Debt Service:			
Principal Retirement	0	464,000	464,000
Interest and Fiscal Charges	28,530	8,412	36,942
<i>Total Expenditures</i>	<u>926,733</u>	<u>472,412</u>	<u>1,399,145</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>360,887</u>	<u>(386,610)</u>	<u>(25,723)</u>
Other Financing Sources			
Energy Conservation Notes Issued	0	386,667	386,667
Transfers In	27,000	0	27,000
<i>Total Other Financing Sources</i>	<u>27,000</u>	<u>386,667</u>	<u>413,667</u>
<i>Net Change in Fund Balances</i>	387,887	57	387,944
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(125,261)</u>	<u>(78,482)</u>	<u>(203,743)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$262,626</u>	<u>(\$78,425)</u>	<u>\$184,201</u>

Combining Statements - Internal Service Funds

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

Employee Benefits Fund - To account for claims and administration of the medical and prescription program for covered School District employees and eligible dependents, and the accumulation and allocation of costs associated with the medical and prescription program.

Workers' Compensation Fund - To account for revenues used to provide workers' compensation benefits to employees.

Mentor Exempted Village School District

Combining Statement of Fund Net Position

Internal Service Funds

June 30, 2013

	<u>Employee Benefits</u>	<u>Workers' Compensation</u>	<u>Total Internal Service Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$7,780,076	\$2,731,362	\$10,511,438
Interfund Receivable	<u>0</u>	<u>462,008</u>	<u>462,008</u>
<i>Total Assets</i>	<u>7,780,076</u>	<u>3,193,370</u>	<u>10,973,446</u>
Liabilities			
<i>Current Liabilities</i>			
Accounts Payable	0	3,151	3,151
Intergovernmental Payable	0	83,894	83,894
Claims Payable	<u>1,543,901</u>	<u>138,889</u>	<u>1,682,790</u>
<i>Total Current Liabilities</i>	<u>1,543,901</u>	<u>225,934</u>	<u>1,769,835</u>
<i>Long-Term Liabilities (net of current portion)</i>			
Claims Payable	<u>0</u>	<u>846,011</u>	<u>846,011</u>
<i>Total Liabilities</i>	<u>1,543,901</u>	<u>1,071,945</u>	<u>2,615,846</u>
Net Position			
Unrestricted	<u>\$6,236,175</u>	<u>\$2,121,425</u>	<u>\$8,357,600</u>

Mentor Exempted Village School District
*Combining Statement of Revenues,
Expenses and Changes in Fund Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2013*

	Employee Benefits	Workers' Compensation	Total Internal Service Funds
Operating Revenues			
Charges for Services	\$15,276,851	\$792,632	\$16,069,483
Miscellaneous	0	1,621	1,621
<i>Total Operating Revenues</i>	<u>15,276,851</u>	<u>794,253</u>	<u>16,071,104</u>
Operating Expenses			
Salaries and Wages	15,224	2,738	17,962
Fringe Benefits	7,782	0	7,782
Purchased Services	0	32,412	32,412
Claims	14,252,665	69,409	14,322,074
Other	0	40,822	40,822
<i>Total Operating Expenses</i>	<u>14,275,671</u>	<u>145,381</u>	<u>14,421,052</u>
<i>Operating Income</i>	1,001,180	648,872	1,650,052
Non-Operating Income			
Interest	933	224	1,157
<i>Change in Net Position</i>	1,002,113	649,096	1,651,209
<i>Net Position Beginning of Year</i>	<u>5,234,062</u>	<u>1,472,329</u>	<u>6,706,391</u>
<i>Net Position End of Year</i>	<u><u>\$6,236,175</u></u>	<u><u>\$2,121,425</u></u>	<u><u>\$8,357,600</u></u>

Mentor Exempted Village School District

Combining Statement of Cash Flows

Internal Service Funds

For the Fiscal Year Ended June 30, 2013

	<u>Employee Benefits</u>	<u>Workers' Compensation</u>	<u>Total Internal Service Funds</u>
<i>Increase (Decrease) in Cash and Cash Equivalents</i>			
Cash Flows from Operating Activities			
Cash Received from Interfund			
Services Provided	\$15,276,851	\$793,330	\$16,070,181
Cash Received from Other	0	1,621	1,621
Cash Payments for Salaries	(15,224)	(2,738)	(17,962)
Cash Payments for Employee Benefits	(3,123)	0	(3,123)
Cash Payments for Goods and Services	0	(31,574)	(31,574)
Cash Payments for Claims	(14,335,294)	(258,820)	(14,594,114)
Cash Payments for Other	0	(40,822)	(40,822)
<i>Net Cash Provided by Operating Activities</i>	923,210	460,997	1,384,207
Cash Flows from Investing Activities			
Interest	933	224	1,157
<i>Net Increase in Cash and Cash Equivalents</i>	924,143	461,221	1,385,364
<i>Cash and Cash Equivalents Beginning of Year</i>	6,855,933	2,270,141	9,126,074
<i>Cash and Cash Equivalents End of Year</i>	<u>\$7,780,076</u>	<u>\$2,731,362</u>	<u>\$10,511,438</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating Income	\$1,001,180	\$648,872	\$1,650,052
<i>Adjustments:</i>			
Decrease in Interfund Receivable	0	698	698
<i>Increase (Decrease) in Liabilities:</i>			
Accounts Payable	0	3,151	3,151
Intergovernmental Payable	0	(126)	(126)
Claims Payable	(77,970)	(191,598)	(269,568)
<i>Total Adjustments</i>	<u>(77,970)</u>	<u>(187,875)</u>	<u>(265,845)</u>
<i>Net Cash Provided by Operating Activities</i>	<u>\$923,210</u>	<u>\$460,997</u>	<u>\$1,384,207</u>

Statement of Changes in Assets and Liabilities - Agency Fund

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

Agency Fund

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

Mentor Exempted Village School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2013

	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2013</u>
Student Activities Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$286,741	\$279,908	\$284,036	\$282,613
	<u><u>\$286,741</u></u>	<u><u>\$279,908</u></u>	<u><u>\$284,036</u></u>	<u><u>\$282,613</u></u>
Liabilities				
Due to Students	\$286,741	\$279,908	\$284,036	\$282,613
	<u><u>\$286,741</u></u>	<u><u>\$279,908</u></u>	<u><u>\$284,036</u></u>	<u><u>\$282,613</u></u>

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

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$64,291,117	\$59,399,865	\$60,155,946	\$756,081
Intergovernmental	24,875,469	29,285,275	29,718,037	432,762
Interest	230,919	271,600	274,155	2,555
Tuition and Fees	1,000,985	1,186,130	1,247,710	61,580
Extracurricular Activities	282,121	332,160	337,217	5,057
Contributions and Donations	9,801	10,000	1,343	(8,657)
Charges for Services	27,004	30,000	20,192	(9,808)
Rentals	43,162	50,000	46,082	(3,918)
Payment in Lieu of Taxes	619,079	619,079	989,076	369,997
Miscellaneous	223,024	360,000	923,091	563,091
<i>Total Revenues</i>	91,602,681	91,544,109	93,712,849	2,168,740
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	31,207,028	30,904,317	29,797,980	1,106,337
Fringe Benefits	11,126,675	11,069,361	10,578,160	491,201
Purchased Services	1,860,049	1,941,548	1,899,498	42,050
Materials and Supplies	2,860,914	2,164,345	1,920,524	243,821
Capital Outlay	468,524	726,040	666,096	59,944
Other	18,143	35,163	24,117	11,046
Total Regular	47,541,333	46,840,774	44,886,375	1,954,399
Special:				
Salaries and Wages	5,797,051	6,180,061	6,165,677	14,384
Fringe Benefits	2,102,204	2,158,399	2,154,676	3,723
Purchased Services	3,082,186	3,078,721	3,067,282	11,439
Materials and Supplies	8,476	8,676	179	8,497
Capital Outlay	20,944	22,380	22,380	0
Total Special	11,010,861	11,448,237	11,410,194	38,043
Vocational:				
Salaries and Wages	1,150,426	1,150,216	1,099,587	50,629
Fringe Benefits	402,566	402,566	389,515	13,051
Purchased Services	706,359	670,859	575,571	95,288
Materials and Supplies	31,471	29,603	23,071	6,532
Capital Outlay	12,254	14,049	10,509	3,540
Other	4,051	4,124	4,124	0
Total Vocational	\$2,307,127	\$2,271,417	\$2,102,377	\$169,040

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Student Intervention:				
Salaries and Wages	\$41,381	\$54,449	\$54,448	\$1
Fringe Benefits	5,119	7,261	4,317	2,944
Purchased Services	85,780	65,050	56,098	8,952
Materials and Supplies	47,483	22,072	22,069	3
Total Student Intervention	179,763	148,832	136,932	11,900
Total Instruction	61,039,084	60,709,260	58,535,878	2,173,382
Support Services:				
Pupils:				
Salaries and Wages	4,377,581	4,377,581	4,097,962	279,619
Fringe Benefits	1,818,409	1,818,409	1,639,988	178,421
Purchased Services	53,730	29,310	26,055	3,255
Materials and Supplies	22,775	21,222	15,860	5,362
Capital Outlay	952	952	449	503
Total Pupils	6,273,447	6,247,474	5,780,314	467,160
Instructional Staff:				
Salaries and Wages	4,012,083	4,012,083	3,946,523	65,560
Fringe Benefits	2,620,735	2,620,735	2,508,987	111,748
Purchased Services	126,852	153,441	137,653	15,788
Materials and Supplies	176,544	175,017	109,568	65,449
Capital Outlay	27,001	31,853	14,423	17,430
Other	0	750	0	750
Total Instructional Staff	6,963,215	6,993,879	6,717,154	276,725
Board of Education:				
Salaries and Wages	12,500	22,500	15,375	7,125
Fringe Benefits	2,569	3,769	3,356	413
Purchased Services	477,095	477,150	320,320	156,830
Materials and Supplies	2,205	1,366	416	950
Capital Outlay	20,917	20,711	18,206	2,505
Other	248,145	258,546	219,844	38,702
Total Board of Education	763,431	784,042	577,517	206,525
Administration:				
Salaries and Wages	3,544,722	3,544,722	3,472,400	72,322
Fringe Benefits	1,739,865	1,739,865	1,590,050	149,815
Purchased Services	201,711	197,837	153,209	44,628
Materials and Supplies	16,364	16,364	8,339	8,025
Capital Outlay	11,500	11,500	200	11,300
Other	83,500	96,100	35,533	60,567
Total Administration	\$5,597,662	\$5,606,388	\$5,259,731	\$346,657

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fiscal:				
Salaries and Wages	\$792,770	\$792,770	\$736,663	\$56,107
Fringe Benefits	441,978	441,978	399,696	42,282
Purchased Services	527,630	527,630	455,139	72,491
Materials and Supplies	23,548	23,548	13,318	10,230
Capital Outlay	13,346	13,346	4,823	8,523
Other	1,119,057	1,015,813	962,609	53,204
Total Fiscal	2,918,329	2,815,085	2,572,248	242,837
Business:				
Salaries and Wages	431,786	431,786	408,569	23,217
Fringe Benefits	196,697	196,697	164,213	32,484
Purchased Services	2,856	2,856	1,387	1,469
Materials and Supplies	5,035	5,035	1,640	3,395
Other	7,255	7,255	4,512	2,743
Total Business	643,629	643,629	580,321	63,308
Operation and Maintenance of Plant:				
Salaries and Wages	3,598,929	3,448,929	3,379,368	69,561
Fringe Benefits	1,926,801	1,926,801	1,418,494	508,307
Purchased Services	2,960,992	2,971,258	2,607,013	364,245
Materials and Supplies	586,278	517,176	513,193	3,983
Capital Outlay	229,097	291,679	244,971	46,708
Other	23,500	23,500	21,634	1,866
Total Operation and Maintenance of Plant	9,325,597	9,179,343	8,184,673	994,670
Pupil Transportation:				
Salaries and Wages	3,241,294	3,241,294	2,878,856	362,438
Fringe Benefits	1,631,561	1,631,561	1,524,700	106,861
Purchased Services	889,811	896,051	859,020	37,031
Materials and Supplies	1,040,028	1,061,463	1,060,572	891
Capital Outlay	389,180	458,665	439,150	19,515
Other	325	325	0	325
Total Pupil Transportation	\$7,192,199	\$7,289,359	\$6,762,298	\$527,061

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Central:				
Salaries and Wages	\$554,762	\$602,912	\$601,279	\$1,633
Fringe Benefits	306,266	306,266	255,099	51,167
Purchased Services	693,241	625,554	585,743	39,811
Materials and Supplies	227,794	145,649	142,085	3,564
Capital Outlay	188,524	708,270	705,408	2,862
Other	12,260	12,260	12,260	0
Total Central	1,982,847	2,400,911	2,301,874	99,037
Total Support Services	41,660,356	41,960,110	38,736,130	3,223,980
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	51,742	51,742	43,490	8,252
Fringe Benefits	16,783	16,783	14,267	2,516
Total Operation of Non-Instructional Services	68,525	68,525	57,757	10,768
Extracurricular Activities:				
Academic Oriented Activities:				
Salaries and Wages	213,254	215,485	210,634	4,851
Fringe Benefits	35,818	35,743	35,592	151
Purchased Services	27,852	28,837	27,037	1,800
Materials and Supplies	4,170	4,370	4,312	58
Capital Outlay	4,780	3,530	3,045	485
Other	4,952	5,017	4,933	84
Total Academic Oriented Activities	290,826	292,982	285,553	7,429
Occupation Oriented Activities:				
Salaries and Wages	1,959	2,459	2,409	50
Fringe Benefits	298	373	366	7
Total Occupation Oriented Activities	\$2,257	\$2,832	\$2,775	\$57

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Athletic Oriented Activities:				
Salaries and Wages	\$821,251	\$829,351	\$792,460	\$36,891
Fringe Benefits	177,685	177,685	168,973	8,712
Purchased Services	22,000	22,000	22,000	0
Other	0	33,070	33,070	0
Total Athletic Oriented Activities	1,020,936	1,062,106	1,016,503	45,603
School and Public Service Co-Curricular Activities:				
Salaries and Wages	125,936	127,105	119,257	7,848
Fringe Benefits	28,328	28,328	26,355	1,973
Total School and Public Service Co-Curricular Activities	154,264	155,433	145,612	9,821
Total Extracurricular Activities	1,468,283	1,513,353	1,450,443	62,910
Total Expenditures	104,236,248	104,251,248	98,780,208	5,471,040
<i>Excess of Revenues Under Expenditures</i>	<i>(12,633,567)</i>	<i>(12,707,139)</i>	<i>(5,067,359)</i>	<i>7,639,780</i>
Other Financing Sources (Uses)				
Sale of Capital Assets	4,163	6,000	12,377	6,377
Advances In	285,540	339,737	365,237	25,500
Advances Out	(370,487)	(370,487)	(150,000)	220,487
Transfers In	7,462	10,000	17,102	7,102
Transfers Out	(699,180)	(684,180)	(533,849)	150,331
Total Other Financing Sources (Uses)	(772,502)	(698,930)	(289,133)	409,797
Net Change in Fund Balance	(13,406,069)	(13,406,069)	(5,356,492)	8,049,577
Fund Balance Beginning of Year	54,107,803	54,107,803	54,107,803	0
Prior Year Encumbrances Appropriated	3,336,325	3,336,325	3,336,325	0
Fund Balance End of Year	\$44,038,059	\$44,038,059	\$52,087,636	\$8,049,577

Mentor Exempted Village School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Cardinal Autism Resource and Education School Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$3,000	\$3,000	\$0	(\$3,000)
Charges for Services	2,376,513	1,618,850	1,558,993	(59,857)
<i>Total Revenues</i>	<u>2,379,513</u>	<u>1,621,850</u>	<u>1,558,993</u>	<u>(62,857)</u>
Expenses				
Salaries and Wages	818,464	875,038	773,386	101,652
Fringe Benefits	443,472	463,869	432,736	31,133
Purchased Services	229,960	252,966	250,479	2,487
Materials and Supplies	26,181	37,405	35,110	2,295
Capital Outlay	2,350	16,030	15,975	55
Other	53,710	85,110	1,127	83,983
<i>Total Expenses</i>	<u>1,574,137</u>	<u>1,730,418</u>	<u>1,508,813</u>	<u>221,605</u>
<i>Excess of Revenues Over (Under) Expenses Before Advances and Transfers</i>	805,376	(108,568)	50,180	158,748
Advances In	320,487	330,487	150,000	(180,487)
Advances Out	(339,737)	(364,737)	(364,737)	0
Transfers In	0	2,137	2,137	0
<i>Net Change in Fund Equity</i>	786,126	(140,681)	(162,420)	(21,739)
<i>Fund Equity Beginning of Year</i>	19,226	19,226	19,226	0
Prior Year Encumbrances Appropriated	164,529	164,529	164,529	0
<i>Fund Equity End of Year</i>	<u>\$969,881</u>	<u>\$43,074</u>	<u>\$21,335</u>	<u>(\$21,739)</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$1,080,795	\$949,500	\$956,683	\$7,183
Interest	514	500	104	(396)
Charges for Services	2,188,691	1,953,000	1,717,382	(235,618)
<i>Total Revenues</i>	<u>3,270,000</u>	<u>2,903,000</u>	<u>2,674,169</u>	<u>(228,831)</u>
Expenditures				
Support Services:				
Fiscal:				
Other	26,562	27,697	27,697	0
Operation of Food Service:				
Salaries and Wages	978,944	978,944	954,151	24,793
Fringe Benefits	795,423	795,423	729,700	65,723
Purchased Services	76,033	76,033	58,219	17,814
Materials and Supplies	1,284,780	1,284,780	980,683	304,097
Capital Outlay	100,490	99,355	39,453	59,902
<i>Total Operation of Food Service</i>	<u>3,235,670</u>	<u>3,234,535</u>	<u>2,762,206</u>	<u>472,329</u>
<i>Total Expenditures</i>	<u>3,262,232</u>	<u>3,262,232</u>	<u>2,789,903</u>	<u>472,329</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>7,768</u>	<u>(359,232)</u>	<u>(115,734)</u>	<u>243,498</u>
Other Financing Sources				
Transfers In	130,000	130,000	0	(130,000)
<i>Net Change in Fund Balance</i>	137,768	(229,232)	(115,734)	113,498
<i>Fund Balance Beginning of Year</i>	395,636	395,636	395,636	0
Prior Year Encumbrances Appropriated	30,621	30,621	30,621	0
<i>Fund Balance End of Year</i>	<u>\$564,025</u>	<u>\$197,025</u>	<u>\$310,523</u>	<u>\$113,498</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Trust Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$0	\$0	\$9	\$9
Extracurricular Activities	16,500	16,500	0	(16,500)
Contributions and Donations	158,500	182,211	148,494	(33,717)
<i>Total Revenues</i>	<u>175,000</u>	<u>198,711</u>	<u>148,503</u>	<u>(50,208)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	90	90	90	0
Fringe Benefits	15	15	15	0
Materials and Supplies	5,567	18,930	15,130	3,800
Capital Outlay	741	11,550	11,550	0
Other	9,500	9,500	0	9,500
Total Regular	<u>15,913</u>	<u>40,085</u>	<u>26,785</u>	<u>13,300</u>
Special:				
Purchased Services	428	1,315	1,315	0
Materials and Supplies	1,277	5,397	5,396	1
Capital Outlay	775	1,595	1,595	0
Other	0	351	351	0
Total Special	<u>2,480</u>	<u>8,658</u>	<u>8,657</u>	<u>1</u>
Total Instruction	<u>18,393</u>	<u>48,743</u>	<u>35,442</u>	<u>13,301</u>
Support Services:				
Pupils:				
Materials and Supplies	299	0	0	0
Instructional Staff:				
Purchased Services	330	0	0	0
Materials and Supplies	3,126	3,125	2,425	700
Capital Outlay	900	900	0	900
Other	46	0	0	0
Total Instructional Staff	<u>\$4,402</u>	<u>\$4,025</u>	<u>\$2,425</u>	<u>\$1,600</u>

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Trust Fund (continued)
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Board of Education:				
Other	<u>\$10,000</u>	<u>\$10,000</u>	<u>\$1,500</u>	<u>\$8,500</u>
Administration:				
Purchased Services	<u>155</u>	<u>155</u>	<u>0</u>	<u>155</u>
Pupil Transportation:				
Purchased Services	<u>330</u>	<u>524</u>	<u>520</u>	<u>4</u>
Central:				
Purchased Services	279	279	279	0
Materials and Supplies	634	884	586	298
Other	<u>2,855</u>	<u>3,745</u>	<u>2,846</u>	<u>899</u>
Total Central	<u>3,768</u>	<u>4,908</u>	<u>3,711</u>	<u>1,197</u>
Total Support Services:	<u>18,954</u>	<u>19,612</u>	<u>8,156</u>	<u>11,456</u>
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	1,085	735	399	336
Materials and Supplies	<u>42</u>	<u>392</u>	<u>392</u>	<u>0</u>
Total Operation of Non-Instructional Services	<u>1,127</u>	<u>1,127</u>	<u>791</u>	<u>336</u>
Extracurricular Activities:				
Academic Oriented Activities:				
Other	<u>27,500</u>	<u>12,500</u>	<u>4,500</u>	<u>8,000</u>
Sports Oriented Activities:				
Materials and Supplies	912	18,912	912	18,000
Other	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>
Total Sports Oriented Activities	<u>\$1,412</u>	<u>\$19,412</u>	<u>\$912</u>	<u>\$18,500</u>

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Trust Fund (continued)
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
School and Public Service				
Co-Curricular Activities:				
Purchased Services	\$0	\$800	\$800	\$0
Materials and Supplies	547	4,872	4,781	91
Capital Outlay	500	375	0	375
Other	10,816	25,816	13,737	12,079
Total School and Public Service				
Co-Curricular Activities	11,863	31,863	19,318	12,545
Total Extracurricular Activities	40,775	63,775	24,730	39,045
<i>Total Expenditures</i>	79,249	133,257	69,119	64,138
<i>Excess of Revenues Over (Under) Expenditures</i>	95,751	65,454	79,384	13,930
Other Financing Uses				
Transfers Out	0	(299)	(299)	0
<i>Net Change in Fund Balance</i>	95,751	65,155	79,085	13,930
<i>Fund Balance Beginning of Year</i>	52,520	52,520	52,520	0
Prior Year Encumbrances Appropriated	4,278	4,278	4,278	0
<i>Fund Balance End of Year</i>	<u>\$152,549</u>	<u>\$121,953</u>	<u>\$135,883</u>	<u>\$13,930</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Rotary Special Services Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Tuition and Fees	\$125,000	\$100,700	\$47,800	(\$52,900)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	48,000	96,000	45,771	50,229
Fringe Benefits	8,700	17,400	7,223	10,177
Purchased Services	1,100	2,000	780	1,220
Materials and Supplies	5,450	9,150	1,063	8,087
Other	2,150	4,150	647	3,503
<i>Total Expenditures</i>	<u>65,400</u>	<u>128,700</u>	<u>55,484</u>	<u>73,216</u>
<i>Net Change in Fund Balance</i>	59,600	(28,000)	(7,684)	20,316
<i>Fund Balance Beginning of Year</i>	80,395	80,395	80,395	0
Prior Year Encumbrances Appropriated	<u>2,100</u>	<u>2,100</u>	<u>2,100</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$142,095</u>	<u>\$54,495</u>	<u>\$74,811</u>	<u>\$20,316</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Adult Education Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Contributions and Donations	\$10,000	\$1,000	\$0	(\$1,000)
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	500	500	267	233
Materials and Supplies	200	200	187	13
<i>Total Expenditures</i>	<u>700</u>	<u>700</u>	<u>454</u>	<u>246</u>
<i>Excess of Revenues Over Expenditures</i>	9,300	300	(454)	(754)
Other Financing Uses				
Transfers Out	(4,048)	(4,048)	(4,048)	0
<i>Net Change in Fund Balance</i>	5,252	(3,748)	(4,502)	(754)
<i>Fund Balance Beginning of Year</i>	<u>5,546</u>	<u>5,546</u>	<u>5,546</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$10,798</u></u>	<u><u>\$1,798</u></u>	<u><u>\$1,044</u></u>	<u><u>(\$754)</u></u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Rotary Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Extracurricular Activities	\$876,467	\$694,200	\$556,444	(\$137,756)
Contributions and Donations	56,082	47,300	31,656	(15,644)
Miscellaneous	0	0	54	54
<i>Total Revenues</i>	<u>932,549</u>	<u>741,500</u>	<u>588,154</u>	<u>(153,346)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	17,017	30,484	17,234	13,250
Fringe Benefits	2,834	4,894	2,666	2,228
Purchased Services	0	150	143	7
Total Instruction	<u>19,851</u>	<u>35,528</u>	<u>20,043</u>	<u>15,485</u>
Support Services:				
Pupils:				
Salaries and Wages	305,046	312,620	309,071	3,549
Fringe Benefits	116,725	117,220	116,548	672
Purchased Services	78,523	153,406	70,468	82,938
Materials and Supplies	84,421	86,121	81,637	4,484
Capital Outlay	11,100	6,820	6,720	100
Other	13,000	16,200	2,933	13,267
Total Pupils	<u>608,815</u>	<u>692,387</u>	<u>587,377</u>	<u>105,010</u>
Fiscal:				
Other	7,500	7,556	7,556	0
Central:				
Purchased Services	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Support Services	<u>\$618,315</u>	<u>\$701,943</u>	<u>\$594,933</u>	<u>\$107,010</u>

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Rotary Fund (continued)
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Extracurricular Activities:				
School and Public Service Co-Curricular Activities:				
Purchased Services	\$12,640	\$13,140	\$8,060	\$5,080
Materials and Supplies	500	500	100	400
Other	74,372	82,872	45,596	37,276
Total Extracurricular Activities	87,512	96,512	53,756	42,756
<i>Total Expenditures</i>	725,678	833,983	668,732	165,251
<i>Excess of Revenues Over (Under) Expenditures</i>	206,871	(92,483)	(80,578)	11,905
Other Financing Sources (Uses)				
Transfers In	67,451	90,002	51,525	(38,477)
Transfers Out	(11,038)	(11,040)	(6,938)	4,102
<i>Total Other Financing Sources (Uses)</i>	56,413	78,962	44,587	(34,375)
<i>Net Change in Fund Balance</i>	263,284	(13,521)	(35,991)	(22,470)
<i>Fund Balance Beginning of Year</i>	180,821	180,821	180,821	0
Prior Year Encumbrances Appropriated	2,736	2,736	2,736	0
<i>Fund Balance End of Year</i>	\$446,841	\$170,036	\$147,566	(\$22,470)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Other Grants Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$0	\$0	\$32	\$32
Contributions and Donations	87,342	65,000	31,500	(33,500)
Rentals	112,658	64,000	68,573	4,573
<i>Total Revenues</i>	<u>200,000</u>	<u>129,000</u>	<u>100,105</u>	<u>(28,895)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	0	2,205	1,156	1,049
Fringe Benefits	0	368	193	175
Purchased Services	7,500	5,000	6	4,994
Materials and Supplies	0	21,098	1,180	19,918
Capital Outlay	136,093	94,217	74,830	19,387
Total Regular Instruction	<u>143,593</u>	<u>122,888</u>	<u>77,365</u>	<u>45,523</u>
Special:				
Materials and Supplies	10,000	10,000	2,551	7,449
Vocational:				
Purchased Services	0	2,400	2,400	0
Total Instruction	<u>153,593</u>	<u>135,288</u>	<u>82,316</u>	<u>52,972</u>
Support Services:				
Instructional Staff:				
Purchased Services	0	19,370	4,642	14,728
Materials and Supplies	7,500	7,500	0	7,500
Other	12,315	12,315	0	12,315
Total Instructional Staff	<u>19,815</u>	<u>39,185</u>	<u>4,642</u>	<u>34,543</u>
Administration:				
Purchased Services	0	955	949	6
Materials and Supplies	15,449	13,166	7,946	5,220
Capital Outlay	20,500	1,542	1,542	0
Other	0	1,150	1,150	0
Total Administration	<u>35,949</u>	<u>16,813</u>	<u>11,587</u>	<u>5,226</u>
Operation and Maintenance of Plant:				
Capital Outlay	<u>\$45,000</u>	<u>\$43,990</u>	<u>\$27,190</u>	<u>\$16,800</u>

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Other Grants Fund (continued)
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Pupil Transportation:				
Purchased Services	\$2,300	\$2,786	\$2,786	\$0
Other	40,184	40,184	39,316	868
Total Pupil Transportation	<u>42,484</u>	<u>42,970</u>	<u>42,102</u>	<u>868</u>
Central:				
Capital Outlay	0	6,975	6,975	0
Other	0	1,000	1,000	0
Total Central	<u>0</u>	<u>7,975</u>	<u>7,975</u>	<u>0</u>
Total Support Services	<u>143,248</u>	<u>150,933</u>	<u>93,496</u>	<u>57,437</u>
Extracurricular Activities:				
Academic Oriented Activities:				
Purchased Services	0	6,820	6,650	170
Materials and Supplies	0	2,295	2,295	0
Other	0	1,505	1,505	0
Total Academic Oriented Activities	<u>0</u>	<u>10,620</u>	<u>10,450</u>	<u>170</u>
Sport Oriented Activities:				
Materials and Supplies	1,000	1,000	0	1,000
Total Extracurricular Activities	<u>1,000</u>	<u>11,620</u>	<u>10,450</u>	<u>1,170</u>
Total Expenditures	<u>297,841</u>	<u>297,841</u>	<u>186,262</u>	<u>111,579</u>
<i>Excess of Revenues Under Expenditures</i>	(97,841)	(168,841)	(86,157)	82,684
Other Financing Uses				
Transfers Out	(100)	(100)	0	100
Net Change in Fund Balance	(97,941)	(168,941)	(86,157)	82,784
Fund Balance Beginning of Year	111,929	111,929	111,929	0
Prior Year Encumbrances Appropriated	71,241	71,241	71,241	0
Fund Balance End of Year	<u>\$85,229</u>	<u>\$14,229</u>	<u>\$97,013</u>	<u>\$82,784</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Athletics and Music Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Extracurricular Activities	\$1,353,201	\$445,700	\$305,604	(\$140,096)
Contributions and Donations	201,344	74,500	42,303	(32,197)
<i>Total Revenues</i>	<u>1,554,545</u>	<u>520,200</u>	<u>347,907</u>	<u>(172,293)</u>
Expenditures				
Current:				
Extracurricular Activities:				
Sports Oriented Activities:				
Salaries and Wages	17,645	20,553	15,736	4,817
Fringe Benefits	4,225	4,322	2,592	1,730
Purchased Services	249,047	264,887	190,977	73,910
Materials and Supplies	135,728	169,741	95,322	74,419
Capital Outlay	10,259	11,951	4,867	7,084
Other	145,857	159,842	86,814	73,028
<i>Total Expenditures</i>	<u>562,761</u>	<u>631,296</u>	<u>396,308</u>	<u>234,988</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>991,784</u>	<u>(111,096)</u>	<u>(48,401)</u>	<u>62,695</u>
Other Financing Sources (Uses)				
Advances Out	0	(500)	(500)	0
Transfers In	195,455	66,443	40,000	(26,443)
<i>Total Other Financing Sources (Uses)</i>	<u>195,455</u>	<u>65,943</u>	<u>39,500</u>	<u>(26,443)</u>
<i>Net Change in Fund Balance</i>	1,187,239	(45,153)	(8,901)	36,252
<i>Fund Balance Beginning of Year</i>	82,622	82,622	82,622	0
Prior Year Encumbrances Appropriated	7,021	7,021	7,021	0
<i>Fund Balance End of Year</i>	<u>\$1,276,882</u>	<u>\$44,490</u>	<u>\$80,742</u>	<u>\$36,252</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$1,441,910	\$1,435,824	\$1,435,824	\$0
Interest	116	120	120	0
<i>Total Revenues</i>	<u>1,442,026</u>	<u>1,435,944</u>	<u>1,435,944</u>	<u>0</u>
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	959,873	926,924	921,922	5,002
Materials and Supplies	592,318	518,174	514,168	4,006
Capital Outlay	144,543	292,436	291,850	586
<i>Total Expenditures</i>	<u>1,696,734</u>	<u>1,737,534</u>	<u>1,727,940</u>	<u>9,594</u>
<i>Net Change in Fund Balance</i>	(254,708)	(301,590)	(291,996)	9,594
<i>Fund Balance Beginning of Year</i>	47,168	47,168	47,168	0
Prior Year Encumbrances Appropriated	<u>254,422</u>	<u>254,422</u>	<u>254,422</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$46,882</u></u>	<u><u>\$0</u></u>	<u><u>\$9,594</u></u>	<u><u>\$9,594</u></u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Entry Year Teachers Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Materials and Supplies	1,606	1,606	1,606	0
<i>Net Change in Fund Balance</i>	(1,606)	(1,606)	(1,606)	0
<i>Fund Balance Beginning of Year</i>	1,606	1,606	1,606	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
OneNet Data Communications Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$12,600	\$25,200	\$25,200	\$0
Expenditures				
Current:				
Support Services:				
Central:				
Capital Outlay	<u>12,600</u>	<u>37,800</u>	<u>37,800</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	(12,600)	(12,600)	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	<u>12,600</u>	<u>12,600</u>	<u>12,600</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$12,600</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Miscellaneous State Grants Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$40,000	\$212,067	\$109,946	(\$102,121)
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	0	142,000	84,948	57,052
Total Instruction	0	142,000	84,948	57,052
Support Services:				
Pupils:				
Salaries and Wages	25,003	25,002	21,431	3,571
Fringe Benefits	4,162	4,164	3,567	597
Total Pupils	29,165	29,166	24,998	4,168
Instructional Staff:				
Purchased Services	0	37,000	0	37,000
Total Support Services	29,165	66,166	24,998	41,168
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	0	6,000	0	6,000
<i>Total Expenditures</i>	29,165	214,166	109,946	104,220
<i>Excess of Revenues Over (Under) Expenditures</i>	10,835	(2,099)	0	2,099
Other Financing Uses				
Transfers Out	(5,817)	(5,817)	(5,817)	0
<i>Net Change in Fund Balance</i>	5,018	(7,916)	(5,817)	2,099
<i>Fund Balance Beginning of Year</i>	7,916	7,916	7,916	0
<i>Fund Balance End of Year</i>	\$12,934	\$0	\$2,099	\$2,099

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Education Jobs Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$64,486	\$64,486	\$64,486	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	103,514	103,514	103,514	0
Fringe Benefits	34,626	34,626	34,626	0
<i>Total Expenditures</i>	<u>138,140</u>	<u>138,140</u>	<u>138,140</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(73,654)	(73,654)	(73,654)	0
<i>Fund Balance Beginning of Year</i>	<u>73,654</u>	<u>73,654</u>	<u>73,654</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Race to the Top Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$115,000	\$110,790	\$86,860	(\$23,930)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	0	12,573	10,747	1,826
Fringe Benefits	0	2,128	1,790	338
Purchased Services	16,500	16,500	16,500	0
Total Instruction	16,500	31,201	29,037	2,164
Support Services:				
Pupils:				
Purchased Services	4,864	4,000	1,684	2,316
Instructional Staff:				
Salaries and Wages	0	2,700	2,700	0
Fringe Benefits	0	450	450	0
Purchased Services	51,004	36,303	26,213	10,090
Materials and Supplies	10,273	11,136	1,710	9,426
Total Instructional Staff	61,277	50,589	31,073	19,516
Administration:				
Purchased Services	33,333	33,333	33,333	0
Total Support Services	99,474	87,922	66,090	21,832
<i>Total Expenditures</i>	115,974	119,123	95,127	23,996
<i>Net Change in Fund Balance</i>	(974)	(8,333)	(8,267)	66
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	8,333	8,333	8,333	0
<i>Fund Balance End of Year</i>	<u>\$7,359</u>	<u>\$0</u>	<u>\$66</u>	<u>\$66</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$1,960,312	\$1,927,327	\$1,672,457	(\$254,870)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	672,166	669,998	557,899	112,099
Fringe Benefits	264,872	258,942	218,189	40,753
Purchased Services	174,623	139,593	113,803	25,790
Materials and Supplies	54,535	81,409	77,811	3,598
Capital Outlay	32,258	41,365	14,587	26,778
Total Instruction	1,198,454	1,191,307	982,289	209,018
Support Services:				
Pupils:				
Salaries and Wages	52,502	61,726	56,576	5,150
Fringe Benefits	9,111	9,690	8,813	877
Purchased Services	117,067	102,031	100,203	1,828
Materials and Supplies	26,049	25,596	8,920	16,676
Capital Outlay	3,706	15,000	5,513	9,487
Total Pupils	208,435	214,043	180,025	34,018
Instructional Staff:				
Salaries and Wages	2,700	2,700	2,545	155
Fringe Benefits	500	500	407	93
Purchased Services	28,030	35,587	34,946	641
Total Instructional Staff	31,230	38,787	37,898	889
Administration:				
Salaries and Wages	283,945	286,845	257,772	29,073
Fringe Benefits	137,303	130,783	115,163	15,620
Purchased Services	22,823	15,475	11,991	3,484
Materials and Supplies	7,035	6,305	6,178	127
Capital Outlay	3,596	4,600	4,568	32
Total Administration	\$454,702	\$444,008	\$395,672	\$48,336

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI-B Fund (continued)
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Pupil Transportation:				
Purchased Services	\$26,804	\$31,481	\$26,097	\$5,384
Total Support Services	721,171	728,319	639,692	88,627
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	117,310	117,310	117,310	0
<i>Total Expenditures</i>	<u>2,036,935</u>	<u>2,036,936</u>	<u>1,739,291</u>	<u>297,645</u>
<i>Net Change in Fund Balance</i>	(76,623)	(109,609)	(66,834)	42,775
<i>Fund Balance Beginning of Year</i>	54,219	54,219	54,219	0
Prior Year Encumbrances Appropriated	55,390	55,390	55,390	0
<i>Fund Balance End of Year</i>	<u>\$32,986</u>	<u>\$0</u>	<u>\$42,775</u>	<u>\$42,775</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Carl Perkins Grant Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$372,110	\$364,017	\$319,452	(\$44,565)
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	3,000	2,678	2,401	277
Fringe Benefits	518	446	400	46
Purchased Services	43,448	36,723	31,074	5,649
Materials and Supplies	59,568	46,526	44,054	2,472
Capital Outlay	64,690	95,694	74,648	21,046
Total Instruction	171,224	182,067	152,577	29,490
Support Services:				
Pupils:				
Salaries and Wages	61,500	87,171	80,482	6,689
Fringe Benefits	10,296	14,524	13,347	1,177
Purchased Services	70,126	42,119	35,920	6,199
Materials and Supplies	8,801	1,882	1,882	0
Capital Outlay	1,000	460	460	0
Other	249	244	244	0
Total Pupils	151,972	146,400	132,335	14,065
Instructional Staff:				
Purchased Services	28,327	29,327	28,236	1,091
Administration:				
Salaries and Wages	14,148	14,148	14,148	0
Fringe Benefits	2,357	2,357	2,357	0
Other	600	0	0	0
Total Administration	\$17,105	\$16,505	\$16,505	\$0

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Carl Perkins Grant Fund (continued)
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Pupil Transportation: Purchased Services	\$7,000	\$6,418	\$5,695	\$723
Total Support Services	204,404	198,650	182,771	15,879
<i>Total Expenditures</i>	<u>375,628</u>	<u>380,717</u>	<u>335,348</u>	<u>45,369</u>
<i>Net Change in Fund Balance</i>	(3,518)	(16,700)	(15,896)	804
<i>Fund Balance Beginning of Year</i>	7,031	7,031	7,031	0
Prior Year Encumbrances Appropriated	9,669	9,669	9,669	0
<i>Fund Balance End of Year</i>	<u>\$13,182</u>	<u>\$0</u>	<u>\$804</u>	<u>\$804</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title III Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$67,420	\$48,047	\$33,671	(\$14,376)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	26,471	28,601	16,342	12,259
Fringe Benefits	4,462	4,799	2,674	2,125
Materials and Supplies	4,926	5,272	5,238	34
Capital Outlay	1,117	1,055	911	144
Total Instruction	<u>36,976</u>	<u>39,727</u>	<u>25,165</u>	<u>14,562</u>
Support Services:				
Pupils:				
Purchased Services	6,962	10,664	9,472	1,192
Instructional Staff:				
Purchased Services	<u>5,435</u>	<u>1,300</u>	<u>1,154</u>	<u>146</u>
Total Support Services	<u>12,397</u>	<u>11,964</u>	<u>10,626</u>	<u>1,338</u>
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	<u>3,000</u>	<u>682</u>	<u>471</u>	<u>211</u>
<i>Total Expenditures</i>	<u>52,373</u>	<u>52,373</u>	<u>36,262</u>	<u>16,111</u>
<i>Net Change in Fund Balance</i>	15,047	(4,326)	(2,591)	1,735
<i>Fund Balance Beginning of Year</i>	685	685	685	0
Prior Year Encumbrances Appropriated	<u>3,641</u>	<u>3,641</u>	<u>3,641</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$19,373</u>	<u>\$0</u>	<u>\$1,735</u>	<u>\$1,735</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$988,157	\$967,678	\$795,863	(\$171,815)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	620,390	633,440	535,064	98,376
Fringe Benefits	262,448	246,154	197,909	48,245
Materials and Supplies	31,631	65,552	17,487	48,065
Capital Outlay	13,188	10,000	0	10,000
Total Instruction	927,657	955,146	750,460	204,686
Support Services:				
Instructional Staff:				
Salaries and Wages	21,000	8,200	0	8,200
Fringe Benefits	5,000	1,000	0	1,000
Purchased Services	7,384	4,023	1,405	2,618
Materials and Supplies	4,216	1,000	705	295
Total Instructional Staff	37,600	14,223	2,110	12,113
Administration:				
Salaries and Wages	29,074	29,045	21,730	7,315
Fringe Benefits	10,950	10,390	8,478	1,912
Total Administration	40,024	39,435	30,208	9,227
Fiscal Services:				
Other	0	13,594	13,594	0
Pupil Transportation:				
Purchased Services	2,616	2,154	1,280	874
Total Support Services	\$80,240	\$69,406	\$47,192	\$22,214

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title I Fund (continued)
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	\$14,139	\$3,421	\$1,646	\$1,775
Materials and Supplies	23,374	15,000	12,768	2,232
Total Operation of Non-Instructional Services	<u>37,513</u>	<u>18,421</u>	<u>14,414</u>	<u>4,007</u>
<i>Total Expenditures</i>	<u>1,045,410</u>	<u>1,042,973</u>	<u>812,066</u>	<u>230,907</u>
<i>Net Change in Fund Balance</i>	(57,253)	(75,295)	(16,203)	59,092
<i>Fund Balance Beginning of Year</i>	70,248	70,248	70,248	0
Prior Year Encumbrances Appropriated	<u>5,047</u>	<u>5,047</u>	<u>5,047</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$18,042</u></u>	<u><u>\$0</u></u>	<u><u>\$59,092</u></u>	<u><u>\$59,092</u></u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Preschool Grant Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$116,470	\$105,649	\$61,258	(\$44,391)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	3,091	3,403	1,187	2,216
Fringe Benefits	545	568	186	382
Purchased Services	5,162	5,000	1,369	3,631
Materials and Supplies	21,839	35,301	22,577	12,724
Capital Outlay	7,312	4,524	2,613	1,911
Total Instruction	37,949	48,796	27,932	20,864
Support Services:				
Pupils:				
Salaries and Wages	32,027	27,632	16,128	11,504
Fringe Benefits	10,430	9,133	6,214	2,919
Purchased Services	9,641	3,186	1,252	1,934
Materials and Supplies	8,165	3,000	872	2,128
Capital Outlay	1,000	1,000	0	1,000
Total Pupils	61,263	43,951	24,466	19,485
Instructional Staff:				
Purchased Services	4,000	3,000	360	2,640
Materials and Supplies	1,000	0	0	0
Total Instructional Staff	5,000	3,000	360	2,640
Administration:				
Materials and Supplies	1,000	664	0	664
Pupil Transportation:				
Purchased Services	2,218	2,218	1,853	365
Materials and Supplies	0	7,300	7,167	133
Total Pupil Transportation	2,218	9,518	9,020	498
Total Support Services	\$69,481	\$57,133	\$33,846	\$23,287

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Preschool Grant Fund (continued)
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	\$2,000	\$0	\$0	\$0
Materials and Supplies	2,000	0	0	0
Total Operation of Non-Instructional Services	4,000	0	0	0
Capital Outlay:				
Capital Outlay	0	5,500	5,164	336
<i>Total Expenditures</i>	111,430	111,429	66,942	44,487
<i>Net Change in Fund Balance</i>	5,040	(5,780)	(5,684)	96
<i>Fund Balance Beginning of Year</i>	1,434	1,434	1,434	0
Prior Year Encumbrances Appropriated	4,346	4,346	4,346	0
<i>Fund Balance End of Year</i>	<u>\$10,820</u>	<u>\$0</u>	<u>\$96</u>	<u>\$96</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Classroom Reduction Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$315,000	\$302,630	\$189,837	(\$112,793)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	113,073	143,634	110,775	32,859
Fringe Benefits	28,205	32,148	18,200	13,948
Purchased Services	129,849	108,025	40,827	67,198
Materials and Supplies	34,566	28,357	28,184	173
Capital Outlay	10,832	2,308	0	2,308
<i>Total Expenditures</i>	316,525	314,472	197,986	116,486
<i>Net Change in Fund Balance</i>	(1,525)	(11,842)	(8,149)	3,693
<i>Fund Balance Beginning of Year</i>	2,317	2,317	2,317	0
Prior Year Encumbrances Appropriated	9,525	9,525	9,525	0
<i>Fund Balance End of Year</i>	\$10,317	\$0	\$3,693	\$3,693

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Uniform School Supplies
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Tuition and Fees	\$519,500	\$310,000	\$263,549	(\$46,451)
Miscellaneous	500	500	33	(467)
<i>Total Revenues</i>	<u>520,000</u>	<u>310,500</u>	<u>263,582</u>	<u>(46,918)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	381,116	386,116	358,669	27,447
Capital Outlay	530	530	0	530
Total Regular Instruction	<u>381,646</u>	<u>386,646</u>	<u>358,669</u>	<u>27,977</u>
Vocational:				
Materials and Supplies	11,246	11,246	7,666	3,580
Total Instruction	392,892	397,892	366,335	31,557
Support Services:				
Fiscal:				
Other	5,062	5,062	4,532	530
<i>Total Expenditures</i>	<u>397,954</u>	<u>402,954</u>	<u>370,867</u>	<u>32,087</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	122,046	(92,454)	(107,285)	(79,005)
Other Financing Sources				
Transfers In	80,000	80,000	115,000	(35,000)
<i>Net Change in Fund Balance</i>	202,046	(12,454)	7,715	(114,005)
<i>Fund Balance Beginning of Year</i>	8,320	8,320	8,320	0
Prior Year Encumbrances Appropriated	9,998	9,998	9,998	0
<i>Fund Balance End of Year</i>	<u>\$220,364</u>	<u>\$5,864</u>	<u>\$26,033</u>	<u>(\$114,005)</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Public School Support
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Extracurricular Activities	\$497,142	\$243,385	\$170,871	(\$72,514)
Contributions and Donations	147,858	81,700	46,175	(35,525)
Miscellaneous	5,000	5,000	5,766	766
<i>Total Revenues</i>	<u>650,000</u>	<u>330,085</u>	<u>222,812</u>	<u>(107,273)</u>
Expenditures				
Current:				
Support Services:				
Pupils:				
Purchased Services	1,000	1,000	129	871
Materials and Supplies	4,910	5,185	2,375	2,810
Capital Outlay	1,000	3,000	1,000	2,000
Other	4,000	3,725	0	3,725
Total Pupils	<u>10,910</u>	<u>12,910</u>	<u>3,504</u>	<u>9,406</u>
Instructional Staff:				
Materials and Supplies	0	1,000	0	1,000
Administration:				
Salaries and Wages	2,000	2,000	180	1,820
Fringe Benefits	445	445	30	415
Purchased Services	7,701	7,351	2,490	4,861
Materials and Supplies	36,927	39,926	26,557	13,369
Capital Outlay	10,502	10,502	450	10,052
Other	46,597	46,947	21,614	25,333
Total Administration	<u>104,172</u>	<u>107,171</u>	<u>51,321</u>	<u>55,850</u>
Central:				
Salaries and Wages	7,300	7,300	3,694	3,606
Fringe Benefits	2,060	2,060	615	1,445
Purchased Services	25,360	20,860	10,661	10,199
Materials and Supplies	52,207	63,677	44,649	19,028
Capital Outlay	22,590	21,854	5,501	16,353
Other	55,747	59,313	44,236	15,077
Total Central	<u>165,264</u>	<u>175,064</u>	<u>109,356</u>	<u>65,708</u>
Total Support Services	<u>\$280,346</u>	<u>\$296,145</u>	<u>\$164,181</u>	<u>\$131,964</u>

(continued)

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Public School Support (continued)
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of Non-Instructional Services:				
Community Services:				
Other	\$2,500	\$4,500	\$2,889	\$1,611
Food Service Operations:				
Materials and Supplies	5,233	5,233	1,000	4,233
Capital Outlay	2,500	2,500	0	2,500
Other	1,600	1,600	500	1,100
Total Food Service Operations	9,333	9,333	1,500	7,833
Extracurricular Activities:				
Athletic Oriented Activities:				
Materials and Supplies	1,277	392	277	115
Other	0	906	906	0
Total Athletic Oriented Activities	1,277	1,298	1,183	115
School and Public Service Co-Curricular Activities:				
Salaries and Wages	7,550	7,050	2,110	4,940
Fringe Benefits	1,210	1,310	450	860
Purchased Services	8,695	7,367	4,856	2,511
Materials and Supplies	67,327	75,228	53,945	21,283
Capital Outlay	10,000	9,778	0	9,778
Other	16,551	22,042	15,443	6,599
Total School and Public Service Co-Curricular Activities	111,333	122,775	76,804	45,971
Total Extracurricular Activities	112,610	124,073	77,987	46,086
<i>Total Expenditures</i>	404,789	434,051	246,557	187,494
<i>Net Change in Fund Balance</i>	245,211	(103,966)	(23,745)	80,221
<i>Fund Balance Beginning of Year</i>	179,464	179,464	179,464	0
Prior Year Encumbrances Appropriated	19,135	19,135	19,135	0
<i>Fund Balance End of Year</i>	\$443,810	\$94,633	\$174,854	\$80,221

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property Taxes	\$402,344	\$402,344	\$373,091	(\$29,253)
Intergovernmental	124,523	65,629	61,933	(3,696)
<i>Total Revenues</i>	<u>526,867</u>	<u>467,973</u>	<u>435,024</u>	<u>(32,949)</u>
Expenditures				
Current:				
Support Services:				
Fiscal:				
Purchased Services	4,000	4,250	4,250	0
Other	20,000	19,750	5,230	14,520
Total Support Services	<u>24,000</u>	<u>24,000</u>	<u>9,480</u>	<u>14,520</u>
Debt Service:				
Principal Retirement	2,171,333	2,171,333	2,171,333	0
Interest and Fiscal Charges	54,815	54,815	54,767	48
Total Debt Service	<u>2,226,148</u>	<u>2,226,148</u>	<u>2,226,100</u>	<u>48</u>
<i>Total Expenditures</i>	<u>2,250,148</u>	<u>2,250,148</u>	<u>2,235,580</u>	<u>14,568</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,723,281)</u>	<u>(1,782,175)</u>	<u>(1,800,556)</u>	<u>(18,381)</u>
Other Financing Sources				
Notes Issued	2,882,393	1,514,000	1,439,000	(75,000)
Transfers In	493,084	209,528	298,187	88,659
<i>Total Other Financing Sources</i>	<u>3,375,477</u>	<u>1,723,528</u>	<u>1,737,187</u>	<u>13,659</u>
<i>Net Change in Fund Balance</i>	1,652,196	(58,647)	(63,369)	(4,722)
<i>Fund Balance Beginning of Year</i>	<u>328,721</u>	<u>328,721</u>	<u>328,721</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,980,917</u>	<u>\$270,074</u>	<u>\$265,352</u>	<u>(\$4,722)</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property Taxes	\$941,986	\$941,986	\$875,575	(\$66,411)
Intergovernmental	606,411	207,417	172,446	(34,971)
Interest	1,632	700	403	(297)
Contributions and Donations	16,620	15,000	700	(14,300)
Rentals	29,775	8,000	10,708	2,708
Miscellaneous	12,874	0	5,564	5,564
<i>Total Revenues</i>	<u>1,609,298</u>	<u>1,173,103</u>	<u>1,065,396</u>	<u>(107,707)</u>
Expenditures				
Current:				
Support Services:				
Fiscal Services:				
Other	12,000	12,810	12,810	0
Operation and Maintenance of Plant:				
Purchased Services	109,294	109,293	82,875	26,418
Materials and Supplies	2,500	2,500	2,082	418
Capital Outlay	1,878,209	1,777,400	1,465,575	311,825
Other	150	150	36	114
<i>Total Operation and Maintenance of Plant</i>	<u>1,990,153</u>	<u>1,889,343</u>	<u>1,550,568</u>	<u>338,775</u>
Central:				
Capital Outlay	0	100,000	100,000	0
<i>Total Expenditures</i>	<u>2,002,153</u>	<u>2,002,153</u>	<u>1,663,378</u>	<u>338,775</u>
<i>Excess of Revenues Under Expenditures</i>	(\$392,855)	(\$829,050)	(\$597,982)	\$231,068

(continued)

Mentor Exempted Village School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Permanent Improvement Fund (continued)
 For the Fiscal Year Ended June 30, 2013*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Other Financing Sources				
Transfers In	\$82,688	\$0	\$27,000	\$27,000
<i>Net Change in Fund Balance</i>	(310,167)	(829,050)	(570,982)	258,068
<i>Fund Balance Beginning of Year</i>	660,709	660,709	660,709	0
Prior Year Encumbrances Appropriated	526,112	526,112	526,112	0
<i>Fund Balance End of Year</i>	<u>\$876,654</u>	<u>\$357,771</u>	<u>\$615,839</u>	<u>\$258,068</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Employee Benefits Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$13,000,000	\$16,273,925	\$15,276,851	(\$997,074)
Interest	0	0	933	933
<i>Total Revenues</i>	<u>13,000,000</u>	<u>16,273,925</u>	<u>15,277,784</u>	<u>(996,141)</u>
Expenses				
Salaries and Wages	0	15,224	15,224	0
Fringe Benefits	0	7,782	7,782	0
Claims	15,016,025	15,016,025	14,335,294	680,731
Other	150	150	150	0
Capital Outlay	0	125,000	124,425	575
<i>Total Expenses</i>	<u>15,016,175</u>	<u>15,164,181</u>	<u>14,482,875</u>	<u>681,306</u>
<i>Net Change in Fund Equity</i>	(2,016,175)	1,109,744	794,909	(314,835)
<i>Fund Equity Beginning of Year</i>	<u>6,884,347</u>	<u>6,884,347</u>	<u>6,884,347</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u>\$4,868,172</u>	<u>\$7,994,091</u>	<u>\$7,679,256</u>	<u>(\$314,835)</u>

Mentor Exempted Village School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Workers' Compensation Fund
For the Fiscal Year Ended June 30, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$2,250,000	\$854,081	\$793,330	(\$60,751)
Interest	0	0	224	224
Miscellaneous	0	0	1,621	1,621
<i>Total Revenues</i>	<u>2,250,000</u>	<u>854,081</u>	<u>795,175</u>	<u>(58,906)</u>
Expenses				
Salaries and Wages	0	2,738	2,738	0
Purchased Services	25,000	36,851	36,700	151
Claims	907,627	899,013	258,820	640,193
Other	45,500	43,649	40,822	2,827
<i>Total Expenses</i>	<u>978,127</u>	<u>982,251</u>	<u>339,080</u>	<u>643,171</u>
<i>Net Change in Fund Equity</i>	1,271,873	(128,170)	456,095	584,265
<i>Fund Equity Beginning of Year</i>	2,263,130	2,263,130	2,263,130	0
Prior Year Encumbrances Appropriated	<u>7,627</u>	<u>7,627</u>	<u>7,627</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u>\$3,542,630</u>	<u>\$2,142,587</u>	<u>\$2,726,852</u>	<u>\$584,265</u>



Pictured here: Using a classroom set of Chromebooks a middle school teacher is able to divide students into small groups to provide differentiated math instruction.



Statistical Section

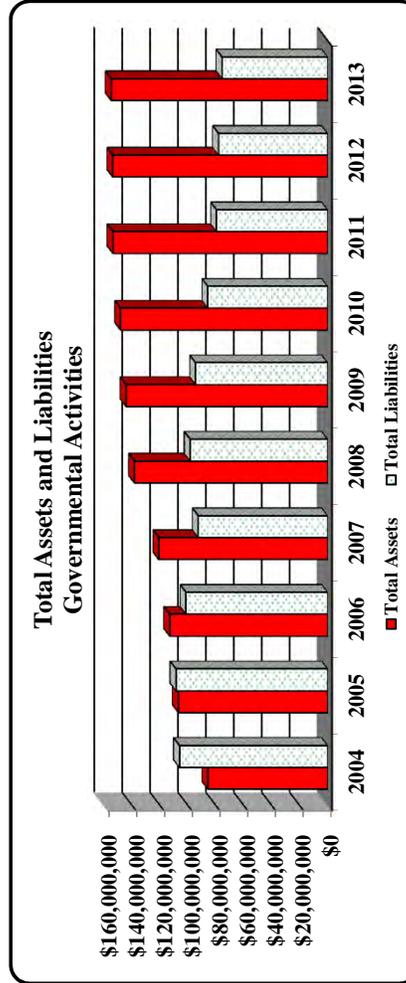
This part of the Mentor Exempted Village School District's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the School District's overall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

Contents	Pages(s)
<i>Financial Trends</i>	<i>S2 – S7</i>
These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	
<i>Revenue Capacity</i>	<i>S8 – S14</i>
These schedules contain information to help the reader assess the School District's most significant local revenue, the property tax.	
<i>Debt Capacity</i>	<i>S15 – S17</i>
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.	
<i>Economic and Demographic Information</i>	<i>S18 - S19</i>
These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	
<i>Operating Information</i>	<i>S20 – S24</i>
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.	

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

Mentor Exempted Village School District
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental Activities										
Net Investment in Capital Assets	\$2,075,701	\$3,824,625	\$2,177,800	\$4,047,119	\$6,090,322	\$9,772,640	\$12,508,243	\$14,759,054	\$18,690,375	\$18,844,497
Restricted for:										
Capital Projects	0	0	0	0	0	762,518	362,698	0	0	1,303,234
Debt Service	0	0	1,136,473	1,168,686	1,178,731	1,169,344	1,282,983	1,291,257	399,601	309,186
Other Purposes	2,518,126	559,121	314,165	332,212	613,393	1,156,763	816,437	718,814	837,355	905,617
Unrestricted (Deficit)	(25,068,073)	(6,130,308)	8,077,267	22,733,447	31,985,247	37,551,015	48,180,077	57,351,890	56,980,153	57,969,222
Total Governmental Activities	(\$20,474,246)	(\$1,746,562)	\$11,705,705	\$28,281,464	\$39,867,693	\$50,412,280	\$63,150,438	\$74,121,015	\$76,907,484	\$79,331,756
Business-Type Activity										
Net Investment in Capital Assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$776,333	\$736,293
Unrestricted (Deficit)	0	0	0	0	0	0	0	(48,355)	(927,055)	(541,013)
Total Business-Type Activity	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$48,355)	(\$150,722)	\$195,280



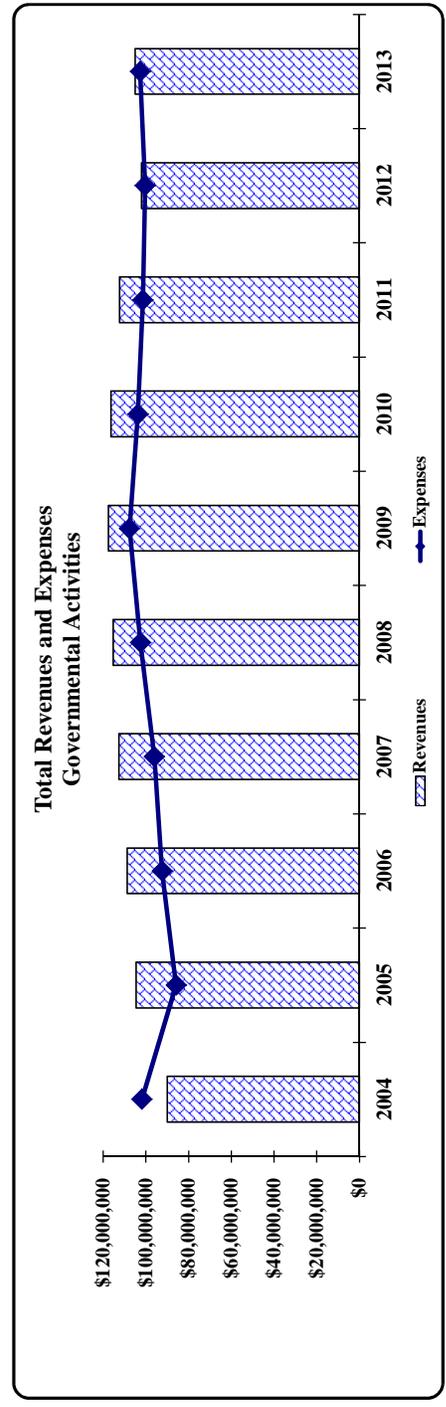
Mentor Exempted Village School District
Changes in Net Position of Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental Activities:										
Regular Instruction	\$43,510,151	\$36,594,768	\$40,477,789	\$42,102,682	\$44,945,941	\$46,237,935	\$43,854,284	\$40,947,715	\$42,323,557	\$42,766,318
Special Instruction	9,584,464	9,724,457	10,705,438	10,390,051	11,212,042	12,369,370	12,494,286	12,374,765	12,866,538	12,437,218
Vocational Instruction	2,835,166	2,714,935	2,168,793	2,312,758	2,316,091	2,400,243	2,115,566	2,007,506	1,777,229	1,831,655
Adult/Continuing Instruction	4,251	0	0	0	0	0	0	0	0	0
Student Intervention	1,513,815	3,238	616,275	801,047	797,941	871,025	242,414	157,223	24,699	100,553
Pupil Support	6,128,799	5,154,883	6,038,086	6,260,266	6,220,899	6,614,344	7,009,557	6,847,947	6,823,981	6,381,842
Instructional Staff Support	5,393,115	3,704,672	4,011,014	4,140,106	5,264,426	5,431,287	5,508,798	6,269,397	6,845,936	6,665,047
Board of Education	479,902	704,216	572,005	519,445	629,220	475,375	604,673	649,396	532,055	527,619
Administration	6,440,990	5,819,677	4,998,141	5,112,076	5,525,373	6,067,851	5,803,805	5,699,441	5,640,548	5,524,560
Fiscal	2,119,153	2,066,562	2,092,249	2,400,896	2,505,210	2,602,233	2,179,768	2,301,863	2,401,316	2,385,986
Business	302,004	334,689	388,929	667,976	425,188	600,821	678,606	621,092	580,681	559,614
Operation and Maintenance of Plant	8,494,172	7,174,525	8,032,060	8,111,466	8,292,228	9,331,618	8,593,179	8,708,180	6,103,554	8,779,394
Pupil Transportation	5,668,170	4,887,065	4,830,605	5,679,537	6,260,899	6,379,443	6,380,577	6,214,657	6,274,223	6,626,148
Central Support	1,321,251	712,769	1,607,286	1,268,216	1,592,739	1,608,402	2,151,550	2,035,025	1,956,913	2,025,556
Operation of Non-Instructional Services	2,041,709	1,420,093	1,287,970	1,456,939	1,530,928	1,600,570	1,521,042	1,737,643	1,508,012	1,631,958
Operation of Food Services	2,703,619	2,355,277	2,470,584	2,597,515	2,597,209	2,706,117	2,272,614	2,599,841	2,666,083	2,461,146
Extracurricular Activities	1,690,191	1,355,855	1,553,679	1,629,409	1,832,683	1,973,168	1,986,932	2,030,230	1,989,896	1,953,991
Interest and Fiscal Charges	1,604,865	1,134,454	567,851	644,526	590,868	376,700	321,316	230,762	115,597	51,645
Total Governmental Activities Expenses	101,835,787	85,862,135	92,418,754	96,094,911	102,559,885	107,646,502	103,718,967	101,432,683	100,430,818	102,710,250
Business-Type Activities:										
Cardinal Autism and Resource	0	0	0	0	0	0	0	12,409	866,875	1,215,128
Education School	0	0	0	0	0	0	0	0	0	0
Total Primary Government Expenses	101,835,787	85,862,135	92,418,754	96,094,911	102,559,885	107,646,502	103,718,967	101,445,092	101,297,693	103,925,378
Program Revenues										
Governmental Activities:										
Charges for Services										
Regular Instruction	1,021,921	1,676,092	938,994	992,262	1,262,324	1,821,519	1,724,146	1,568,144	1,481,961	1,551,715
Special Instruction	234,357	14,495	452,284	682,485	361,110	329,952	299,639	307,739	267,883	121,723
Vocational Instruction	0	0	215,703	300,087	339,466	70,415	86,816	84,300	46,693	6,179
Student Intervention	0	0	0	2,660	3,540	25,016	7,173	4,950	652	0
Pupil Support	44,399	0	0	0	0	593,183	595,714	668,870	670,465	497,992
Instructional Staff Support	0	0	0	0	0	0	0	0	1,158	1,669
Administration	101,073	57,979	1,322,511	0	22,164	63,936	7,894	31,689	4,065	39,431
Operation and Maintenance of Plant	125,243	92,643	47,715	72,344	64,480	0	0	32	0	15,133
Pupil Transportation	0	4,275	27,668	27,118	17,155	84,230	97,297	98,330	63,026	74,775
Central Support	197,114	0	500	500	500	0	1,818	344	1,211	2,659
Operation of Non-Instructional Services	1,968,096	1,846,313	1,810,431	1,852,301	1,838,070	2,188,505	2,039,957	1,937,715	2,014,632	1,717,323
Operation of Food Service	705,261	893,328	648,558	729,717	759,950	792,922	378,119	436,430	419,388	751,628
Extracurricular Activities	5,974,321	6,210,320	5,498,826	5,984,274	6,536,486	5,682,667	7,906,021	8,000,454	7,091,085	5,850,694
Operating Grants, and Contributions	0	0	550,000	500,639	500,000	212,228	300,058	297,469	223,455	173,146
Capital Grants and Contributions	0	0	0	0	0	0	0	0	0	0
Total Governmental Activities	10,371,785	10,795,445	11,513,190	11,144,387	11,725,245	11,864,573	13,444,652	13,436,466	12,301,814	10,823,757
Business-Type Activities:										
Cardinal Autism and Resource	0	0	0	0	0	0	0	0	712,052	1,558,993
Education School	0	0	0	0	0	0	0	0	0	0
Total Program Revenues	\$10,371,785	\$10,795,445	\$11,513,190	\$11,144,387	\$11,725,245	\$11,864,573	\$13,444,652	\$13,436,466	\$13,013,866	\$12,382,750

(continued)

Mentor Exempted Village School District
Changes in Net Position of Governmental Activities (continued)
 Last Ten Fiscal Years
 (acrnal basis of accounting)

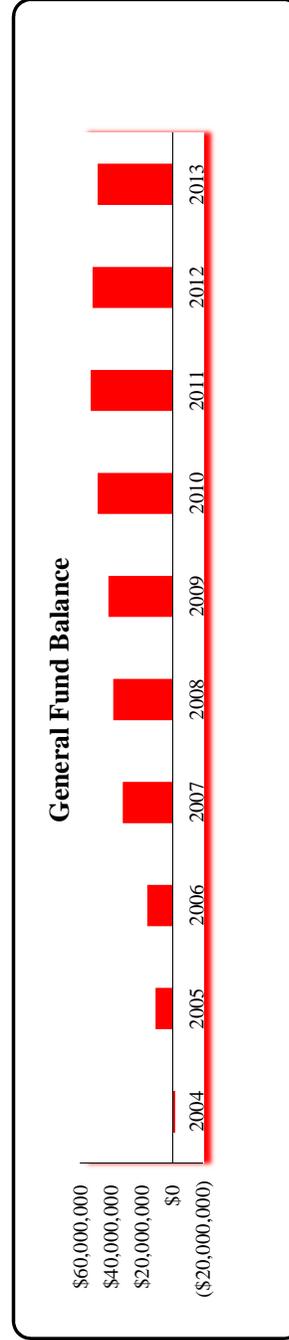
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Net (Expense)/Revenue										
Governmental Activities	(\$91,464,002)	(\$75,066,690)	(\$80,905,564)	(\$84,950,524)	(\$90,834,640)	(\$95,781,929)	(\$90,274,315)	(\$87,996,217)	(\$88,129,004)	(\$91,886,493)
Business-Type Activity	0	0	0	0	0	0	0	(12,409)	(154,823)	343,865
Total Primary Government Net Expense	(91,464,002)	(75,066,690)	(80,905,564)	(84,950,524)	(90,834,640)	(95,781,929)	(90,274,315)	(88,008,626)	(88,283,827)	(91,542,628)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for:										
General Purposes	52,424,690	64,136,454	65,732,858	65,961,789	65,257,692	67,927,056	65,057,347	61,170,651	55,451,124	61,192,737
Debt Service	1,525,603	2,351,745	3,691,781	3,658,620	3,557,490	1,178,780	1,271,091	1,189,811	392,865	35,877
Capital Outlay	963,442	994,258	972,153	995,885	975,018	1,305,440	1,272,012	1,197,778	1,111,700	1,200,902
Grants and Entitlements not Restricted to Specific Programs	23,729,703	24,663,202	25,207,274	28,279,885	31,027,122	33,523,296	34,257,793	33,914,434	31,352,133	29,779,970
Payment in Lieu of Taxes	0	0	0	0	0	154,534	281,912	632,472	2,019,534	810,267
Investment Earnings	95,345	752,740	1,248,601	2,316,115	2,180,793	1,466,058	624,575	394,628	305,946	240,583
Unrestricted Contributions and Donations	0	0	0	0	0	0	1,000	26,800	58,625	46,175
Gain on Sale of Capital Assets	0	3,285	0	0	0	6,600	24,547	0	0	0
Miscellaneous	931,612	892,690	477,796	313,989	665,328	124,763	222,196	404,274	276,002	1,006,391
Transfers	0	0	0	0	0	0	0	35,946	(52,456)	(2,137)
Total Governmental Activities	79,670,395	93,794,374	97,330,463	101,526,283	103,663,443	105,686,527	103,012,473	98,966,794	90,915,473	94,310,765
Business-Type Activity:										
Transfers	0	0	0	0	0	0	0	(35,946)	52,456	2,137
Total Primary Government	79,670,395	93,794,374	97,330,463	101,526,283	103,663,443	105,686,527	103,012,473	98,930,848	90,967,929	94,312,902
Change in Net Position	(11,793,607)	18,727,684	16,424,899	16,575,759	12,828,803	9,904,598	12,738,158	10,970,577	2,786,469	2,424,272
Governmental Activities	0	0	0	0	0	0	0	(48,355)	(102,367)	346,002
Business-Type Activity	(\$11,793,607)	\$18,727,684	\$16,424,899	\$16,575,759	\$12,828,803	\$9,904,598	\$12,738,158	\$10,922,222	\$2,684,102	\$2,770,274



Mentor Exempted Village School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Nonspendable	n/a	n/a	n/a	n/a	n/a	\$60,329	\$75,796	\$85,245	\$93,351	\$81,448
Assigned	n/a	n/a	n/a	n/a	n/a	1,724,986	1,317,737	6,443,876	13,254,424	12,914,600
Unassigned	n/a	n/a	n/a	n/a	n/a	40,083,669	47,579,619	46,985,974	38,877,999	35,874,466
Reserved	\$6,516,061	\$11,365,628	\$8,725,459	\$6,726,103	\$6,627,563	n/a	n/a	n/a	n/a	n/a
Unreserved (Deficit)	(8,451,274)	(272,828)	7,774,628	25,887,979	32,169,530	n/a	n/a	n/a	n/a	n/a
Total General Fund	(1,935,213)	11,092,800	16,500,087	32,614,082	38,797,093	41,868,984	48,973,152	53,515,095	52,225,774	48,870,514
All Other Governmental Funds										
Nonspendable	n/a	n/a	n/a	n/a	n/a	46,527	86,912	66,505	19,236	20,833
Restricted	n/a	n/a	n/a	n/a	n/a	2,443,747	2,248,818	1,958,438	1,282,675	1,592,997
Committed	n/a	n/a	n/a	n/a	n/a	206,629	176,519	184,790	213,221	227,255
Unassigned (Deficit)	n/a	n/a	n/a	n/a	n/a	(86,278)	(122,143)	(197,945)	(211,540)	(78,425)
Reserved	1,601,966	2,298,209	2,480,667	2,060,827	1,570,990	n/a	n/a	n/a	n/a	n/a
Unreserved, Undesignated,										
Reported in:										
Special Revenue funds (Deficit)	302,389	477,949	306,393	450,641	568,541	n/a	n/a	n/a	n/a	n/a
Debt Service funds	0	0	0	0	1,042,860	n/a	n/a	n/a	n/a	n/a
Capital Projects funds (Deficit)	(849,791)	390,439	1,414,391	1,311,087	1,034,907	n/a	n/a	n/a	n/a	n/a
Total All Other Governmental Funds	1,054,564	3,166,597	4,201,451	3,822,555	4,217,298	2,610,625	2,390,106	2,011,788	1,303,592	1,762,660
Total Governmental Funds	(\$880,649)	\$14,259,397	\$20,701,538	\$36,436,637	\$43,014,391	\$44,479,609	\$51,363,258	\$55,526,883	\$53,529,366	\$50,633,174

Note: The School District implemented GASB 54 in 2010.





Pictured here: Using a classroom set of laptops, students use the GoogleDocs component of Google Drive to share their work and provide constructive feedback to their peers.

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

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Property Taxes	\$55,371,277	\$66,964,875	\$71,898,835	\$72,038,853	\$69,020,927	\$67,270,002	\$67,177,217	\$62,021,506	\$59,873,748	\$61,179,366
Intergovernmental	28,852,517	30,553,613	30,076,860	33,317,849	36,092,948	39,365,158	42,170,509	42,025,849	38,498,735	35,541,543
Interest	91,535	415,479	1,245,215	2,309,938	2,179,248	1,477,837	620,196	380,642	300,565	239,426
Tuition and Fees	975,959	1,375,810	1,113,377	1,543,831	1,494,705	1,844,293	1,930,434	1,883,959	1,538,633	1,568,203
Extracurricular Activities	433,844	782,771	761,198	837,151	853,846	1,347,160	1,339,049	1,351,003	1,398,618	1,370,675
Contributions and Donations	0	0	0	0	0	0	217,593	271,539	243,349	300,802
Charges for Services	0	4,275	0	0	0	2,222,931	2,072,129	1,972,470	2,035,547	1,741,276
Rentals	0	0	0	0	0	116,632	98,927	81,653	99,512	115,349
Payment in Lieu of Taxes	0	0	0	0	0	154,534	281,912	316,236	1,167,885	989,076
Miscellaneous	433,976	820,136	1,095,693	1,124,940	1,857,229	119,918	220,343	410,972	227,963	938,419
Total Revenues	86,159,108	100,916,959	106,191,178	111,172,562	111,498,903	114,136,058	116,127,526	110,715,829	105,384,555	103,984,135
Expenditures										
Current:										
Instruction:										
Regular	40,447,432	36,010,389	39,403,762	39,570,542	42,274,204	46,043,804	45,248,495	42,481,866	43,259,029	44,975,387
Special	9,366,190	9,753,168	10,568,947	10,246,902	10,999,145	11,860,208	12,735,967	12,769,094	13,176,953	13,131,740
Vocational	2,727,370	2,739,969	2,331,028	2,283,750	2,248,335	2,229,173	2,115,669	2,103,371	1,846,685	2,001,758
Adult/Continuing	7,046	0	0	0	0	0	0	0	0	0
Student Intervention	1,511,020	3,238	616,275	801,047	797,941	785,850	234,632	190,986	56,869	135,860
Support Services:										
Pupils	5,803,632	5,386,707	5,962,647	6,278,693	5,869,905	6,933,129	6,987,108	6,976,476	6,937,384	6,692,110
Instructional Staff	5,163,861	3,798,426	4,043,939	4,025,630	5,265,019	5,556,065	5,528,938	6,378,761	6,857,182	6,887,005
Board of Education	479,902	704,216	572,005	519,445	629,220	485,459	603,120	646,644	538,033	542,655
Administration	5,544,785	4,424,330	5,105,722	5,112,244	5,519,624	5,730,195	5,736,156	5,824,039	5,824,039	5,712,757
Fiscal	2,097,989	2,067,938	2,081,479	2,446,827	2,493,429	2,519,317	2,183,528	2,342,990	2,422,710	2,466,694
Business	636,011	595,051	626,486	680,252	422,564	538,882	672,979	663,067	595,192	574,700
Operation and Maintenance of Plant	9,565,657	7,473,930	8,406,260	7,227,783	8,802,705	11,883,307	10,462,819	10,002,493	9,543,235	8,625,875
Pupil Transportation	5,139,482	5,073,907	4,800,294	5,677,350	6,162,044	6,035,216	6,078,092	6,232,988	6,261,940	6,475,944
Central	1,322,314	879,218	1,572,181	1,470,520	1,567,040	1,648,620	2,105,387	1,936,650	2,037,233	1,960,039
Operation of Non-Instructional Services	1,353,307	1,207,360	1,279,536	1,437,796	1,526,416	1,574,901	1,487,659	1,701,792	1,568,990	1,654,046
Operation of Food Services	0	5,346	961	684	1,230	2,648,929	2,349,998	2,639,478	2,711,502	2,534,119
Extracurricular Activities	1,535,319	1,346,644	1,547,156	1,612,396	1,842,457	1,909,087	1,886,480	1,921,630	1,917,563	1,928,218
Capital Outlay	0	0	0	2,338,403	1,062,487	0	0	21,800	0	0
Debt Service:										
Principal Retirement	464,926	16,661,000	12,866,334	4,110,690	4,101,642	2,385,531	2,312,205	2,238,667	1,626,323	924,000
Interest and Fiscal Charges	1,596,861	1,091,276	604,982	652,414	598,562	313,476	222,884	124,207	73,412	54,327
Capital Appreciation Bond Interest	0	0	0	0	0	0	0	0	600,011	0
Total Expenditures	94,763,104	99,222,113	102,389,994	96,493,368	102,183,969	111,081,149	109,079,601	107,109,116	107,854,285	107,277,234
Excess of Revenues Over (Under) Expenditures	(8,603,996)	1,694,846	3,801,184	14,679,194	9,314,934	3,054,909	7,047,925	3,606,713	(2,469,730)	(3,293,099)
Other Financing Sources (Uses)										
Sale of Capital Assets	0	12,624	1,286,203	43,085	32,121	0	33,446	15,578	8,213	12,377
General Obligation Bonds Issued	0	6,439,989	0	0	0	0	0	0	0	0
General Obligation Notes Issued	18,070,000	7,000,000	0	0	0	0	0	0	0	0
Energy Conservation Notes Issued	1,410,000	1,005,334	928,000	850,668	773,335	696,000	618,667	541,334	464,000	386,667
Capital Lease Issued	0	0	0	174,000	0	0	0	0	0	0
Transfers In	859,850	1,046,636	260,378	271,836	361,054	470,543	1,008,373	429,434	478,157	433,814
Transfers Out	(2,050,814)	(1,128,530)	(298,214)	(283,684)	(551,284)	(2,756,234)	(1,824,762)	(429,434)	(478,157)	(433,951)
Total Other Financing Sources (Uses)	18,289,036	14,376,053	2,176,367	1,055,905	615,226	(1,589,691)	(164,276)	556,912	472,213	396,907
Net Change in Fund Balances	\$9,685,040	\$16,070,899	\$5,977,551	\$15,735,099	\$9,930,160	\$1,465,218	\$6,883,649	\$4,163,625	(\$1,997,517)	(\$2,896,192)
Debt Service as a Percentage of Noncapital Expenditures	0.49%	16.79%	12.57%	4.37%	4.06%	2.50%	2.38%	2.24%	2.22%	0.93%

Mentor Exempted Village School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

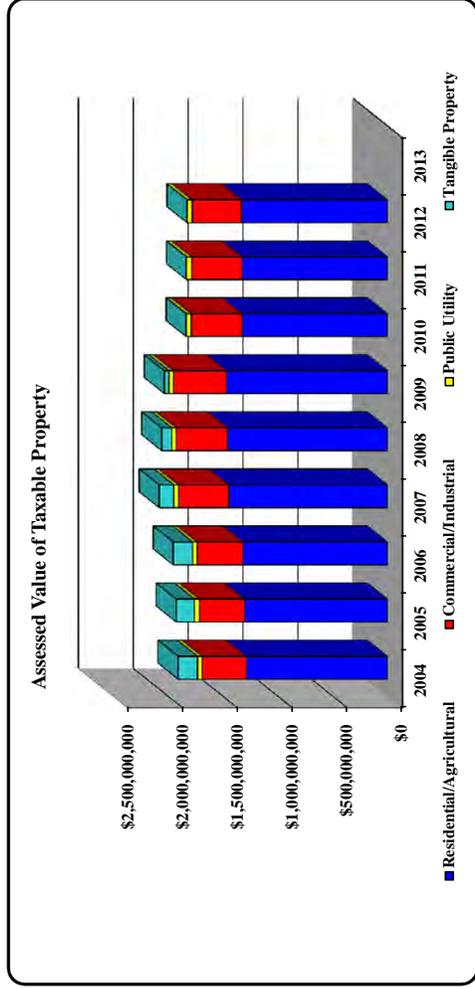
Collection Year	Real Property			Tangible Personal			Public Utility			Total		
	Assessed Value			Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Full Tax Rate Per \$1,000 of Assessed Valuation	Weighted Average Tax Rate
	Residential/Agricultural	Commercial/Industrial	Total									
2004	\$1,285,690,270	\$403,335,090	\$1,689,025,360	\$4,825,786,743	\$175,348,750	\$701,395,000	\$43,567,080	\$49,508,045	\$1,907,941,190	\$5,576,689,788	\$69.6200	\$34.0841
2005	1,301,630,250	412,470,960	1,714,101,210	4,897,432,029	165,803,385	663,213,540	44,678,810	50,771,375	1,924,583,405	5,611,416,944	77.4600	41.7934
2006	1,316,883,880	416,926,760	1,733,810,640	4,953,744,686	175,597,461	936,519,792	42,829,470	48,669,852	1,952,237,571	5,938,934,330	77.2800	41.7225
2007	1,445,692,450	458,183,160	1,903,875,610	5,439,644,600	132,931,392	1,063,451,136	43,396,780	49,314,523	2,080,203,782	6,552,410,259	76.6800	40.7570
2008	1,456,756,250	469,202,860	1,925,959,110	5,502,740,314	91,698,060	1,467,168,960	40,113,310	45,583,307	2,057,770,480	7,015,492,581	76.7000	37.4902
2009	1,466,659,870	482,612,050	1,949,271,920	5,569,348,343	41,999,485	671,991,760	42,200,590	47,955,216	2,033,471,995	6,289,295,319	76.8900	36.5338
2010	1,323,197,610	464,397,920	1,787,595,530	5,107,415,800	2,163,150	34,610,400	45,020,040	51,159,136	1,834,778,720	5,193,185,336	77.6400	38.4964
2011	1,325,356,150	459,585,610	1,784,941,760	5,099,833,600	1,095,740	17,531,840	45,949,360	52,215,182	1,831,986,860	5,169,580,622	77.6100	38.7075
2012	1,328,950,110	450,380,550	1,779,330,660	5,083,801,886	0	0	47,668,530	54,168,784	1,826,999,190	5,137,970,670	76.9600	38.9856
2013	1,216,843,090	387,336,420	1,604,179,510	4,583,370,029	0	0	50,848,350	57,782,216	1,655,027,860	4,641,152,245	77.8000	39.2791

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006. Both types of general business tangible personal property were assessed at 12.5 for 2007, 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax was 2010).

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

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



Mentor Exempted Village School District
Property Tax Rates - Direct and Overlapping Governments
 (per \$1,000 of assessed value)
Last Ten Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Unvoted Millage										
Operating	\$4.8000	\$4.8000	\$4.8000	\$4.8000	\$4.8000	\$4.8000	\$4.8000	\$4.8000	\$4.8000	\$4.8000
Voted Millage - by levy										
1976 Operating - continuing										
Effective Millage Rates										
Residential/Agricultural	4.8221	4.8226	4.8172	4.4198	4.4234	4.4191	4.9259	4.9318	4.9336	5.3823
Commercial/Industrial	7.8969	7.9804	8.0124	7.3664	7.4290	7.1919	7.3969	7.5783	7.6202	8.8123
Tangible/Public Utility Personal	29.8000	29.8000	29.8000	29.8000	29.8000	29.8000	29.8000	29.8000	29.8000	29.8000
1977 Operating - continuing										
Effective Millage Rates										
Residential/Agricultural	1.2691	1.2692	1.2678	1.1632	1.1642	1.1630	1.2964	1.2980	1.2985	1.4165
Commercial/Industrial	1.7153	1.7334	1.7404	1.6000	1.6136	1.5621	1.6067	1.6461	1.6552	1.9141
Tangible/Public Utility Personal	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000
1984 Operating - continuing										
Effective Millage Rates										
Residential/Agricultural	3.7947	3.7950	3.7908	3.4781	3.4808	3.4774	3.8762	3.8809	3.8823	4.2354
Commercial/Industrial	5.5416	5.6002	5.6226	5.1693	5.2131	5.0468	5.1906	5.3179	5.3473	6.1838
Tangible/Public Utility Personal	8.9000	8.9000	8.9000	8.9000	8.9000	8.9000	8.9000	8.9000	8.9000	8.9000
1986 Operating - continuing										
Effective Millage Rates										
Residential/Agricultural	3.0924	3.0927	3.0892	2.8344	2.8366	2.8339	3.1589	3.1627	3.1638	3.4516
Commercial/Industrial	4.9474	4.9997	5.0197	4.6150	4.6542	4.5057	4.6341	4.7477	4.7740	5.5208
Tangible/Public Utility Personal	6.9000	6.9000	6.9000	6.9000	6.9000	6.9000	6.9000	6.9000	6.9000	6.9000
1988 Bond (\$9,500,000)	0.4900	0.4800	0.4600	0.2500	0.3400	0.3400	0.6700	0.6600	0.0000	0.0000
1988 Library Bond (\$4,000,000)	0.1700	0.1900	0.1900	0.3500	0.2400	0.2600	0.0000	0.0000	0.0000	0.0000
1988 Permanent Improvement - continuing										
Effective Millage Rates										
Residential/Agricultural	0.4589	0.4589	0.4584	0.4206	0.4209	0.4205	4.6870	0.4693	0.4695	0.5122
Commercial/Industrial	0.7181	0.7257	0.7286	0.6698	0.6755	0.6540	0.6726	0.6891	0.6929	0.8013
Tangible/Public Utility Personal	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1991 Bond (\$8,600,000)	0.2600	0.2600	0.2600	0.2400	0.2300	0.2300	0.2700	0.2600	0.2300	0.2600
1992 Operating - continuing										
Effective Millage Rates										
Residential/Agricultural	2.7597	2.7600	2.7569	2.5295	2.5315	2.5290	2.8190	2.8224	2.8234	3.0802
Commercial/Industrial	3.5503	3.5878	3.6000	3.3118	3.3399	3.2333	3.3255	3.4070	3.4258	3.9618
Tangible/Public Utility Personal	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000	4.9000
1996 Operating - continuing										
Effective Millage Rates										
Residential/Agricultural	2.8936	2.8939	2.8906	2.6522	2.6543	2.6517	2.9558	2.9594	2.9604	3.2297
Commercial/Industrial	3.3897	3.4256	3.4393	3.1620	3.1888	3.0871	3.1751	3.2529	3.2709	3.7826
Tangible/Public Utility Personal	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000

(continued)

Mentor-Exempted Village School District
Property Tax Rates - Direct and Overlapping Governments (continued)
 (per \$1,000 of assessed value)
 Last Ten Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
2003 Operating - continuing										
Effective Millage Rates										
Residential/Agricultural	\$2.5537	\$2.5540	\$2.5511	\$2.3407	\$2.3425	\$2.3402	\$2.6086	\$2.6118	\$2.6127	\$2.8503
Commercial/Industrial	2.7380	2.7670	2.7780	2.5541	2.5757	2.4935	2.5646	2.6275	2.6420	3.0000
Tangible/Public Utility Personal	3.0000	3.0000	3.0000	3.0000	3.0000	3.0000	3.0000	3.0000	3.0000	3.0000
2004 Emergency (\$15,015,990)	0.0000	7.8300	7.6700	7.1400	7.1900	7.3600	8.0000	7.9900	8.0300	8.8400
Total Effective Voted Millage by type of property										
Residential/Agricultural	\$22.5642	\$30.4063	\$30.2020	\$27.8185	\$27.8542	\$28.0248	\$35.2678	\$31.0463	\$30.4042	\$33.2581
Commercial/Industrial	31.4173	39.5798	39.5210	36.4284	36.6898	35.9644	37.5061	38.1765	37.6883	43.0767
Tangible/Public Utility Personal	64.8200	72.6600	72.4800	71.8800	71.9000	72.0900	72.8400	72.8100	72.1600	73.0000
Total Millage by type of property										
Residential/Agricultural	\$27.3642	\$35.2063	\$35.0020	\$32.6185	\$32.6542	\$32.8248	\$40.0678	\$35.8463	\$35.2042	\$38.0581
Commercial/Industrial	36.2173	44.3798	44.3210	41.2284	41.4898	40.7644	42.3061	42.9765	42.4883	47.8767
Tangible/Public Utility Personal	69.6200	77.4600	77.2800	76.6800	76.7000	76.8900	77.6400	77.6100	76.9600	77.8000
Total Weighted Average Tax Rate	\$34.0841	\$41.7934	\$41.7225	\$40.7570	\$37.4902	\$36.5338	\$38.4964	\$38.7075	\$38.9856	\$39.2791
Overlapping Rates by Taxing District										
Concord Township Voted Millage										
Effective Millage Rates										
Residential/Agricultural	\$8.3384	\$8.7563	\$8.7238	\$8.0785	\$8.0667	\$8.0655	\$8.7392	\$9.7413	\$9.7344	\$10.4000
Commercial/Industrial	8.3144	8.7428	8.6002	8.3470	8.2272	8.2134	8.2516	8.9597	9.8300	10.4000
Tangible/Public Utility Personal	9.4000	9.4000	9.4000	9.4000	9.4000	9.4000	9.4000	10.4000	10.4000	10.4000
City of Mentor Voted Millage										
Effective Millage Rates										
Residential/Agricultural	3.6423	3.6423	3.6414	3.5878	3.5882	3.5875	3.6528	3.6532	3.6533	3.7160
Commercial/Industrial	3.9484	3.9589	3.9616	3.8820	3.8899	3.8607	3.8854	3.9082	3.9132	4.0557
Tangible/Public Utility Personal	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000	4.5000
Mentor Public Library										
Effective Millage Rates										
Residential/Agricultural	0.4741	0.4741	0.4736	0.4345	0.4349	1.0989	1.0953	1.1000	1.1000	2.0000
Commercial/Industrial	0.4923	0.4975	0.4995	0.4593	0.4632	1.0649	1.1000	1.1000	1.1000	2.0000
Tangible/Public Utility Personal	0.6250	0.6250	0.6250	0.6250	0.6250	1.1000	1.1000	1.1000	1.1000	2.0000
City of Mentor-on-the-Lake Voted Millage										
Effective Millage Rates										
Residential/Agricultural	11.9564	11.9611	11.9770	11.6233	11.6272	11.6276	12.1447	12.1866	12.1887	12.4902
Commercial/Industrial	13.1237	13.1415	13.3065	12.9483	13.0560	12.8826	13.1061	13.1130	13.1688	14.0941
Tangible/Public Utility Personal	24.0000	24.0000	24.0000	24.0000	24.0000	24.0000	24.0000	24.0000	24.0000	24.0000

(continued)

Mentor-Exempted Village School District
Property Tax Rates - Direct and Overlapping Governments (continued)
(per \$1,000 of assessed value)
Last Ten Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Village of Kirtland Hills Voted Millage										
Effective Millage Rates										
Residential/Agricultural	\$20.0000	\$20.0000	\$20.0000	\$20.0000	\$18.0000	\$18.0000	\$18.0000	\$18.0000	\$18.0000	\$18.0000
Commercial/Industrial	20.0000	20.0000	20.0000	20.0000	18.0000	18.0000	18.0000	18.0000	18.0000	18.0000
Tangible/Public Utility Personal	20.0000	20.0000	20.0000	20.0000	18.0000	18.0000	18.0000	18.0000	18.0000	18.0000
Chardon Township Voted Millage										
Effective Millage Rates										
Residential/Agricultural	6.2290	6.6647	6.3308	6.3279	6.3289	6.3295	7.0161	7.0207	7.1243	7.1295
Commercial/Industrial	6.4039	6.6744	6.2408	6.2408	6.2408	6.2408	6.9704	6.9846	6.6004	6.6031
Tangible/Public Utility Personal	6.7000	6.7000	6.7000	6.7000	6.7000	6.7000	7.2000	7.2000	7.2000	7.2000
Lake County Voted Millage										
Effective Millage Rates										
Residential/Agricultural	7.3213	7.3125	7.6276	7.0884	7.2608	7.6470	8.1390	9.6417	9.6430	8.8463
Commercial/Industrial	8.9778	9.0975	9.2551	8.6297	8.7551	8.8311	8.8061	9.7205	9.7979	9.1904
Tangible/Public Utility Personal	10.3000	10.3000	10.3000	10.3000	10.4000	10.4000	10.4000	10.4000	10.4000	9.4000
Lake Metropolitan Park District Voted Millage										
Effective Millage Rates										
Residential/Agricultural	1.0564	1.0547	2.0838	1.8767	1.8762	1.8752	2.0872	2.0893	2.0895	2.7000
Commercial/Industrial	1.7488	1.7797	2.1575	1.9663	1.9616	1.9321	1.9248	1.9488	1.9932	2.7000
Tangible/Public Utility Personal	2.2000	2.2000	2.2000	2.2000	2.2000	2.2000	2.2000	2.2000	2.2000	2.7000
Lakeland Community College Voted Millage										
Effective Millage Rates										
Residential/Agricultural	1.5381	1.5355	1.5313	1.3792	1.3787	1.3781	1.5338	2.9574	2.9582	3.0833
Commercial/Industrial	2.0050	2.0403	2.0492	1.8676	1.8632	1.8352	1.8283	2.9844	3.0137	3.2000
Tangible/Public Utility Personal	3.2000	3.2000	3.2000	3.2000	3.2000	3.2000	3.2000	3.2000	3.2000	3.2000
Geauga County Voted Millage										
Effective Millage Rates										
Residential/Agricultural	10.8587	11.8767	10.8912	10.8750	10.8584	10.9013	11.2064	11.6098	11.9674	11.9850
Commercial/Industrial	11.7554	12.6037	11.4143	11.5035	11.4913	11.5893	12.0949	12.4349	12.5853	12.7460
Tangible/Public Utility Personal	15.1000	15.1000	15.1000	15.1000	15.1000	15.1000	15.1000	15.1000	15.1000	15.1000

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

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

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

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

Source: Ohio Department of Taxation

Note: Emergency and Debt Service levies are designed to raise a fixed amount of revenue each year. A rate is set each year so that when it is applied to the total assessed value, that fixed amount is generated.

Mentor Exempted Village School District

Property Tax Levies and Collections (1)

Last Ten Years

<u>Collection Year (2)</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections to Current Tax Levy</u>	<u>Delinquent Tax Collections (3)</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections to Current Tax Levy</u>
2003	\$59,032,060	\$57,073,211	96.68%	\$1,606,667	\$58,679,878	99.40%
2004 (4)	58,608,457	56,910,391	97.10	1,719,718	58,630,109	100.04
2005	64,618,639	63,309,098	97.97	1,268,514	64,577,612	99.94
2006	81,991,123	79,113,652	96.49	1,699,737	80,813,389	98.56
2007	77,912,807	74,325,101	95.40	1,844,777	76,169,878	97.76
2008 (4)	73,884,407	72,084,664	97.56	2,362,672	74,447,336	100.76
2009	71,372,380	68,620,175	96.14	2,166,834	70,787,009	99.18
2010	70,676,697	68,485,489	96.90	2,007,550	70,493,039	99.74
2011	71,265,980	69,128,830	97.00	1,727,567	70,856,397	99.43
2012	70,547,196	68,695,506	97.38	1,782,538	70,478,044	99.90

Source: Office of the County Auditor, Lake, Ohio

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

(2) The 2013 information cannot be presented because all collections have not been made by June 30, 2013.

(3) The County does not maintain delinquency information by tax year.

(4) The County was able to collect on prior year delinquencies.

Mentor Exempted Village School District

Principal Taxpayers

Real Estate Tax

2013 and 2004

Name of Taxpayer	Line of Business	2013	
		Assessed Value	Percent of Real Property Assessed Value
Simon Property Group, LP	Retail Mall	\$22,571,720	1.41%
Steris Corporation	Medical Equipment	7,955,540	0.50
Points East	Retail Sales	7,301,410	0.45
First Interstate	Holding Company	3,853,140	0.24
Lake Hospital System	Hospital	3,463,500	0.22
BCM Mentor on the Lake	Apartment Rental	3,304,590	0.20
FI Mentor I LLC	Retail Sales	3,243,420	0.20
Optimus Erie Commons LLC	Retail Sales	3,182,560	0.20
FI Mentor II LLC	Retail Sales	2,899,430	0.18
Emerivent Mentor LLC	Retail Sales	2,823,940	0.18
Totals		<u>\$60,599,250</u>	<u>3.78%</u>
Real Property Assessed Valuation		<u>\$1,604,179,510</u>	

Name of Taxpayer	Line of Business	2004	
		Assessed Value	Percent of Real Property Assessed Value
Simon Property Group, LP	Retail Mall	\$22,677,960	1.34%
Steris Corporation	Medical Equipment	7,863,490	0.47
Points East	Retail Sales	6,151,250	0.36
Euclid Clinic Foundation	Medical	4,005,170	0.24
Summerville at Mentor, Incorporated	Assisted Living	3,760,740	0.22
F I Mentor Commons Limited	Retail Sales	3,717,760	0.22
Royal Appliance Mfg Co	Appliance Manufacturer	3,668,320	0.22
Deepwood North Company	Condominiums	3,584,460	0.21
Osair	Manufacturing	3,537,390	0.21
Avery International Corporation	Retail Branding	3,469,110	0.21
Totals		<u>\$62,435,650</u>	<u>3.70%</u>
Real Property Assessed Valuation		<u>\$1,689,025,360</u>	

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

Mentor Exempted Village School District

Principal Taxpayers

Public Utilities Tax

2013 and 2004

2013		
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$29,160,810	57.35%
Public Utility Assessed Valuation	\$50,848,350	
2004		
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$18,553,960	42.59%
Consumers Ohio Water Company	11,086,800	25.45
Ohio Bell Telephone Company	7,895,170	18.12
American Transmission System	2,148,390	4.93
East Ohio Gas Company	1,249,970	2.87
Total	\$40,934,290	93.96%
Public Utility Assessed Valuation	\$43,567,080	

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

Mentor Exempted Village School District
*Ratio of General Bonded Debt to Estimated Actual
 Value, Ratio of General Debt to Personal Income and Debt per Capita
 Last Ten Fiscal Years*

Fiscal Year	General Bonded Debt		Other General Debt				Total Debt	Ratio of General Debt to Personal Income (3)	
	General Bonded Debt	Ratio of Bonded Debt to Estimated Actual Value (1)	Bonded Debt per Capita (2)(4)	Energy Conservation Notes	Capital Leases	Total Debt		General Debt to Personal Income (3)	General Debt per Capita (2)
2004	\$11,990,000	0.22	\$238.47	\$1,410,000	\$851,439	\$14,251,439	1.15	\$283.45	
2005	10,764,989	0.19	214.11	1,005,334	562,934	12,333,257	1.00	245.30	
2006	9,299,989	0.16	184.97	928,000	301,081	10,529,070	0.85	209.42	
2007	8,013,299	0.12	159.38	850,668	235,496	9,099,463	0.74	180.98	
2008	6,719,996	0.10	133.66	773,335	148,401	7,641,732	0.62	151.99	
2009	5,533,952	0.09	110.07	696,000	56,205	6,286,157	0.51	125.03	
2010	4,076,194	0.08	81.07	618,667	0	4,694,861	0.38	93.38	
2011	2,569,543	0.05	54.49	541,334	0	3,110,877	0.27	65.97	
2012	935,007	0.02	19.84	464,000	0	1,399,007	0.10	29.69	
2013	475,007	0.01	10.08	386,667	0	861,674	0.06	18.28	

(1) The Estimated Actual Value can be found on S8

(2) The population can be found on S19

(3) The personal income can be found on S19

(4) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general debt.

Mentor Exempted Village School District
Computation of Legal Debt Margin
 Last Ten Fiscal Years

	2004	2005	2006 (1)	2007 (1)	2008 (1)	2009 (1)	2010 (1)	2011 (1)	2012 (1)	2013 (1)
Residential/Agricultural Real Property	\$1,285,690,270	\$1,301,630,250	\$1,316,883,880	\$1,445,692,450	\$1,456,756,250	\$1,466,659,870	\$1,323,197,610	\$1,325,356,150	\$1,328,950,110	\$1,216,843,090
Commercial/Industrial Real Property	403,335,090	412,470,960	416,926,760	458,183,160	469,202,860	482,612,050	464,397,920	459,585,610	450,380,550	387,336,420
Tangible Personal Property	175,348,750	165,803,385	0	0	0	0	2,163,150	1,095,740	0	0
Public Utility Tangible	43,567,080	44,678,810	42,829,470	43,396,780	40,113,310	42,200,590	45,020,040	45,949,360	47,668,530	50,848,350
Less: Rail Road and Telephone Tangible Property	0	0	(8,518,690)	(11,602,850)	(4,757,030)	(3,299,460)	(2,163,150)	(1,095,740)	0	0
Total Assessed Valuation	\$1,907,941,190	\$1,924,583,405	\$1,768,121,420	\$1,935,669,540	\$1,961,315,390	\$1,988,173,050	\$1,832,615,570	\$1,830,891,120	\$1,826,999,190	\$1,655,027,860
Debt Limit - 9% of Assessed Value (2)	\$171,714,707	\$173,212,506	\$159,130,928	\$174,210,259	\$176,518,385	\$178,935,575	\$164,935,401	\$164,780,201	\$164,429,927	\$148,952,507
Amount of Debt Applicable to Debt Limit										
General Obligation Bonds	11,990,000	10,764,989	9,299,989	8,013,299	6,719,996	5,199,996	3,639,996	2,019,996	935,007	475,007
Energy Conservation Notes	1,410,000	1,082,667	1,005,334	928,001	850,668	773,333	696,000	618,667	541,333	464,000
Tax Anticipation Notes	2,480,000	1,984,000	7,088,000	5,192,000	3,296,000	1,400,000	0	0	0	0
School Improvement Note	0	0	0	0	1,950,000	1,755,000	1,560,000	1,365,000	1,170,000	975,000
Less Amount Available in Debt Service	(992,110)	(1,212,649)	(1,136,473)	(1,069,854)	(1,136,701)	(1,131,247)	(1,230,644)	(1,206,488)	(360,535)	(294,042)
Total	14,887,890	12,619,007	16,256,850	13,063,446	11,679,963	7,997,082	4,665,352	2,797,175	2,285,805	1,619,965
Exemptions:										
Energy Conservation Notes	(1,410,000)	(1,082,667)	(1,005,334)	(928,001)	(850,668)	(773,333)	(696,000)	(618,667)	(541,333)	(464,000)
Tax Anticipation Notes	(2,480,000)	(1,984,000)	(7,088,000)	(5,192,000)	(3,296,000)	(1,400,000)	0	0	0	0
Amount of Debt Subject to Limit	10,997,890	9,552,340	8,163,516	6,943,445	7,533,295	5,823,749	3,969,352	2,178,508	1,744,472	1,155,965
Legal Debt Margin	\$160,716,817	\$163,660,166	\$150,967,412	\$167,266,814	\$168,985,090	\$173,111,826	\$160,966,049	\$162,601,693	\$162,685,455	\$147,796,542
Legal Debt Margin as a Percentage of the Debt Limit	93.60%	94.49%	94.87%	96.01%	95.73%	96.75%	97.59%	98.68%	98.94%	99.22%
Unvoted Debt Limit - 10% of Assessed Value (2)	\$1,907,941	\$1,924,583	\$1,768,121	\$1,935,670	\$1,961,315	\$1,988,173	\$1,832,616	\$1,830,891	\$1,826,999	\$1,655,028
Amount of Debt Applicable	0	0	0	0	0	0	0	0	0	0
Unvoted Legal Debt Margin	\$1,907,941	\$1,924,583	\$1,768,121	\$1,935,670	\$1,961,315	\$1,988,173	\$1,832,616	\$1,830,891	\$1,826,999	\$1,655,028
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Additional Limit for Unvoted Energy Conservation Notes:										
Debt Limit - 9% of Assessed Value	\$171,714,471	\$173,212,506	\$159,130,928	\$174,210,259	\$176,518,385	\$178,935,575	\$164,935,401	\$164,780,201	\$164,429,927	\$148,952,507
Energy Conservation Notes	(1,410,000)	(1,082,667)	(1,005,334)	(928,001)	(850,668)	(773,333)	(696,000)	(618,667)	(541,333)	(464,000)
Additional Unvoted Debt Margin	\$15,761,471	\$16,238,584	\$14,907,759	\$16,493,025	\$16,801,171	\$17,120,224	\$15,797,540	\$15,859,353	\$15,901,660	\$14,431,251

Source: Lake County Auditor and School District Financial Records

(1) HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

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

Mentor Exempted Village School District

Computation of Direct and Overlapping

Governmental Activities Debt

December 31, 2012

	<u>Governmental Activities Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount of Direct and Overlapping Debt</u>
Direct:			
Mentor Exempted Village School District			
General Obligation Bonds	\$475,007	100.00%	\$475,007
Energy Conservation Note	<u>386,667</u>	100.00%	<u>386,667</u>
Total Direct	<u>861,674</u>	100.00%	<u>861,674</u>
Overlapping:			
City of Mentor			
General Obligation Bonds	18,826,580	100.00%	18,826,580
Special Assessment Bonds	10,163,420	100.00%	10,163,420
OWDA/OPWC Loans	589,700	100.00%	589,700
City of Mentor-on-the-Lake			
Various Purpose Notes	462,764	100.00%	462,764
OPWC Loans	310,954	100.00%	310,954
Lake County			
General Obligation Bonds	14,930,000	28.98%	4,326,714
Special Assessment Bonds	7,641,600	28.98%	2,214,536
Long -Term Notes	2,850,000	28.98%	825,930
OWDA Loans	19,781,696	28.98%	5,732,736
Geauga County			
Revenue Bonds	3,403,000	0.27%	9,188
General Obligation Bonds	455,000	0.27%	1,229
Special Assessment Bonds	1,284,922	0.27%	3,469
OWDA Loans	12,069,114	0.27%	32,587
OPWC Loans	<u>996,193</u>	0.27%	<u>2,690</u>
Total Overlapping	<u>93,764,943</u>		<u>43,502,497</u>
Total	<u>\$94,626,617</u>		<u>\$44,364,171</u>

Source: Office of the Auditor, Lake County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2012 collection year.

Mentor Exempted Village School District

Principal Employers

Current Year and Nine Years Ago

Employer	2013		
	Number of Employees	Rank	Percent of Employment
Steris Corporation	1,500	1	4.45%
Mentor Public Schools	992	2	2.94
City of Mentor	842	3	2.50
Avery Dennison	665	4	1.97
Deepwood/Lake County Developmental Disabilities	460	5	1.37
PCC Airfoil	443	6	1.32
Classic Auto Group	425	7	1.26
Component Repair Technologies	394	8	1.17
Lincoln Electric	376	9	1.12
NHVS International	325	10	0.96
Total	6,422		19.06%
Total Employment within the School District	33,696		
Employer	2004		
	Number of Employees	Rank	Percent of Employment
Mentor Public Schools	960	1	3.34%
City of Mentor	686	2	2.39
Steris Corporation	700	3	2.44
Lincoln Electric	515	4	1.79
PCC Airfoil	480	5	1.67
Sear's Roebuck & Company	375	6	1.31
Deepwood/Lake County Developmental Disabilities	355	7	1.24
Mag-Nif Corporation	350	8	1.23
SourceOne Healthcare Technologies	300	9	1.04
Super K-Mart	300	10	1.04
Total	5,021		17.49%
Total Employment within the School District	28,713		

Source: City of Mentor, Department of Economic Development

Mentor Exempted Village School District
Demographic and Economic Statistics
Last Ten Years

Year	Population	Total Personal Income	Personal Income Per Capita	Median Household Income	Median Age	Median Value of Residential Property	Lake County Unemployment Rate	Total Assessed Property Value
2004	50,278	\$1,236,436,576	\$24,592	\$57,230	38.90	\$147,400	4.7%	\$1,907,941,190
2005	50,278	1,236,436,576	24,592	57,230	38.90	147,400	4.5	1,924,583,405
2006	50,278	1,236,436,576	24,592	57,230	38.90	147,400	4.2	1,952,237,571
2007	50,278	1,236,436,576	24,592	57,230	38.90	147,400	4.7	2,080,203,782
2008	50,278	1,236,436,576	24,592	57,230	38.90	147,400	5.8	2,057,770,480
2009	50,278	1,236,436,576	24,592	57,230	38.90	147,400	8.3	2,033,471,995
2010	50,278	1,236,436,576	24,592	57,230	38.90	147,400	9.6	1,834,778,720
2011	47,126	1,421,131,656	30,156	62,546	44.80	172,600	7.4	1,831,986,860
2012	47,126	1,421,131,656	30,156	62,546	44.80	172,600	6.5	1,826,999,190
2013	47,126	1,421,131,656	30,156	62,546	44.80	172,600	6.3	1,655,027,860

Source: U.S. Census
Year 2011 - 2013 The 2010 Federal Census
Years 2004 - 2010 The 2000 Federal Census

Mentor Exempted Village School District*Building Statistics by Function/Program**Last Six Fiscal Years (1)*

	2008	2009	2010	2011	2012	2013
Mentor High School						
Constructed in 1965						
Total Building Square Footage	364,490	364,490	364,490	364,490	364,490	364,490
Enrollment Grades 9-12	2,917	2,838	2,780	2,700	2,617	2,670
Memorial Middle School						
Constructed in 1922						
Total Building Square Footage	144,787	144,787	144,787	144,787	144,787	144,787
Enrollment Grades 6-8	731	763	754	718	793	701
Mentor Ridge Middle School						
Constructed in 1963						
Total Building Square Footage	87,865	87,865	87,865	87,865	87,865	87,865
Enrollment Grades 6-8	535	543	536	514	514	500
Mentor Shore Middle School						
Constructed in 1949						
Total Building Square Footage	118,450	118,450	118,450	118,450	118,450	118,450
Enrollment Grades 6-8	702	695	685	670	684	632
Bellflower Elementary School						
Constructed in 1973						
Total Building Square Footage	40,552	40,552	40,552	40,552	40,552	40,552
Enrollment Grades K-5	425	444	438	439	434	436
Brentmoor Elementary School						
Constructed in 1954						
Total Building Square Footage	35,276	35,276	35,276	35,276	35,276	35,276
Enrollment Grades K-5	294	281	277	279	282	284
Fairfax Elementary School						
Constructed in 1967						
Total Building Square Footage	33,770	33,770	33,770	33,770	33,770	33,770
Enrollment Grades K-5	278	285	281	277	281	285
Garfield Elementary School						
Constructed in 1938						
Total Building Square Footage	40,909	40,909	40,909	40,909	40,909	40,909
Enrollment Grades K-5	410	449	442	445	456	444
Cardinal Autism Resource and Education School (2)						
Constructed in 1954						
Total Building Square Footage	28,167	28,167	28,167	28,167	28,167	28,167
Enrollment Grades K-5	210	195	196	165	18	21

(continued)

Mentor Exempted Village School District
Building Statistics by Function/Program (continued)
Last Six Fiscal Years (1)

	2008	2009	2010	2011	2012	2013
Hopkins Elementary School						
Constructed in 1960						
Total Building Square Footage	41,706	41,706	41,706	41,706	41,706	41,706
Enrollment Grades K-5	509	496	489	531	528	531
Lake Elementary School						
Constructed in 1969						
Total Building Square Footage	40,559	40,559	40,559	40,559	40,559	40,559
Enrollment Grades K-5	334	348	345	314	302	301
Sterling Morton Elementary School						
Constructed in 1961						
Total Building Square Footage	34,589	34,589	34,589	34,589	34,589	34,589
Enrollment Grades K-5	313	296	291	276	355	344
Orchard Hollow Elementary School						
Constructed in 1969						
Total Building Square Footage	48,157	48,157	48,157	48,157	48,157	48,157
Enrollment Grades K-5	420	417	412	412	444	417
Dale R. Rice Elementary School						
Constructed in 1958						
Total Building Square Footage	31,621	31,621	31,621	31,621	31,621	31,621
Enrollment Grades K-5	299	323	319	305	315	303

Source: School District Records

(1) Information prior to 2008 is not available.

(2) Formerly Headlands Elementary

Mentor Exempted Village School District
Per Pupil Cost
Last Ten Fiscal Years

Fiscal Year	Student Enrollment			General Government			Governmental Activities			Food Service Operations		
	Average Enrollment	Percentage Change	Total Expenditures (1)	Cost Per Pupil	Total Expenses (1)	Cost Per Pupil	Teaching Staff	Pupil/Teacher Ratio	Number of Students Receiving Free or Reduced Lunch	Percentage of Free or Reduced Lunches to Total Enrollment		
2004	9,678	(1.50%)	\$92,701,317	\$9,579	\$100,230,922	\$10,357	757	12.78	610	6.30%		
2005	9,407	(2.80)	81,469,837	8,661	84,727,681	9,007	618	15.22	1,157	12.30		
2006	9,077	(3.51)	88,918,678	9,796	91,850,903	10,119	634	14.32	1,225	13.50		
2007	8,876	(2.21)	91,730,264	10,335	95,450,385	10,754	632	14.04	1,296	14.60		
2008	8,495	(4.29)	97,483,765	11,475	102,330,377	12,046	627	13.55	1,359	16.00		
2009	8,373	(1.44)	108,382,142	12,944	107,269,802	12,811	637	13.14	1,340	16.00		
2010	8,245	(1.53)	106,544,512	12,922	103,397,651	12,541	599	13.76	1,319	16.00		
2011	8,045	(2.43)	104,746,242	13,020	101,201,921	12,579	594	13.54	1,287	16.00		
2012	8,023	(0.27)	105,554,539	13,156	100,315,221	12,503	577	13.90	1,856	23.00		
2013	7,869	(1.92)	106,298,907	13,509	102,658,605	13,046	563	13.98	2,111	23.00		

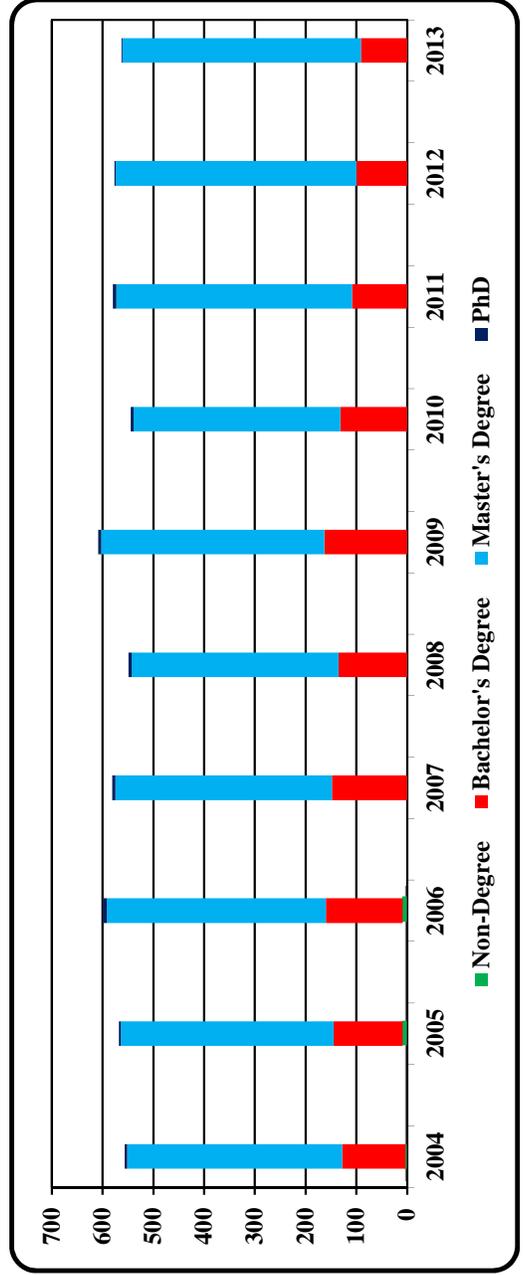
Source: School District Records
Ohio Department of Education

(1) Debt Service totals have been excluded.

Mentor Exempted Village School District
Full-Time Equivalent School District Teachers by Education
Last Ten Fiscal Years

Degree	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Non-Degree	3	9	9	0	0	0	0	0	0	0
Bachelor's Degree	125	136	151	148	135	163	132	109	100	91
Master's Degree	424	419	432	427	408	440	407	464	474	470
PhD	5	4	8	6	6	6	6	7	3	2
Total	557	568	600	581	549	609	545	580	577	563
Years of Experience										
0 - 5	41	129	93	89	76	152	112	141	128	126
6 - 10	109	118	110	83	61	67	56	63	79	89
11 and over	407	321	397	409	412	390	377	376	370	348
Total	557	568	600	581	549	609	545	580	577	563

Source: School District Records



Mentor Exempted Village School District
School District Employees by Function/Program
Last Nine Fiscal Years (1)

Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013
Current:									
Instruction:									
Regular	539	563	545	538	504	494	453	398	394
Special	6	6	24	25	116	34	121	108	103
Vocational	23	24	18	16	17	16	16	14	15
Student Intervention	8	7	4	11	9	11	9	11	0
Support Services:									
Pupils	106	91	96	96	113	102	116	74	76
Instructional Staff	61	52	50	41	49	48	55	124	118
Board of Education	1	1	1	1	0	1	0	0	5
Administration	38	35	45	45	57	46	57	51	51
Fiscal	18	15	17	17	11	17	11	14	14
Business	12	10	7	6	6	6	6	7	7
Operation and Maintenance of Plant	76	65	66	66	45	65	44	72	69
Pupil Transportation	69	59	58	58	6	56	6	81	78
Central	11	9	3	3	7	3	7	9	9
Operation of Non-Instructional Services	1	1	1	1	1	1	1	1	1
Operation of Food Service	21	18	25	25	14	24	13	44	44
Extracurricular Activities	22	19	11	11	12	11	11	2	2
Totals	1,012	975	971	960	967	935	926	1,010	986

Method: Using 1.0 for each full-time equivalent at fiscal year end.

(1) Information prior to 2005 is not available



Treasurer's Office

Mentor Public Schools



Educating students from Mentor, Mentor-on-the-Lake, Concord Township and Kirtland Hills
6451 Center Street
Mentor, Ohio 44060

www.mentorschools.net

Phone: (440)255-4444
Facsimile: (440)255-4622

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Dave Yost • Auditor of State

MENTOR EXEMPTED VILLAGE SCHOOL DISTRICT

LAKE COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
DECEMBER 31, 2013**