

**BEDFORD CITY  
SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**AUDIT REPORT**

**FOR THE FISCAL YEAR  
ENDED JUNE 30, 2014**

***James G. Zupka, CPA, Inc.***  
**Certified Public Accountants**





# Dave Yost • Auditor of State

Board of Education  
Bedford City School District  
475 Northfield Road  
Bedford, Ohio 44146

We have reviewed the *Independent Auditor's Report* of the Bedford City School District, Cuyahoga County, prepared by James G. Zupka, CPA, Inc., for the audit period July 1, 2013 through June 30, 2014. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Bedford City School District is responsible for compliance with these laws and regulations.

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

Dave Yost  
Auditor of State

February 5, 2015

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**BEDFORD CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO  
AUDIT REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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**JAMES G. ZUPKA, C.P.A., INC.**  
*Certified Public Accountants*  
5240 East 98<sup>th</sup> Street  
Garfield Hts., Ohio 44125

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Ohio Society of Certified Public Accountants

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

Board of Education  
Bedford City School District  
Bedford, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Bedford City School District, Cuyahoga County, Ohio, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Bedford City School District, Ohio's basic financial statements and have issued our report thereon dated December 11, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Bedford City School District, Ohio's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Bedford City School District, Ohio's internal control. Accordingly, we do not express an opinion on the effectiveness of the Bedford City School District, Ohio's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *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 deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Bedford City School District, Ohio's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards*.

## **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Bedford City School District, Ohio's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

**James G. Zupka,**  
**CPA, President**

Digitally signed by James G. Zupka, CPA,  
President  
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James G. Zupka, CPA, Inc.  
Certified Public Accountants

December 11, 2014

**JAMES G. ZUPKA, C.P.A., INC.**

*Certified Public Accountants  
5240 East 98<sup>th</sup> Street  
Garfield Hts., Ohio 44125*

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Ohio Society of Certified Public Accountants

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE;  
AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
REQUIRED BY OMB CIRCULAR A-133**

Board of Education  
Bedford City School District  
Bedford, Ohio

**Report on Compliance for Each Major Federal Program**

We have audited the Bedford City School District, Cuyahoga County, Ohio's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Bedford City School District, Ohio's major federal programs for the year ended June 30, 2014. The Bedford City School District, Ohio's major federal programs are identified in the Summary of Auditors' Results section of the accompanying Schedule of Findings and Questioned Costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the Bedford City School District, Ohio's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Bedford City School District, Ohio's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Bedford City School District, Ohio's compliance.



### ***Opinion on Each Major Federal Program***

In our opinion, the Bedford City School District, Ohio complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2014.

### **Report on Internal Control Over Compliance**

Management of the Bedford City School District, Ohio, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Bedford City School District, Ohio's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal programs to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Bedford City School District, Ohio'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, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *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 type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program 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 was not designed to 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.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

## Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Bedford City School District, Ohio, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Bedford City School District, Ohio's basic financial statements. We issued our report thereon dated December 11, 2014, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

**James G. Zupka,**  
**CPA, President**

Digitally signed by James G. Zupka, CPA,  
President  
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James G. Zupka, CPA, Inc.  
Certified Public Accountants

December 11, 2014

**BEDFORD CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

<b>Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title</b>	<b>Federal CFDA Number</b>	<b>Non-Cash Receipts</b>	<b>Receipts</b>	<b>Non-Cash Expenditures</b>	<b>Expenditures</b>
<b><u>U.S. Department of Agriculture</u></b>					
<i>Passed through Ohio Department of Education</i>					
Child Nutrition Cluster:					
National School Breakfast Program	10.553	\$ 386,136	\$ 0	\$ 386,136	\$ 0
National School Lunch Program	10.555	860,021	105,459	860,021	105,459
Total Child Nutrition Cluster		<u>1,246,157</u>	<u>105,459</u>	<u>1,246,157</u>	<u>105,459</u>
<b>Total U.S. Department of Agriculture</b>		<u>1,246,157</u>	<u>105,459</u>	<u>1,246,157</u>	<u>105,459</u>
<b><u>U.S. Department of Education</u></b>					
<i>Passed through Ohio Department of Education</i>					
Title I - Grants to Local Educational Agencies	84.010	<u>1,427,275</u>	<u>0</u>	<u>1,087,447</u>	<u>0</u>
Special Education Cluster:					
Special Education - Grants to States (IDEA, Part B)	84.027	763,347	0	725,214	0
Special Education - Preschool Grants (IDEA Preschool)	84.173	34,343	0	34,145	0
Total Special Education Cluster		<u>797,690</u>	<u>0</u>	<u>759,359</u>	<u>0</u>
Vocational Education - Basic Grants to States	84.048	<u>195,842</u>	<u>0</u>	<u>184,999</u>	<u>0</u>
English Language Acquisition Grant	84.365	<u>11,957</u>	<u>0</u>	<u>9,888</u>	<u>0</u>
Improving Teacher Quality State Grants	84.367	<u>129,211</u>	<u>0</u>	<u>129,176</u>	<u>0</u>
<b>Total U.S. Department of Education</b>		<u>2,561,975</u>	<u>0</u>	<u>2,170,869</u>	<u>0</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>		<u>\$ 3,808,132</u>	<u>\$ 105,459</u>	<u>\$ 3,417,026</u>	<u>\$ 105,459</u>

See accompanying notes to the Schedule of Expenditures of Federal Awards.

**BEDFORD CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
JUNE 30, 2014**

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NOTE 1: **SIGNIFICANT ACCOUNTING POLICIES**

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

NOTE 2: **CHILD NUTRITION CLUSTER**

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

NOTE 3: **FOOD DONATION PROGRAM**

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

**BEDFORD CITY SCHOOL DISTRICT  
 CUYAHOGA COUNTY, OHIO  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 OMB CIRCULAR A-133 & .505  
 JUNE 30, 2014**

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

2014(i)	Type of Financial Statement Opinion	Unmodified
2014(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
2014(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
2014(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
2014(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
2014(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
2014(v)	Type of Major Program's Compliance Opinion	Unmodified
2014(vi)	Are there any reportable findings under .510(a)?	No
2014(vii)	Major Programs (list):  Child Nutrition Cluster: National School Breakfast Program - CFDA #10.553 National School Lunch Program - CFDA #10.555  Special Education Cluster: Special Education Grants to States - CFDA #84.027 Special Education Preschool Grants - CFDA #84.173	
2014(viii)	Dollar Threshold: Type A\B Program	Type A: \$300,000 or more Type B: All others less than \$300,000
2014(ix)	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.

**BEDFORD CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO  
SCHEDULE OF PRIOR AUDIT FINDINGS AND RECOMMENDATIONS  
JUNE 30, 2014**

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The prior audit report, as of June 30, 2013, included no citations or instances of noncompliance. Management letter recommendations were corrected, repeated, or procedures instituted to prevent occurrences in this audit period.

**BEDFORD CITY SCHOOL DISTRICT**  
**Bedford, Ohio**

**Comprehensive Annual**  
**FINANCIAL REPORT**  
**For the Fiscal Year Ended**  
**June 30, 2014**





**Artwork by: Lillian Muncy**

Kindergarten Student

Glendale Primary School

Art Teacher: April DeVincentis



# **Bedford City School District**

Bedford, Ohio

## **Comprehensive Annual Financial Report**

*For the Fiscal Year Ended June 30, 2014*

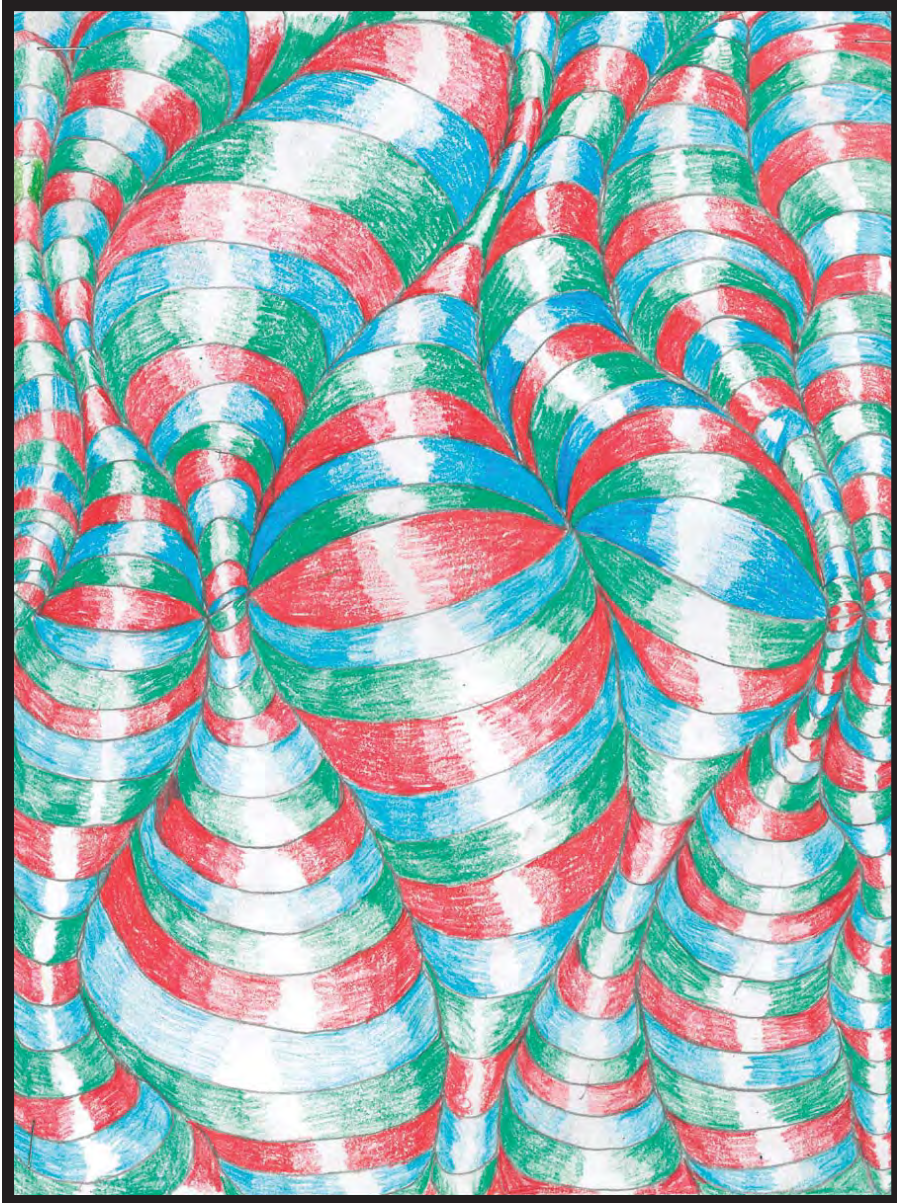
Prepared by:

Janet M. Pavlic, CPA  
Treasurer

Donald E. Houghton, Jr.  
Assistant Treasurer

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# Introductory Section



**Artwork by: Taylor Williams**

8<sup>th</sup> Grade Student

Heskett Middle School

Art Teacher: Rebecca Genao



**Artwork by: Devin Watkins Brand**

5<sup>th</sup> Grade Student

Columbus Intermediate School

Art Teacher: Marjorie Falk

**Bedford City School District**  
*Comprehensive Annual Financial Report*  
*For the Fiscal Year Ended June 30, 2014*

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# BEDFORD CITY SCHOOL DISTRICT

Office of the Treasurer • 475 Northfield Road • Bedford, OH 44146-2201  
Phone: 440-439-4670 • FAX: 440-439-4327 • Website: [www.bedford.k12.oh.us](http://www.bedford.k12.oh.us)

December 11, 2014

Board of Education Members and Residents of  
Bedford City School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Bedford City School District for the fiscal year ended June 30, 2014. This report enables the School District to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires the School Districts reporting on a GAAP basis to file an annual unaudited 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 it has established for the 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.

Ohio law requires independent audits to be performed on all financial operations of the School District either by the Auditor of State or an independent public accounting firm, if permitted by the Auditor of State. James G. Zupka, CPA, Inc. rendered an opinion on the School District's financial statements for the fiscal year ending June 30, 2014, and the Independent Auditors' Report on the basic financial statements is included in 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 complements this letter of transmittal and should be read in conjunction with it.

## **The School District**

The Bedford City School District is located in northeastern Ohio, approximately 15 miles southeast of downtown Cleveland. The School District includes the City of Bedford, most of the City of Bedford Heights, and all of the villages of Oakwood and Walton Hills. The School District's geographical area encompasses approximately 25 square miles.

Formed as Township 6 in Range 11 of the Western Reserve of Ohio in 1823, Bedford Township consisted of what today is known as the five communities of Bedford, Bedford Heights, Oakwood, Walton Hills and Maple Heights. In 1837, the Village of Bedford was formed from the center of the Township and for the next 70-plus years, the two communities – Village of Bedford and Bedford Township – coexisted. In

1915, residents of the northwest corner of Bedford Township formed a separate municipality, to be called the Village of Maple Heights, with its own separate school district. In 1951, Bedford Township as a government ceased to exist when the Villages of Bedford Heights, Oakwood and Walton Hills were formed from the remaining areas. Today, the School District serves as a common bond, linking the four communities of Bedford, Bedford Heights, Oakwood and Walton Hills.

Bedford City School District is one of the 614 school districts in the State of Ohio and one of 31 in Cuyahoga County. The School District provided education to 3,437 students in grades K-12. Statutorily, the School District operates under 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 services mandated by State and Federal agencies.

The elected five-member Board of Education is required to adopt an annual tax budget and an annual appropriation resolution which serves as the basis for control over and authorization for all expenditures of School District tax money.

### **Reporting Entity**

The Bedford City School District has reviewed its reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement (GASB) No. 14, "The Financial Reporting Entity" and GASB Statement No. 61, "The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34". In evaluating how to define the School District for financial reporting purposes, management has considered its relationship with all departments, boards, and agencies that make up the Bedford City School District. For Bedford City School District, this includes general operations, food service and student related activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District has no component units. Excluded from the reporting entity because they are fiscally independent of the School District are the City of Bedford, City of Bedford Heights, the Villages of Oakwood and Walton Hills, the Cuyahoga County Public Library, the Parent Teacher Association and the non-public school districts located in the School District. The governing bodies of these entities are not appointed by the School District, nor are they fiscally dependent on the School District.

The School District participates in an insurance purchasing pool and two jointly governed organizations. These organizations are the Ohio School Boards Association Workers' Compensation Group Retrospective Rating Program, the North Coast Council and Ohio Schools Council Association. These organizations are presented in Notes 16 and 20 of the notes to the basic financial statements.

A complete discussion of the School District's reporting entity is provided in Note 1 to the basic financial statements.

### **Economic Condition and Outlook**

The School District is well-located at the conjunction of Interstate Highways 480 and 271. Downtown Cleveland is 20 minutes away, and all the major metropolitan areas of Ohio are directly accessible via the interstate system. Residential property is middle class and properties are well kept. The tax base of \$674,622,820 is divided among the four municipalities making up the School District in the following manner: Bedford 35 percent, Bedford Heights 29 percent, Oakwood Village 17 percent and Walton Hills 19 percent. Approximately 52 percent of the tax base is residential real property, 7 percent is public utility tangible property and 41 percent is commercial/industrial property. Each of the four municipalities actively encourages the maintenance and growth of the tax base.

The City of Bedford established an Enterprise Zone, which included all land within the boundaries of the City of Bedford in April of 1990. The City established a Community Reinvestment area in 1997 and updated this in 2005, which included all land within the boundaries of the City of Bedford. The establishment of the Enterprise Zone and the Community Reinvestment area gave the City the ability to maintain and expand business located in the City and created new jobs.

The City of Bedford is in the process of obtaining new tenants within a new industrial development in cooperation with the Hemisphere Corporation on the site designated as the Tinkers Creek Commerce Park. Taylor Chair Corporation had completed the construction of their headquarters building, left the facility and it is now occupied by the Art of Beauty company. They are expected to have employees upwards of 50 people.

The Hemisphere Corporation and Hull & Associates have completed building a new headquarters on this site at a cost of \$3.2 million. This was constructed on a Brownfield site and the site was developed with grants from the Cuyahoga County Brownfield Fund, Brush Wellman, prior owners of the site, the State of Ohio 629 Fund and the Federal Housing and Urban Development Fund (Brownfield Economic Development Initiative Grant, BEDI).

Ben Venue Laboratories, Inc., the City of Bedford's largest employer, was acquired by Boehringer Ingelheim Corporation on December 1, 1997. Ben Venue has a long-standing reputation as the premier contract manufacturer of injectable pharmaceuticals. Ben Venue is the largest and oldest manufacturer of lyophilized (freeze-dried) injectable drugs in the United States. In 2010, headcount had increased to 1,289 and they were operating within 1 million square feet of manufacturing area. Unfortunately, on October 3, 2013, Ben Venue Laboratories (BVL) informed Bedford City officials of its intention to cease operations by the end of 2013. Working with various governmental officials, a buyer has been found for this property. In mid-May, Hikma Pharmaceuticals has purchased the property under the name of West-Ward Injectables, Inc.

The City of Bedford is home to the Historic Automile. Expansion of the Automile is continuing with projects by The Ganley Auto Group.

The City of Bedford Heights is a mature suburban community located approximately fourteen miles southeast of the City of Cleveland. The City is a second ring suburban community that experienced a build-out between the 1970 and 1990 period. This boom period was driven mainly as a result of the community's excellent location along the I-271, I-490, and U.S. 422 corridors. Bedford Heights has immediate freeway access to all of these interstates and the commercial and industrial development that happened during the twenty year period has left the City with one of the largest industrial/commercial property valuations in the suburban Cuyahoga County.

As a result of the twenty-year development, several important industrial clusters have developed within the City's industrial area along Miles, Richmond, Fargo and Aurora Roads. These clusters include automobile parts manufacturing (including die casting), machine parts and fasteners, steel fabricating/distribution, paint manufacturing, commercial and residential construction supplies/services, food manufacturing, and wholesale food distribution operations.

The State of Ohio and the Cleveland Water Department invested approximately \$5,000,000 in Aurora Road's infrastructure. Cleveland Water installed a much larger water line from the intersection of Aurora and Northfield Roads to the Bedford Heights/Solon corporate line. Upon completion of the water line installation, the State of Ohio repaired and reconstructed the road and curbs.

The Village of Oakwood continues to experience upscale commercial development moving from a community which was reliant on smokestack industries, landfills and truck terminals for its revenue to one predicated upon knowledge and technology.

ViewRay Inc., a Florida company, has chosen Oakwood as its new home, a 41,000-square-foot building on Thermo Fisher Way. The company is developing image-guided radiation therapy technology. The Company's Renaissance System 1000 uses magnetic resonance images to precisely target cancer tumors with gamma radiation with little damage to surrounding healthy tissue. A group of East and West coast investors offered ViewRay a \$25 million investment if it moved from Gainesville, Florida, to a center of bioscience innovation. The region's medical imaging heritage, clinical and medical academic institutions, and economic development teamwork won over the company. Some tax incentives also helped. The Ohio Tax Credit Authority granted ViewRay job-creation tax credits worth \$537,431 over 10 years. Oakwood granted the company a 90 percent abatement of personal property tax for 15 years.

Thermo Fisher has made Oakwood Village its corporate venue, developing security products which include a comprehensive range of fixed and portable instruments used for chemical, radiation, and explosive detection. These products are used in airports, embassies, cargo facilities, border crossings, and other high threat facilities.

Airgas opened their new location in Oakwood Village in the summer of 2009. Airgas is the largest distributor of industrial, medical and specialty gases and related equipment in the United States.

The Village of Walton Hills has been home to the Ford Motor Company Stamping plant for many years. The plant will be closing in early 2015. The Village has been working with State and Federal officials to find a suitable owner for the property. Arhaus Furniture (Pagoda Properties) has expanded their world headquarters to include manufacturing and shipping of their fine furniture and accessories.

## **General Information**

As of October 2013, 3,437 students were enrolled in the School District's six schools (two primary, two intermediate schools, one middle school, and one high school). In addition to its six schools, the Bedford City School District operates a variety of facilities to complement the educational program. These include athletic facilities, a central administration building, a maintenance facility, and a transportation garage. As of June 30, 2014, the School District employed 275 professional staff members (including 247 teachers and 28 administrators) and 228 non-teaching and support staff employees.

## **Instructional Program**

### **Academic Program Highlights**

The Bedford City School District's academic program includes the following highlights from the 2013-2014 school year:

- The School District doubled the standards met on the Ohio Report Card's Achievement measure over the last four years, which is based on state testing results. Bedford also earned an A on the 2012-2013 Report Card in the Overall Value-Added category, which measures student progress and how much each student learned in a year. An "A" indicates 2+ years of growth.
- The School District's theme for the 2013-2014 school year was: *Leadership Matters*, encouraging faculty and staff members to make a concerted effort to guide and mentor students and colleagues alike.

- The School District offered accelerated and/or honors classes for every grade K-12, as well as a strong Special Education program to ensure that students at every level of learning are given the opportunity to reach their maximum potential.
- Middle school students had the opportunity to earn high school credit for five different eighth-grade courses.
- Bedford High School offered approximately 200 courses to meet a wide range of students' needs. These included Honors and Advanced Placement, college preparatory, world languages (Spanish, French and Chinese and Individual Investigation World Language), music and fine and cultural arts. Ten AP courses were offered at Bedford High School.
- Through an arrangement with Lorain Community College, students were able to take college-level courses during the school day right at Bedford High School and earn dual credit (high school and college). Students also had the opportunity to earn dual credit by participating in the Post-Secondary Enrollment Options program or by enrolling in one of the eight Career and Technical Education programs offered on-site. An online alternative high school program was also offered to students at risk of not graduating.
- Out of the 243 graduates in the class of 2014, 201 planned to further their education (83 percent); 17 planned to enter the military (7 percent); 10 planned to enter the workforce (4 percent); and 15 were undecided or their plans were unknown (6 percent) as of graduation.
- Bedford High School University Bound Scholars (UBS) inducted 22 new students, including two seniors, two juniors, four sophomores and nine freshmen. Also inducted were five Heskett 8<sup>th</sup> graders. UBS provides students and their families with a network of support during the college preparation and exploration period. Students must maintain at least a 3.4 GPA and be enrolled in at least one honors-level class. Additionally, UBS students had the opportunity to take a bus trip during spring break to visit Ivy League Colleges and other highly-selective universities, to help inspire them to set greater goals in their college admissions aspirations.
- BHS took first place on WEWS Channel 5's Academic Challenge show. Team members were Milan Richards, Captain Brett Biederman and Liam Duffy, and alternates included Maureen Duffy, Brandon Bounds, and Tianna Gwin.
- BHS senior Aria Williams graduated from Tri-C with an associate's degree in May, even before she graduated from high school. Aria was enrolled in the Post-Secondary Option program, which allowed her to earn college and high school graduation credits through the successful completion of college courses.
- BHS graduating senior Maureen Duffy received the Phi Beta Kappa Award at the Cleveland Association Phi Beta Kappa Annual Scholastic Awards Banquet in May.
- Three BHS students were named AP Scholars in 2014. Maureen Duffy, Brett Biederman, and Paris Searight earned this honor by receiving an average score of at least 3.25 on all AP Exams taken, and scores of 3 or higher on four or more of these exams.
- Eight Bedford teachers completed the year-long rigorous portfolio of the Ohio Department of Education's Master Teacher Designation: Rachael Adelstein, Jennifer Brown, Heather Gansler, Cheryl Goldstein, Andrew Johnson, Shonda Martin, Fran Sienicki, and Julianne Walker. A master teacher demonstrates excellence inside and outside of the classroom through consistent leadership and focused collaboration to maximize student performance.

- A team of Bedford 5<sup>th</sup> grade GATE students won a 1<sup>st</sup> Place trophy at the Annual Greater Cleveland Council for Teachers of Mathematics Problem Solving Tournament in February.
- Two teams of Bedford 5<sup>th</sup> and 6<sup>th</sup> grade math GATE students from Columbus and Carylwood Intermediate Schools took 2<sup>nd</sup> Place overall in the 11<sup>th</sup> Annual Equations Northeast Regional Academic Games, a challenging test of math reasoning and problem-solving skills. They competed against students from eight other schools.
- Central Primary School was named a 2013 School of Promise by the Ohio Department of Education. Schools of Promise attain solid student achievement in reading and math while serving a significant number of economically disadvantaged students. Central was one of an elite group of 114 Schools of Promise in Ohio whose success in closing the math and/or reading achievement gaps for its students has earned it this recognition.
- Bedford is now a Google Apps for Education district, which means the district has its own domain in Google. Every student and staff member received 30 GB of online storage. Staff has been trained and most students have been set up with accounts. All account information is managed over the web, so all work is saved instantly and can be accessed outside of the district through student accounts. Student data is more secure through Google, and students not only learn new lessons through the apps that are offered, but they can share documents easily with other students and teachers.

#### **Community Engagement/Employee Relations:**

- Community mentoring and tutoring programs expanded within the School District to include a creation of a non-profit organization called The Mentoring Network. The Network is a collaboration between the School District, the City of Bedford, the Village of Walton Hills, and several local churches. Its main objective is to raise funds and recruit additional mentors for students. Last year, they were able to hire an instructor to teach character education classes at the high school and middle school. They also oversee a program at Heskett Middle School called UbUr3 (You Be Yourself—focusing on Respect, Responsibility and Right Relationships).
- Other mentoring/tutoring programs include a character development program with the high school football and basketball teams; the Kids Hope program at Central Primary School; the Homework Club at Carylwood Intermediate School; a long-standing tutoring partnership program at Glendale Primary School with U.S. Bank Home Mortgage employees; and a long-standing Reading Dog program at Glendale, in which therapy dogs are brought into the school so children can practice their reading skills by reading to the dogs. AmeriCorps tutors are also working with Glendale students.
- Parents and community members were invited to attend 20 different musical and dramatic arts performances over the school year, through the School District's Winter and Spring Festival of the Arts programs.
- The School District held a special event celebrating the Arts in May at the high school. *Spring Fest—A Celebration of Art and Culture* featured an art show which showcased the artwork of students from all schools and a multicultural festival which included multicultural student performances and exhibits.

- In October, as they have for several years, Heskett Middle School teachers and students participated in *Make A Difference Day*, the largest national day of community service, by tackling projects which make a difference for their school and community.
- Heskett held its Fifth Annual Science Fair and Family Science Night in January. The science fair gave attendees the opportunity to engage in hands-on science activities alongside Heskett's science teachers. Student science fair projects were also on display.
- The School District honored military personnel, veterans and local safety forces at its 12<sup>th</sup> Annual Patriot Day commemoration at Bearcat Stadium before and during a home football game.
- The School District reached out to senior citizens in its four communities by offering a quarterly ElderClass program. ElderClass is an intergenerational program designed to build a positive relationship between the Bedford Schools, its students, and senior citizens. The Annual Senior Citizens Valentine's Day Dance, sponsored by the BHS Varsity B Club, continued to turn out a crowd in its 23<sup>rd</sup> year in 2014.
- Members of the Bedford Board of Education held Community Engagement Walk-in Sessions at a local coffee shop one Saturday morning a month to interact with their constituents and to gain feedback on and answer questions about the School District.
- Other community engagement activities in the schools included: Muffins for Moms and Donuts for Dads at Carylwood, Central and Columbus; PTA Family Fun Nights at Central, Glendale and Columbus; a Science Fair at Carylwood and Heskett, a Study Island/Accelerated Reader Night at Carylwood; a Popsicle Social and Grandparents Day at Central; and volunteer recognition programs at most schools.
- The School District, in partnership with the Bedford Rotary Club and the Bedford Schools Foundation, held its annual Sunday Funday in April, offering a 5-mile run or 2-mile run/walk, a Pancake Breakfast, and a Health Fair.
- The Bedford Rotary Club honored selected students of the month and National Honor Society students by inviting them to luncheon meetings. The Rotary also honored outstanding BHS Career and Technical Education students at its 56<sup>th</sup> Annual Career-Tech Recognition Banquet in May.
- Central and Glendale Primary Schools offered a parenting series designed to provide parents with a foundation for a positive parenting experience. The series of five free classes focused on helping parents to build positive coping skills, parenting skills, and social supports.
- In February, the School District invited parents into all schools for National Digital Learning Day to see firsthand the successful use of technology in instructional practice in the classroom.
- BHS students were featured in the Cleveland *Plain Dealer* for once again helping to prepare for the community's annual Memorial Day Parade by marking all the veterans' grave sites with flags.
- The BHS Automotive Technology class (in the Career and Technical Education Program) sponsored its first Annual Car & Bike Show at the end of May. Proceeds of this new community event will be used for a student scholarship for advanced training in the automotive industry.

- The School District inducted four individuals into the Bedford High School Distinguished Alumni Hall of Fame in March: Stanley C. Koci, Class of 1966, Mayor, City of Bedford; Sam Meredith, Class of 1987, internationally acclaimed dancer and actor; Alan L. Palgut, DC, Class of 1969 Chiropractic spine specialist; and Kenn L. Thellmann, Class of 1977, Chief of Police, Village of Walton Hills, Ohio.
- The BHS Madrigal Singers performed the National Anthem at Progressive Field before a Cleveland Indians game. They performed at many other community events as well, including Christmas in Bedford Falls, Bedford Rotary Club meetings and Board of Education events.
- Carylwood Intermediate School started a WATCH D.O.G.S. (Dads of Great Students) program this year to bring more fathers and father figures into the school to provide positive male role models for the students and to enhance the school environment. The men had to commit to volunteering at least one day a year in a variety of school activities as assigned by the principal or guidance counselor.
- Bedford Church of the Nazarene once again sponsored a *Back to School Bash*, inviting Central Primary School families to the church for food, games and other festivities. The church also donated dress-code compliant clothing and school supplies to the students.
- Solon United Methodist Church donated more than \$300 of dress-code compliant attire to Central Primary School.

### **Other Achievements**

- For the third consecutive year, Bedford City School District was named by the Cleveland Plain Dealer as one of “Northeast Ohio’s Top Workplaces—The Best Employers in the Region.” The list of Top Workplaces is culled from the opinions of more than 49,000 employees at companies in 11 counties. The School District was among 100 companies, nonprofits and government agencies ranked the highest in keeping their employees happy with respect, trust and challenges.
- The grade point average (GPA) for the 413 student athletes who participated in one or more sports was 2.908. The team with the highest GPA was Girls Track, with a 3.44.
- For the first time in history the Bedford Bearcat football team won a playoff game in the first round of the Division II State Tournament. Besides excelling on the field, the Bearcats, along with Head Coach Sean Williams, drew a great deal of media attention, including a front-page article in the Cleveland Plain Dealer, due to their respectfulness, teamwork, character and leadership. The team members have attended weekly character classes for three years, and as Mark “Munch” Bishop, host of ESPN radio’s Munch on Sports said in a call-in radio show: “These are special young men and a special team!”
- Both Heskett’s 8<sup>th</sup> grade and 7<sup>th</sup> grade Volleyball teams won the Lake Erie Middle School (LEMS) League Volleyball tournaments and were named 2013-2014 LEMS Champions.
- Three BHS students, Kelleen Skillern, Antonia Searight, and Chase McCullough, competed in either pre-judged or conference-judged competitions at the Future Educators Association (FEA) Ohio Conference, two of the three placing in the top eight.



- Eighty-one BHS seniors earned a Community Service graduation honor cord for completing at least 30 hours of community service. Collectively they volunteered more than 6,500 hours in the community.
- Heskett 8th grader Jennifer Watley competed in the State Power of the Pen Writing Competition at the College of Wooster May 23. Approximately 8,000 students Statewide start the season of writing competitions, but only the top 10 percent advance to the final state competition.
- The high school yearbook, The Epic, was awarded first place with a perfect score in publication structure from the American Scholastic Press Association and was the only high school in its enrollment category to receive a first place award for the previous year's book.
- The Bedford High School wrestling team raised over \$1,000 for cancer research during a Krushing Kancer fundraiser in December. The money was donated to the Cleveland Clinic's Brain Tumor and Neuro-Oncology Center.
- A team of CISCO Networking students from the BHS Robotics Club won the Bryant & Stratton College Autonomous Bot Competition in April. Students had to build a robot and program it to maneuver through an obstacle course using no remote controls. Senior Harold Chaney from the CISCO Networking Class also won a full-ride associate's degree scholarship to Bryant & Stratton College.
- BHS sophomore Rebekah Davison took 1<sup>st</sup> Place in a Statewide art contest called BLAST (Building Leadership and Sharing Talents). She had perfect scores in visual attraction, creativity, and presentation in the Painting category.
- BHS Marketing students Danyelle Chambers and Elise Sampson finished among the top 10 at the State DECA Championship in Columbus, each earning a medal for their scores in the Marketing Communications category. The students faced intense examination, preparation of proposals and presentations and were interviewed on a variety of topics regarding the principles of marketing.
- BHS seniors Destiny Garrett and Elise Sampson were named members of a Youth Leadership Team who led a national teenage campaign against texting while driving. As part of a team of over 50 teens from around the country, the girls attended the National Organizations for Youth Safety (NOYS) Teen Distracted Driving Prevention Summit in Washington, DC. They brought their training back to BHS and the surrounding communities to help spread awareness of the dangers of distracted driving in general, and more specifically, texting while driving.
- The BHS Madrigal Singers earned a superior rating of Gold at the Heritage Music Festival in Chicago. They also won the Adjudicators' Award Trophy for one of the best vocal music ensembles at the competition of over 1,000 students from all over the country. At the OMEA District 7 Solo & Ensemble Contest, the choir also received a '1' (Superior), and many of the individual vocalists earned a '1' as well.
- Four BHS students received outstanding performance ratings at the Tri-C Jazz Festival: Brett Biederman on Tenor Sax, Emilie Griffin on Alto Sax, Nick Barto on Trombone, and Tori Skrebunas on Piano.

- Two BHS seniors placed in the Congressional Art Competition sponsored by U.S. Rep. Marcia Fudge. Cinthea Fields received an Honorable mention in the Painting category and Sarah Shirak placed 2<sup>nd</sup> in the mixed media category.
- Glendale Primary School kindergartner John Hlavac won third place in The 2014 MLK Oratorical Statewide competition in Columbus.
- BHS senior Alexis Randolph took 3<sup>rd</sup> Place (Award of Merit) in the high school Visual Arts Division of the Ohio PTA Reflections Contest, and her entry was displayed at the Ohio PTA Convention in April in Columbus.

## **Employees**

As of June 30, 2014, the School District had 503 employees. A Statewide public employee collective bargaining law applies generally to public employee relations and collective bargaining.

As of June 30, 2014, 278 of the School District's employees were professionals (certified or licensed by the State Department of Education) serving as treasurer, assistant treasurer, business manager, classroom teachers, education specialists and certificated administrators, of whom all had at least a bachelor's degree and 69 percent or 191 held advanced degrees. The 2013-2014 starting salary for a teacher with a bachelor's degree was \$38,660; the maximum teacher salary (for a teacher with a master's degree plus 45 semester hours and 18 years' experience) was \$80,305. The average current base salary of a School District teacher for 2013-2014 was \$63,709, compared to a State average of (fiscal year 2014) \$55,916.

All of the School District's teachers and educational specialists (excluding 20 administrators) are represented by the Bedford Education Association (the "Association") which is a labor organization affiliated with the Ohio Education Association. The present contract between the Board of Education and the Association became effective on July 1, 2013 and will be in effect through June 30, 2016.

All of the School District's classified support staff (secretarial-clerical, custodial, maintenance, transportation and cafeteria staff) members are represented for bargaining purposes by the Ohio Association of Public School Employees ("OAPSE"), with the exception of 8 administrators and 3 confidential secretaries, the Coordinator of Communications and Public Relations, and the EMIS Coordinator. A new contract was negotiated and will expire on December 31, 2015. There have been no work stoppages in the last 20 years. In the judgment of the Board of Education, labor relations with all of its employees are excellent.

## **Long Term Planning**

The Bedford City School District prepares a five-year forecast annually. This forecast serves as the primary planning tool for all financial decisions the School District makes during the school year. The forecast presents actual activity of the operations of the Bedford City School District for the past three years and forecasts the financial activity for the current fiscal year, followed by four subsequent years. This document assists the Board of Education and Administration in identifying future financial challenges and helps them to meet them by being proactive whenever possible. The School District's most recent forecast confirms prudent use of their funds, but confirms a trend of Expenditures and Other Financing Uses exceeding Revenues and Other Financing Sources for the entire forecast period. The School District Board of Education and Administration are in discussions to formulate plans to assure that they remain fiscally sound.

## Awards

The Governmental Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Bedford City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013. The Certificate is the highest form of recognition in the area of governmental financial reporting. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

## Acknowledgements

The publication of this report continues the School District's commitment to professionalism in financial reporting. Appreciation is extended to the staff of the treasurer's department: Mrs. Loretta Dunkel, Payroll Specialist, Mr. Joseph Shelton, Accounts Receivable/Leave Accounting Specialist, and Mrs. Sonya Jackson, Accounts Payable Specialist. A school district cannot produce a CAFR without an efficient Treasurer's department. The dedication and accurate work of these employees ensures a smooth day-to-day operation and the accurate maintenance of records. It is their work that makes a timely audit possible. These employees have made a major contribution toward the School District's fiscal year 2014 CAFR. The fiscal year 2014 CAFR is also the work of Assistant Treasurer, Donald E. Houghton, Jr., whose name appears on the title page.

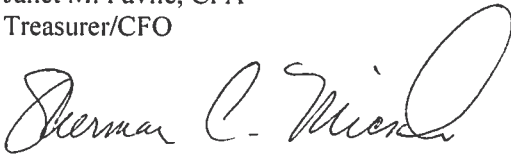
Layout and content of the fiscal year 2014 CAFR, are credited Beth Russell, Coordinator of Communications and Public Relations. Ms. Debi Jones, Technology Clerk, was instrumental in the graphic design of this report. The digital 2014 CAFR was produced by the Information Technology Department of the Bedford City School District.

Special appreciation is expressed to the Local Government Services Section of State Auditor David Yost's office for assistance in the planning, designing and reviewing of this financial report.

Respectfully submitted,



Janet M. Pavlic, CPA  
Treasurer/CFO



Sherman C. Micsak  
Superintendent of Schools

**Bedford City School District  
Principal Officials  
June 30, 2014**

**Board of Education**

Mrs. Debora J. Kozak  
Mr. Phil Stevens  
Mrs. Barbara A. Patterson  
Mr. Tim Tench  
Mrs. Merry Anne Hilty

President  
Vice President  
Member  
Member  
Member

**Treasurer**

Mrs. Janet M. Pavlic, CPA

**Assistant Treasurer**

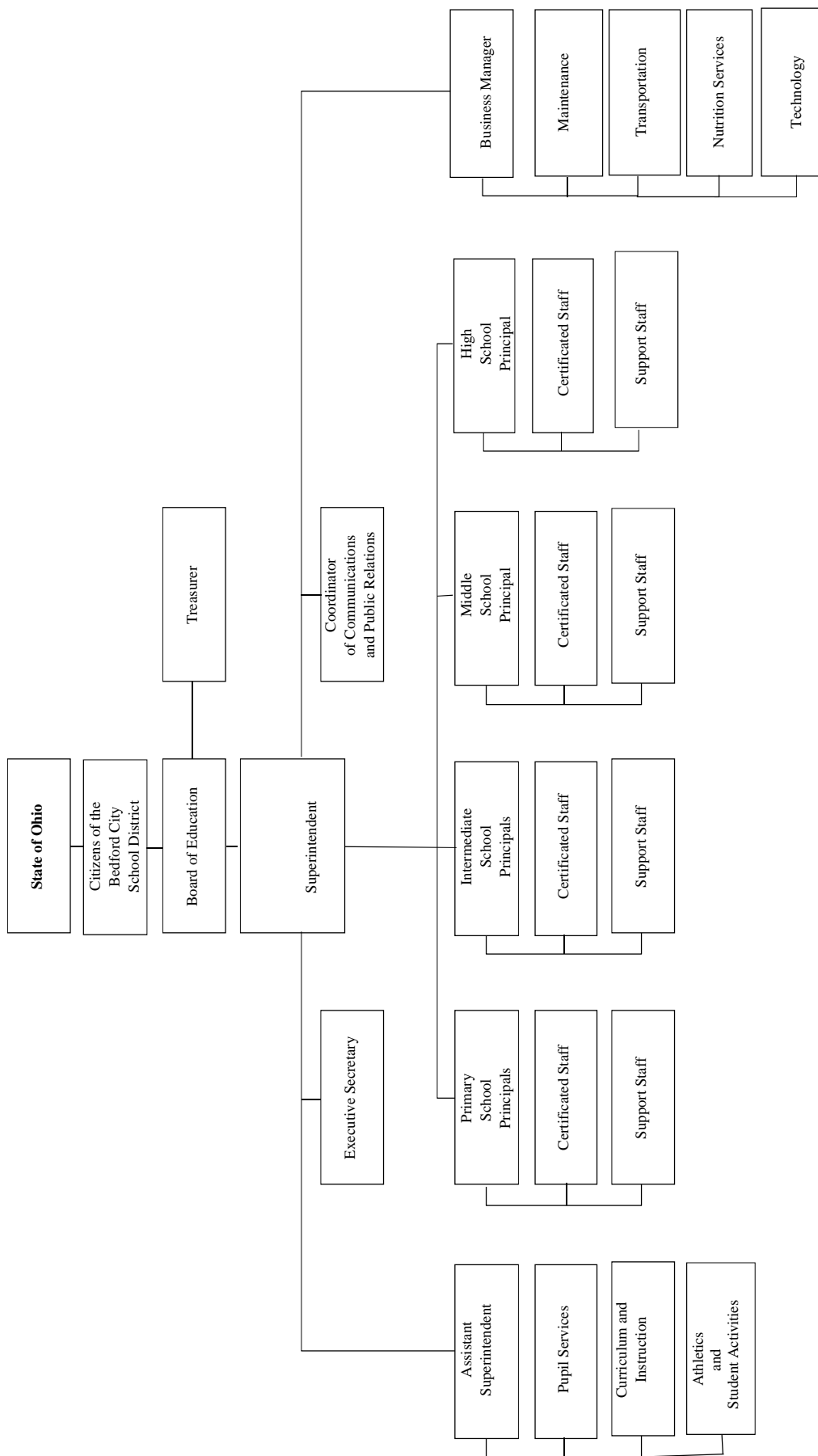
Mr. Donald E. Houghton, Jr.

**Administration**

Mr. Sherman C. Micsak  
Mrs. Linda A. O'Neill  
Mr. Jerry Zgrabik

Superintendent  
Assistant Superintendent  
Business Manager

# Organizational Chart of the Bedford City School District





Government Finance Officers Association

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

Presented to

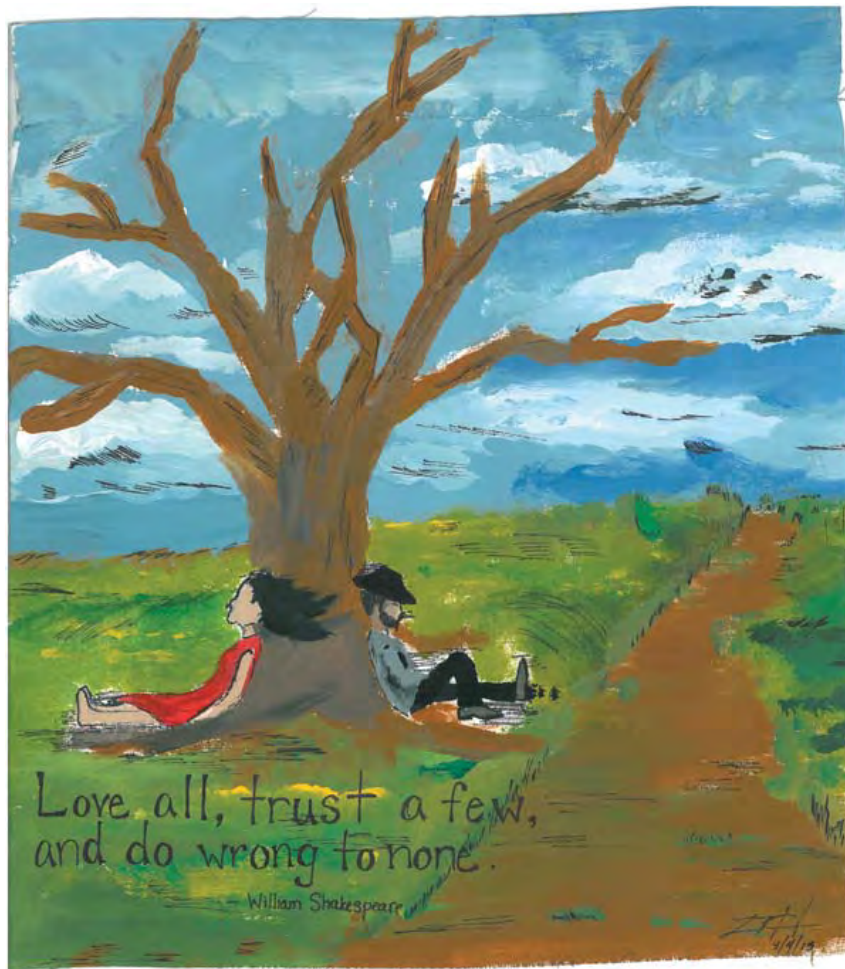
**Bedford City School District  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2013**

Executive Director/CEO

# Financial Section



**Artwork by: Zoe Holder**

12<sup>th</sup> Grade Student

Bedford High School

Art Teacher: Dagmar Clements



**Artwork by: Alexxus Clark**

7<sup>th</sup> Grade Student

Heskett Middle School

Art Teacher: Rebecca Genao



**JAMES G. ZUPKA, C.P.A., INC.**

*Certified Public Accountants  
5240 East 98<sup>th</sup> Street  
Garfield Hts., Ohio 44125*

Member American Institute of Certified Public Accountants

(216) 475 - 6136

Ohio Society of Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT**

Board of Education  
Bedford City School District  
Bedford, Ohio

The Honorable Dave Yost  
Auditor of State  
State of Ohio

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Bedford City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2014, 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 the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers 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 for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Bedford City School District, Ohio, as of June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with 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 that the Management's Discussion and Analysis as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bedford City School District, Ohio's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2014, on our consideration of the Bedford City School District, Ohio's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion 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 Bedford City School District, Ohio's internal control over financial reporting and compliance.



James G. Zupka, CPA, Inc.  
Certified Public Accountants

December 11, 2014

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**Bedford City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2014*  
*Unaudited*

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The discussion and analysis of the Bedford City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2014. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements as well as the notes to the basic financial statements to enhance their understanding of the School District's financial performance.

### **Financial Highlights**

Key financial highlights for fiscal year 2014 are as follows:

- The School District had slightly higher expenses than in the previous fiscal year, due to higher costs in personnel and other general expenses.
- Capital assets in the School District are being carried with a relatively old physical plant and bus fleet. The buildings of the School District are well maintained and in good repair. The School District consistently makes improvements when and where needed in order to ensure sustainability.

### **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 presented following the requirements of Governmental Accounting Standards Board ("GASB") Statement No. 34, and are organized so the reader can understand the Bedford City School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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

### **Reporting on the District as a Whole (District-wide)**

#### *Statement of Net Position and the Statement of Activities*

The analysis of the School District as a whole begins on page 6. The view of the School District as a whole looks at all financial transactions and asks the questions, "Are we in a better financial position this year than last?" and "Why" or "Why not". The Statement of Net Position and the Statement of Activities provide the basis for answering these questions. The statements include *all assets and deferred outflows of resources* and *liabilities and deferred inflows of resources* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting recognizes all of the current year's revenues and expenses regardless of when cash is received or paid.

**Bedford City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2014*  
*Unaudited*

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These two statements report the School District's *net position* and any change in that position. The 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 strictly within the scope of the School District, some not. External factors include the School District's property tax base, community demographics, current property tax laws in Ohio restricting revenue growth, required educational programs and other factors.

The Statement of Net Position and the Statement of Activities is represented in one type of activity; Governmental Activities. The School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities as well as food service operations.

**Reporting the School District's Most Significant Funds (Fund Financials)**

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

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

**Proprietary Funds** - Proprietary funds have historically operated as *enterprise* and *internal service funds* using the same basis of accounting as business-type activities. The internal service funds account for the self insurance fund for health insurance, prescription drugs and dental coverage and the computer network fund which accounts for the costs associated with computer supplies available to all departments and are reported as the School District's only proprietary funds.

**The School District as a Whole**

Recall that the *Statement of Net Position* provides the perspective of the School District as a whole, showing assets, liabilities, deferred outflows and inflows and the difference between them (net position).

**Bedford City School District**  
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Table 1 provides a summary of the School District's governmental activities net position for fiscal year 2014 compared to fiscal year 2013:

**Table 1**  
Net Position

	2014	2013	Change
<b>Assets</b>			
Current and Other Assets	\$48,976,276	\$52,818,754	(\$3,842,478)
Capital Assets, Net	20,517,198	20,339,480	177,718
<i>Total Assets</i>	<u>69,493,474</u>	<u>73,158,234</u>	<u>(3,664,760)</u>
<b>Deferred Outflows of Resources</b>	<u>0</u>	<u>2,611</u>	<u>(2,611)</u>
<b>Liabilities</b>			
Current and Other Liabilities	7,436,339	6,482,719	(953,620)
Long-Term Liabilities:			
Due Within One Year	1,802,132	2,026,605	224,473
Due in More than One Year	4,361,118	4,791,829	430,711
<i>Total Liabilities</i>	<u>13,599,589</u>	<u>13,301,153</u>	<u>(298,436)</u>
<b>Deferred Inflows of Resources</b>	<u>21,525,158</u>	<u>22,120,038</u>	<u>594,880</u>
<b>Net Position</b>			
Net Investment in Capital Assets	17,784,600	17,309,870	474,730
Restricted:			
Capital Projects	622,695	855,811	(233,116)
Debt Service	9,869	411,780	(401,911)
Other Purposes	918,821	789,177	129,644
Unrestricted	15,032,742	18,373,016	(3,340,274)
<i>Total</i>	<u>\$34,368,727</u>	<u>\$37,739,654</u>	<u>(\$3,370,927)</u>

The decrease in net position was predominantly due to a decrease in cash due to expenses going up as a result of capital projects being completed as well as additional special instruction expenses. Total liabilities increased from prior fiscal year due to increases in accounts and contracts payable attributable to construction projects during the year which were partially offset by a decrease in outstanding debt due to continued pay down.

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Table 2 shows changes in governmental net position for fiscal years 2014 and 2013.

**Table 2**  
Changes in Net Position

	2014	2013*	Change
<b>Revenues</b>			
<i>Program Revenues:</i>			
Charges for Services and Sales	\$2,258,798	\$2,384,705	(\$125,907)
Operating Grants, Contributions and Interest	5,501,160	5,142,354	358,806
Capital Grants	123,999	123,363	636
<i>Total Program Revenues</i>	<u>7,883,957</u>	<u>7,650,422</u>	<u>233,535</u>
<i>General Revenue:</i>			
Property Taxes	26,409,950	26,660,450	(250,500)
Grants and Entitlements	13,684,383	14,339,855	(655,472)
Unrestricted Contributions	11,303	0	11,303
Investments	4,762	17,847	(13,085)
Miscellaneous	606,613	223,307	383,306
<i>Total General Revenues</i>	<u>40,717,011</u>	<u>41,241,459</u>	<u>(524,448)</u>
<b>Total Revenues</b>	<u>48,600,968</u>	<u>48,891,881</u>	<u>(290,913)</u>
<b>Program Expenses</b>			
Instruction	27,081,004	26,152,704	(928,300)
Support Services:			
Pupil	3,263,687	3,110,210	(153,477)
Instructional Staff	2,003,829	2,759,639	755,810
Board of Education	83,190	112,719	29,529
Administration	4,062,197	4,084,593	22,396
Fiscal	1,313,648	1,322,883	9,235
Business	818,885	627,177	(191,708)
Operation and Maintenance of Plant	6,107,562	5,446,227	(661,335)
Pupil Transportation	4,032,774	3,752,999	(279,775)
Central	127,195	196,277	69,082
Operation of Non-Instructional Services:			
Food Service Operations	1,732,185	1,843,501	111,316
Other Non-Instructional Services	160,160	353,879	193,719
Extracurricular Activities	1,030,314	903,193	(127,121)
Interest and Fiscal Charges	155,265	209,525	54,260
<i>Total Program Expenses</i>	<u>51,971,895</u>	<u>50,875,526</u>	<u>(1,096,369)</u>
<i>Net Change in Net Position</i>	<u>(3,370,927)</u>	<u>(1,983,645)</u>	<u>(1,387,282)</u>
<i>Net Position Beginning of Year</i>	<u>37,739,654</u>	<u>39,723,299</u>	<u>(1,983,645)</u>
<i>Net Position End of Year</i>	<u>\$34,368,727</u>	<u>\$37,739,654</u>	<u>(\$3,370,927)</u>

\* - Reclasses were made to provide consistency in comparing current and prior year amounts.



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General revenues decreased from 2013. In 2014, the School District experienced decreased levels of property tax collections and grant and entitlement revenues. The majority of the change is due to reductions from the State to unrestricted foundation revenues.

The increase in program revenues is due to increases in operating grants contributions and interest as a result of the School District actively seeking out additional grant sources to help cover costs.

The School District experienced increases in instructional, operation and maintenance of plant and pupil transportation expenses, as a result of continuing to upgrade instructional programs as well as making building improvements and purchasing several vehicles.

### **Governmental Activities**

In May, 2009, the voters approved a 4.9 mill operating levy in order to keep on track with rising costs and lower revenues incoming from taxes and school foundation funding. Prior to this passage, the last operating levy approved by voters was 4.9 mills in November 2004.

The nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a levy will not increase solely as a result of inflation. As an example, the School District would receive from a home valued at \$100,000 and taxed at 1.0 mill, \$35.00, annually. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills, and the School District would still receive \$35.00, annually.

The School District is heavily dependent on property taxes and is hampered by a lack of revenue growth. Thus, the School District must regularly return to the voters to maintain a constant level of service. Property taxes made up over half of total revenues in the School District for fiscal year 2014, followed by grants, entitlements and contributions and then charges for services, investments and other revenue made up the remaining revenues.

Instructional expenses account for the largest portion of total program expenses. Building maintenance and pupil transportation cost made up the second largest portion of current year expenses, while board of education, administrative, fiscal and business costs made up the remaining amount. These expenses account primarily for employee costs of salaries and health benefits.

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 service and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

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**Table 3**  
 Net Cost of Governmental Activities

	Total Cost of Services 2014	Net Cost of Services 2014	Total Cost of Services 2013	Net Cost of Services 2013*
Instruction	\$27,081,004	\$23,111,379	\$26,152,704	\$22,703,313
Support Services:				
Pupil	3,263,687	2,675,189	3,110,210	2,444,519
Instructional Staff	2,003,829	1,337,025	2,759,639	2,103,148
Board of Education	83,190	83,190	112,719	112,719
Administration	4,062,197	3,909,283	4,084,593	3,934,593
Fiscal	1,313,648	1,313,648	1,322,883	1,291,765
Business	818,885	764,802	627,177	581,173
Operation and Maintenance of Plant	6,107,562	5,983,563	5,446,227	5,322,864
Pupil Transportation	4,032,774	4,032,774	3,752,999	3,752,999
Central	127,195	124,401	196,277	191,192
Operation of Non-Instructional Services:				
Food Service Operations	1,732,185	(176,209)	1,843,501	(104,167)
Other Non-Instructional Services	160,160	43,069	353,879	42,402
Extracurricular Activities	1,030,314	730,559	903,193	639,059
Interest and Fiscal Charges	155,265	155,265	209,525	209,525
<b>Total</b>	<b>\$51,971,895</b>	<b>\$44,087,938</b>	<b>\$50,875,526</b>	<b>\$43,225,104</b>

\*- Reclasses were made to provide consistency in comparing current and prior year amounts.

The dependence on tax revenues and State subsidies for governmental activities is apparent. The majority of instructional activities are supported through taxes and other general revenues.

**The School District's Funds**

Information about the School District's major funds begins with the balance sheet. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$50,925,444 and expenditures of \$52,507,773. The decrease in fund balance for the general fund was primarily due to increases in tax, intergovernmental, rental, extracurricular and miscellaneous revenues which was offset by increases in special instruction and operation and maintenance of plant expenses. The increase in fund balance for all other governmental funds was primarily due to revenues and other financing sources exceeding expenditures during fiscal year 2014.

**Bedford City School District**  
*Management's Discussion and Analysis*  
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***General Fund Budgeting Highlights***

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

During the course of fiscal year 2014, the School District amended its general fund budget several times, but no change was significant. The general fund final budget revenue amount is higher than the original budget amount. The increase was due to the greater than anticipated collection of tax revenues. Actual revenues are higher than the final budget amount due in large part to greater tax, intergovernmental and tuition and fee revenues than anticipated. Actual expenditures are less than the final budget amount. The School District made a conscious effort to keep expenditures below budgeted amounts. Savings were the greatest in regular instruction, instructional staff and administration from management taking cost cutting measures. The School District ended the fiscal year with a fund balance of \$13,505,269, a decrease from fiscal year 2013 and higher than what was estimated.

The School District uses a modified site-based budget technique which is designed to tightly control site budgets while providing flexibility for site management. The School District prepares and monitors a detailed cashflow plan for the general fund annually. Actual cashflow is compared to monthly and year-to-date estimates, and a monthly report is prepared for top management and the Board of Education.

**Capital Assets and Debt Administration**

***Capital Assets***

At the end of fiscal year 2014, the School District had, at cost, \$56,806,934 invested in land, construction in progress, buildings and improvements, furniture and equipment, and vehicles. That total carries an accumulated depreciation of \$36,289,736. Table 4 shows fiscal year 2014 balances compared to fiscal year 2013.

**Table 4**  
 Capital Assets at June 30  
 Governmental Activities

	2014	2013
Land	\$1,525,500	\$1,525,500
Construction in Progress	676,740	59,501
Buildings and Improvements	14,267,510	14,635,510
Furniture and Equipment	2,133,579	2,229,372
Vehicles	1,913,869	1,889,597
	\$20,517,198	\$20,339,480

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In November of 2010, voters in the School District approved the renewal of a continuing one mill permanent improvement levy. This levy generates approximately \$475,000 a year, and coupled with reimbursements for lost levy proceeds in the amount of \$75,000, provides funds which are used exclusively for capital purchases. These funds are currently being used to finance several construction projects in 2014. The School District carries a relatively old physical plant and bus fleet. The buildings of the School District are well maintained and in good repair. In addition, approximately \$250,000 is transferred to the Capital Replacement Fund to be used for technology and furniture in the schools. For additional information on capital assets, see Note 10 of the notes to the basic financial statements.

***Debt***

At June 30, 2014, the School District had \$2,243,971 in outstanding debt, \$398,986 of which was due within one year. Table 5 summarizes the outstanding debt for fiscal year 2014 compared with fiscal year 2013.

**Table 5**  
**Outstanding Debt at June 30**  
**Governmental Activities**

	2014	2013
2012 Radio Equipment Acquisition Bonds	\$205,934	\$274,578
2001 Refunding Capital Appreciation Bonds	0	415,983
2006 Energy Conservation Improvement Bonds	1,901,511	2,132,027
Capital Leases	136,526	251,144
Totals	\$2,243,971	\$3,073,732

The School District's general obligation bonds were issued for the purposes of renovations of facilities which conserved energy, the renovation and construction of facilities, an addition to Columbus Road School, and \$8,215,000 in facilities renovation bonds. The refunding bonds also consisted of \$536,300 in capital appreciation bonds which are now retired.

During 2012, the School District issued radio equipment acquisition bonds having an original face value of \$274,578, for the purpose of purchasing radio equipment to be used in the schools. These bonds will be paid from the general fund.

During 2011, the School District entered into a network upgrade lease and a Dell computer lease (retired in 2013). These will be paid from the capital replacement fund.

The School District's overall debt margin was \$60,222,682 with an unvoted debt margin of \$674,382. For additional information on long-term obligations, see Note 19 of the notes to the basic financial statements.

**Bedford City School District**  
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*Unaudited*

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***Current Financial Related Activities***

As the preceding information shows, the School District is heavily dependent on property taxes. Property tax revenue does not increase solely as a result of inflation. Therefore, the School District must continue to monitor its revenues and expenses to ensure the public's confidence and support. In response to this need the School District asked the voters to approve a 4.9 mill operating levy in November, 2014. The community approved this request and the additional revenue will begin to be collected in January 2015.

***School Funding***

The State funding formula for K-12 education in Ohio has changed several times in recent years. Governor Strickland developed and proposed the Ohio Evidence-Based Model Education Program (OEBM), most of which was incorporated into the fiscal 2010-2011 biennial State budget, House Bill No.1. The OEBM represented a significant overhaul to the historical per pupil funding model utilized by the State, and was scheduled to be phased-in over the ensuing ten to twelve years. The State of Ohio utilized approximately \$8 billion of the Federal Stimulus package (American Recovery and Reinvestment Act, aka ARRA) to fill its budgetary hole for the 2010-2011 biennium, under which, the School District's State Foundation funding has continued to be under the guarantee subject to a one percent reduction during each of the two fiscal years of the biennium. In November 2010, Governor Strickland lost his bid for re-election to Governor Kasich. The governor carried through on his promise to repeal the OEBM and replaced it with a "Bridge" Formula. A new formula went into effect which utilized a different weighting formula taking into account both property and income wealth of school districts. The formula results in a large increase in State funding for the School District, however the State of Ohio is unable to fund the formula as designed. Therefore, the School District received a small increase over the previous years' funding. Consequently, all of the School District's financial abilities will be called upon to meet the challenges the future will bring. The School District's Board and management team continue to carefully and prudently plan in order to provide the resources required to meet the future needs of its students.

The State Legislature has also affected the deregulation of electric public utilities. Electric deregulation took place January 1, 2001. The Department of Education will pay to each school district their share of school district property tax replacement funds. The calculated amount for the Bedford City School District is \$1.1 million annually for five years, beginning in calendar year 2002. Beginning in 2008, by State law, each School District will be evaluated annually as to whether they will continue to receive deregulation funds. The School District was evaluated and did not qualify to receive electric deregulation funds in 2013.

The Bedford City School District has committed itself to the highest standards of financial excellence for many years. The School District has received the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting each year since 1997.

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

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the 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 the Treasurer of Bedford City School District, 475 Northfield Road, Bedford, OH 44146.

**Bedford City School District**

*Statement of Net Position*

*June 30, 2014*

	<u>Governmental Activities</u>
<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$19,816,598
Accounts Receivable	19,337
Intergovernmental Receivable	773,775
Inventory Held for Resale	38,947
Materials and Supplies Inventory	357,157
Taxes Receivable	27,970,462
Nondepreciable Capital Assets	2,202,240
Depreciable Capital Assets	18,314,958
	<hr/>
<i>Total Assets</i>	69,493,474
	<hr/>
<b>Liabilities</b>	
Accounts Payable	742,147
Contracts Payable	488,627
Accrued Wages and Benefits Payable	4,070,391
Intergovernmental Payable	1,213,348
Notes Payable	297,454
Matured Compensated Absences Payable	142,310
Accrued Interest Payable	59,162
Claims Payable	422,900
Long-Term Liabilities:	
Due Within One Year	1,802,132
Due in More Than One Year	4,361,118
	<hr/>
<i>Total Liabilities</i>	13,599,589
	<hr/>
<b>Deferred Inflows of Resources</b>	
Property Taxes	21,525,158
	<hr/>
<b>Net Position</b>	
Net Investment in Capital Assets	17,784,600
Restricted for:	
Capital Projects	622,695
Debt Service	9,869
Food Service	763,540
Athletic Facilities	41,521
Other Purposes	113,760
Unrestricted	15,032,742
	<hr/>
<i>Total Net Position</i>	\$34,368,727
	<hr/> <hr/>

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Activities*  
For the Fiscal Year Ended June 30, 2014

	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services and Sales	Operating Grants Contributions and Interest		Capital Grants
<b>Governmental Activities</b>				Governmental Activities	
Instruction:					
Regular	\$19,692,538	\$1,390,958	\$35,589	\$0	(\$18,265,991)
Special	6,592,737	0	2,266,491	0	(4,326,246)
Vocational	784,025	0	276,587	0	(507,438)
Student Intervention Services	11,704	0	0	0	(11,704)
Support Services:					
Pupil	3,263,687	0	588,498	0	(2,675,189)
Instructional Staff	2,003,829	0	666,804	0	(1,337,025)
Board of Education	83,190	0	0	0	(83,190)
Administration	4,062,197	0	152,914	0	(3,909,283)
Fiscal	1,313,648	0	0	0	(1,313,648)
Business	818,885	47,920	6,163	0	(764,802)
Operation and Maintenance of Plant	6,107,562	0	0	123,999	(5,983,563)
Pupil Transportation	4,032,774	0	0	0	(4,032,774)
Central	127,195	0	2,794	0	(124,401)
Operation of Non-Instructional Services:					
Food Service Operations	1,732,185	531,101	1,377,293	0	176,209
Other Non-Instructional Services	160,160	0	117,091	0	(43,069)
Extracurricular Activities	1,030,314	288,819	10,936	0	(730,559)
Interest and Fiscal Charges	155,265	0	0	0	(155,265)
<i>Total Governmental Activities</i>	<u>\$51,971,895</u>	<u>\$2,258,798</u>	<u>\$5,501,160</u>	<u>\$123,999</u>	<u>(44,087,938)</u>
 <b>General Revenues</b>					
Property Taxes Levied for:					
General Purposes					25,942,420
Debt Service					55,185
Capital Outlay					412,345
Grants and Entitlements not Restricted to Specific Programs					13,684,383
Unrestricted Contributions					11,303
Investment Earnings					4,762
Miscellaneous					606,613
<i>Total General Revenues</i>					<u>40,717,011</u>
Change in Net Position					(3,370,927)
<i>Net Position Beginning of Year</i>					<u>37,739,654</u>
<i>Net Position End of Year</i>					<u>\$34,368,727</u>

See accompanying notes to the basic financial statement

**Bedford City School District**  
*Balance Sheet*  
*Governmental Funds*  
*June 30, 2014*

	General	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$14,865,841	\$3,242,100	\$18,107,941
Accounts Receivable	18,209	1,128	19,337
Intergovernmental Receivable	361,699	412,076	773,775
Inventory Held for Resale	0	38,947	38,947
Materials and Supplies Inventory	349,108	8,049	357,157
Interfund Receivable	956,500	30,000	986,500
Taxes Receivable	27,525,179	445,283	27,970,462
<i>Total Assets</i>	<u>\$44,076,536</u>	<u>\$4,177,583</u>	<u>\$48,254,119</u>
<b>Liabilities</b>			
Accounts Payable	\$542,308	\$199,839	\$742,147
Contracts Payable	0	488,627	488,627
Accrued Wages and Benefits Payable	3,817,180	253,211	4,070,391
Intergovernmental Payable	1,120,917	92,431	1,213,348
Accrued Interest Payable	0	978	978
Interfund Payable	0	986,500	986,500
Notes Payable	0	297,454	297,454
Matured Compensated Absences Payable	140,710	1,600	142,310
<i>Total Liabilities</i>	<u>5,621,115</u>	<u>2,320,640</u>	<u>7,941,755</u>
<b>Deferred Inflows of Resources</b>			
Property Taxes	21,189,629	335,529	21,525,158
Unavailable Revenue	1,479,860	439,430	1,919,290
<i>Total Deferred Inflows of Resources</i>	<u>22,669,489</u>	<u>774,959</u>	<u>23,444,448</u>
<b>Fund Balances</b>			
Nonspendable	349,108	8,049	357,157
Restricted	22,111	1,121,060	1,143,171
Committed	27,964	324,171	352,135
Assigned	960,842	0	960,842
Unassigned (Deficit)	14,425,907	(371,296)	14,054,611
<i>Total Fund Balances</i>	<u>15,785,932</u>	<u>1,081,984</u>	<u>16,867,916</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$44,076,536</u>	<u>\$4,177,583</u>	<u>\$48,254,119</u>

See accompanying notes to the basic financial statements



**Bedford City School District**  
*Reconciliation of Total Governmental Fund Balances to  
 Net Position of Governmental Activities  
 June 30, 2014*

<b>Total Governmental Funds Balances</b>		<b>\$16,867,916</b>
 <i>Amounts reported for governmental activities in the statement of net position are different because</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		20,517,198
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	1,510,714	
Grants	408,576	
Total	1,919,290	1,919,290
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(58,184)
The internal service funds are used by management to charge the costs of insurance and goods warehoused and distributed to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		1,285,757
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(2,107,445)	
Capital Leases	(136,526)	
Compensated Absences	(3,919,279)	
Total	(6,163,250)	(6,163,250)
 <i>Net Position of Governmental Activities</i>		 <b>\$34,368,727</b>

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Fiscal Year Ended June 30, 2014*

	General	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>			
Taxes	\$28,040,343	\$532,080	\$28,572,423
Intergovernmental	15,482,800	3,967,006	19,449,806
Interest	4,762	56	4,818
Charges for Services	4,292	532,405	536,697
Tuition and Fees	1,390,958	0	1,390,958
Rentals	47,920	0	47,920
Extracurricular Activities	123,057	160,166	283,223
Contributions and Donations	11,303	21,683	32,986
Miscellaneous	420,195	186,418	606,613
<i>Total Revenues</i>	<u>45,525,630</u>	<u>5,399,814</u>	<u>50,925,444</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	18,531,871	23,182	18,555,053
Special	6,046,625	537,545	6,584,170
Vocational	647,870	161,038	808,908
Student Intervention Services	11,704	0	11,704
Support Services:			
Pupil	2,658,925	582,687	3,241,612
Instructional Staff	1,333,307	659,623	1,992,930
Board of Education	83,190	0	83,190
Administration	3,935,468	152,914	4,088,382
Fiscal	1,301,579	0	1,301,579
Business	720,362	5,476	725,838
Operation and Maintenance of Plant	6,251,959	0	6,251,959
Pupil Transportation	3,970,386	0	3,970,386
Central	121,255	4,000	125,255
Operation of Non-Instructional Services:			
Food Service Operations	0	1,790,125	1,790,125
Other Non-Instructional Services	1,258	116,217	117,475
Extracurricular Activities	635,151	274,704	909,855
Capital Outlay	4,511	998,599	1,003,110
Debt Service:			
Principal Retirement	230,516	313,232	543,748
Interest and Fiscal Charges	87,531	9,933	97,464
Capital Appreciation Bond Accretion	0	305,030	305,030
<i>Total Expenditures</i>	<u>46,573,468</u>	<u>5,934,305</u>	<u>52,507,773</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,047,838)</u>	<u>(534,491)</u>	<u>(1,582,329)</u>
<b>Other Financing Sources (Uses)</b>			
Sale of Capital Assets	10,700	0	10,700
Transfers In	0	333,400	333,400
Transfers Out	(333,400)	0	(333,400)
<i>Total Other Financing Sources (Uses)</i>	<u>(322,700)</u>	<u>333,400</u>	<u>10,700</u>
<i>Net Change in Fund Balances</i>	(1,370,538)	(201,091)	(1,571,629)
<i>Fund Balances Beginning of Year</i>	<u>17,156,470</u>	<u>1,283,075</u>	<u>18,439,545</u>
<i>Fund Balances End of Year</i>	<u>\$15,785,932</u>	<u>\$1,081,984</u>	<u>\$16,867,916</u>

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
For the Fiscal Year Ended June 30, 2014*

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**Net Change in Fund Balances -Total Governmental Funds** (\$1,571,629)

*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 Asset Additions	1,893,486	
Current Year Depreciation	<u>(1,635,490)</u>	
Total		257,996

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. (80,278)

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

Delinquent Property Taxes	(2,162,473)	
Grants	<u>(162,003)</u>	
Total		(2,324,476)

In the statement of activities, interest is accrued on outstanding bonds, bond accretion, bond premium and loss on refunding are amortized over the term of the bonds, whereas in governmental funds an interest expenditure is reported when due and premiums and loss on refunding are reported when the bonds are issued:

Accrued Interest	(36,173)	
Annual Accretion	(21,305)	
Amortization of Premium on Bonds	2,288	
Amortization of Deferred Charge on Refunding	<u>(2,611)</u>	
Total		(57,801)

Repayment of bond, loan and lease principal as well as capital appreciation bond accretion are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 848,778

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (174,577)

The internal service funds used by management to charge the costs of insurance to individual funds are not reported in the district-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund are allocated among the governmental activities. (268,940)

*Change in Net Position of Governmental Activities* (\$3,370,927)

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Taxes	\$24,577,351	\$25,281,000	\$26,822,348	\$1,541,348
Intergovernmental	15,326,341	15,326,341	15,464,689	138,348
Interest	15,000	15,000	4,762	(10,238)
Charges for Services	11,000	11,000	4,292	(6,708)
Tuition and Fees	1,000,306	1,000,306	1,357,225	356,919
Rentals	5,000	5,000	30,552	25,552
Miscellaneous	300,356	300,356	600,152	299,796
<i>Total Revenues</i>	<u>41,235,354</u>	<u>41,939,003</u>	<u>44,284,020</u>	<u>2,345,017</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	19,858,487	19,442,786	18,927,736	515,050
Special	5,390,000	5,777,600	5,749,955	27,645
Vocational	501,520	697,910	681,943	15,967
Support Services:				
Pupil	2,642,335	2,743,068	2,730,240	12,828
Instructional Staff	1,438,726	1,537,640	1,478,048	59,592
Board of Education	245,880	196,378	183,231	13,147
Administration	4,161,385	3,975,993	3,917,765	58,228
Fiscal	1,576,555	1,447,712	1,396,894	50,818
Business	725,106	695,627	688,306	7,321
Operation and Maintenance of Plant	6,401,525	6,479,368	6,468,978	10,390
Pupil Transportation	4,011,500	4,022,679	3,967,633	55,046
Central	134,330	156,785	134,019	22,766
Extracurricular Activities	660,750	623,053	622,634	419
Capital Outlay	5,000	5,000	4,511	489
Debt Service:				
Principal Retirement	401,966	401,966	401,966	0
Interest and Fiscal Charges	96,070	96,070	96,069	1
<i>Total Expenditures</i>	<u>48,251,135</u>	<u>48,299,635</u>	<u>47,449,928</u>	<u>849,707</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(7,015,781)</u>	<u>(6,360,632)</u>	<u>(3,165,908)</u>	<u>3,194,724</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	10,700	10,700	10,700	0
Advances In	192,000	192,000	2,050,520	1,858,520
Advances Out	(1,092,000)	(1,076,500)	(1,076,500)	0
Transfers Out	(285,200)	(333,500)	(333,400)	100
<i>Total Other Financing Sources (Uses)</i>	<u>(1,174,500)</u>	<u>(1,207,300)</u>	<u>651,320</u>	<u>1,858,620</u>
<i>Net Change in Fund Balance</i>	<u>(8,190,281)</u>	<u>(7,567,932)</u>	<u>(2,514,588)</u>	<u>5,053,344</u>
<i>Fund Balance Beginning of Year</i>	15,086,522	15,086,522	15,086,522	0
Prior Year Encumbrances Appropriated	933,335	933,335	933,335	0
<i>Fund Balance End of Year</i>	<u>\$7,829,576</u>	<u>\$8,451,925</u>	<u>\$13,505,269</u>	<u>\$5,053,344</u>

See accompanying notes to the basic financial statements

**Bedford City School District**

*Statement of Net Position*

*Internal Service Funds*

*June 30, 2014*

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<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$1,708,657
<b>Liabilities</b>	
Claims Payable	<u>422,900</u>
<b>Net Position</b>	
Unrestricted	<u><u>\$1,285,757</u></u>

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Revenues, Expenses and  
Changes in Net Position  
Internal Service Funds  
For the Fiscal Year Ended June 30, 2014*

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<b>Operating Revenues</b>	
Charges for Services	<u>\$4,531,755</u>
<b>Operating Expenses</b>	
Purchased Services	596,995
Claims	<u>4,203,700</u>
<i>Total Operating Expenses</i>	<u>4,800,695</u>
<i>Change in Net Position</i>	(268,940)
<i>Net Position Beginning of Year</i>	<u>1,554,697</u>
<i>Net Position End of Year</i>	<u><u>\$1,285,757</u></u>

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Cash Flows*  
*Internal Service Funds*  
*For the Fiscal Year Ended June 30, 2014*

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**Increase (Decrease) in Cash and Cash Equivalents**

**Cash Flows from Operating Activities**

Cash Received from Interfund Services	\$4,531,755
Cash Payments for Purchased Services	(596,995)
Cash Payments for Claims	<u>(4,023,756)</u>

*Net Decrease in Cash and Cash Equivalents* (88,996)

*Cash and Cash Equivalents Beginning of Year* 1,797,653

*Cash and Cash Equivalents End of Year* \$1,708,657

***Reconciliation of Operating Loss to Net  
Cash Used for Operating Activities***

Operating Loss (\$268,940)

*Adjustments*

Increase in Claims Payable 179,944

*Net Cash Used for Operating Activities* (\$88,996)

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Fiduciary Net Position*  
*Fiduciary Funds*  
*June 30, 2014*

	Private Purpose Trust	
	Scholarship	Agency
<b>Assets</b>		
Equity in Pooled Cash and Cash Equivalents	\$81,744	\$47,488
<b>Liabilities</b>		
Due to Students	0	\$47,488
<b>Net Position</b>		
Held in Trust for Scholarships	\$81,744	

See accompanying notes to the basic financial statements



**Bedford City School District**  
*Statement of Changes in Fiduciary Net Position*  
*Private Purpose Trust Fund*  
*For the Fiscal Year Ended June 30, 2014*

	Scholarship
<b>Additions</b>	
Interest	\$11
<b>Deductions</b>	
	0
<i>Change in Net Position</i>	11
<i>Net Position Beginning of Year</i>	81,733
<i>Net Position End of Year</i>	\$81,744

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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

Bedford City School District (the School District) is a city school district as defined by Section 3311.02 of the Ohio Revised Code. The School District is one of the 614 school districts in the State of Ohio and one of 31 in Cuyahoga County, and provides education to 3,437 students in grades K through 12. The School District also provides preschool education to 25 handicapped students. The School District is located in northeast Ohio, covers approximately 25 square miles and includes the City of Bedford, most of the City of Bedford Heights, and the Villages of Walton Hills and Oakwood. The operation of the School District is governed by an elected five-member Board of Education.

*Reporting Entity*

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

Nonpublic Schools - Within the School District boundaries, there are various nonpublic schools, including Holy Spirit, Chanel, Safely Home and Sacred Heart of Jesus. Current State legislation provides funding to these non-public schools. These monies are received and disbursed by the School District on behalf of the non-public schools by the Treasurer of the School District, as directed by the non-public schools. These transactions are reported in a special revenue fund and as a governmental activity of the School District.

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

The School District participates in an insurance purchasing pool and two jointly governed organizations. These organizations are the Ohio School Boards Association Workers' Compensation Group Retrospective Rating Program, the North Coast Council and Ohio Schools Council Association. These organizations are presented in Notes 16 and 20 of the notes to the basic financial statements.

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

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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***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. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District, however has no business-type activities.

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

***Fund Financial Statements*** During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The 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 fiscal year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. The funds of the School District are divided into three categories: governmental, proprietary and fiduciary.

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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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 Fund Type*** Proprietary funds focus on the determination of operating income, changes in net position, financial position and cash flows and are classified as either enterprise or internal service. The School District only has two internal service funds.

***Internal Service Funds*** The 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 utilizes two internal service funds, one to account for the operation of the School District's self insurance program for hospitalization/medical benefits, dental and prescription benefits and the other to account for a computer supplies warehouse available to all departments within the School District.

***Fiduciary Fund Type*** 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's only trust fund is a private purpose trust which accounts for a college scholarship donations for students. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District has two agency funds, the student activities fund that reports resources belonging to the student bodies of the various schools and the district agency fund that reports Ohio High School Athletic Association tournament monies.

***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 (i.e., revenues) and decreases (i.e., expenses) 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.

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

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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***Basis of Accounting***

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, in the recording of deferred outflows/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 for which the taxes are levied. (See Note 8). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from 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, tuition, grants, and fees.

***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, 2014, but which were levied to finance fiscal year 2015 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District unavailable revenue includes delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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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. The legal level of control has been established by the Board of Education at the fund level for all funds; however, the budgets are monitored on a daily basis at the object account level within a function and fund. The Treasurer has been given the authority to allocate appropriations to the function and object levels within each fund.

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

The appropriation resolution is subject to amendment by the Board throughout the fiscal year with the restriction that appropriations may not exceed estimated revenues by fund. 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, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through School District records. Interest in the pool is presented as "equity in pooled cash and cash equivalents."

During fiscal year 2014, the School District's investments were limited to the State Treasurer's Asset Reserve (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's net asset value per share, which is the price the investment could be sold for on June 30, 2014.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2014 amounted to \$4,762, which includes \$826 assigned from other School District funds.

**Bedford City School District**  
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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. Investments with an initial maturity of more than three months not purchased from the pool are reported as investments.

***Inventory***

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

***Capital Assets***

All capital assets of the School District are classified as general capital assets. These assets generally result from expenditures in the governmental funds. They 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 are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of three 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:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Buildings and Improvements	10 - 30 years
Furniture and Equipment	10 - 20 years
Vehicles	12 years

***Interfund Balances***

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." Interfund loans which do not represent available expendable resources are offset by a component of fund balance. These amounts are eliminated in the governmental activity column of 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.

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

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

On the financial statements, compensated absences are recognized as a liability and expenditure 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 who has accumulated unpaid leave 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 the internal service funds are reported on the internal service fund financial statements.

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

***Internal Activity***

Transfers between governmental activities are eliminated on the government-wide financial statements. Internal 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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

***Fund Balance Classifications***

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 the highest level formal action (resolution) of the School District Board of



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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 the School District Board of Education, delegated that authority by State statute. State statute authorizes the Treasurer to assign fund balance purchases on order provided such amounts have been lawfully appropriated. The Board of Education assigned fund balance for regular instruction.

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

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

***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 their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes include resources restricted for auxiliary services, vocational education and support services.

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

***Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are charges for services for the self-insurance program and the computer network services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting these definitions are reported as non-operating.

***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.

**Bedford City School District**  
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**Note 3 –Accountability**

At June 30, 2014, the following funds had deficit fund balances:

	Amount
<b>Special Revenue Funds:</b>	
Title VI-B	\$131,034
Vocational Education	21,405
Title I	198,199
Preschool Handicapped	2,472
Title VI-R	18,186

The deficits are due to adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides transfers when cash is required, rather than when accruals occur.

**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 resources in the governmental 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
<b><i>Nonspendable</i></b>			
Inventory	\$349,108	\$8,049	\$357,157
<b><i>Restricted for</i></b>			
Food Service	0	829,167	829,167
Technology Improvements	0	57,841	57,841
Athletics	0	38,618	38,618
Community Involvement	22,111	0	22,111
Non-Public Schools	0	24,167	24,167
Debt Service Payments	0	61,655	61,655
Capital Improvements	0	109,612	109,612
<b><i>Total Restricted</i></b>	<b>22,111</b>	<b>1,121,060</b>	<b>1,143,171</b>
<b><i>Committed to</i></b>			
Educational Services	27,964	0	27,964
Capital Improvements	0	324,171	324,171
<b><i>Total Committed</i></b>	<b>27,964</b>	<b>324,171</b>	<b>352,135</b>
<b><i>Assigned to</i></b>			
Regular Instruction	651,337	0	651,337
Operatin and Maintenance of Plant	188,340	0	188,340
Pupil Transportation	121,165	0	121,165
<b><i>Total Assigned</i></b>	<b>960,842</b>	<b>0</b>	<b>960,842</b>
<b><i>Unassigned (Deficit)</i></b>	<b>14,425,907</b>	<b>(371,296)</b>	<b>14,054,611</b>
<b><i>Total Fund Balances</i></b>	<b>\$15,785,932</b>	<b>\$1,081,984</b>	<b>\$16,867,916</b>

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

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
4. Unrecorded cash represents amounts received but not reported by the School District on the operating statements (budget), but which is reported on the GAAP basis operating statements.
5. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis)
6. Budgetary revenues and expenditures of the recreation, public school support, special enterprise and summer school funds are classified to the general fund for GAAP Reporting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statement to the budgetary basis statement for the general fund.

Net Change in Fund Balance	
GAAP Basis	(\$1,370,538)
Net Adjustment for Revenue Accruals	(1,241,610)
Advances In	2,050,520
Net Adjustment for Expenditure Accruals	303,709
Advances Out	(1,076,500)
Beginning Unrecorded Cash	(3,610)
Ending Unrecorded Cash	3,719
Perspective Difference:	
Recreation	263
Public School Support	(5,165)
Special Enterprise	(16,000)
Summer School	(8,500)
Adjustment for Encumbrances	(1,150,876)
Budget Basis	<u><u>(\$2,514,588)</u></u>

**Note 6 - Deposits and Investments**

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

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

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

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

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

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

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

### **Deposits**

***Custodial Credit Risk*** Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in possession of an outside party. At fiscal year end, \$491,840 of the School District's bank balance of \$914,414 was uninsured and uncollateralized. Although the securities were held by the pledging financial institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the School District to a successful claim by the FDIC.

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

**Investments**

As of June 30, 2014, the School District had a STAR Ohio investment with a fair value of \$19,726,777, an average maturity of 51.4 days and a rating of AAAM by Standard and Poor's.

**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 the securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity. To date, no investments have been purchased with a life greater than two years.

**Credit Risk.** Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that addresses credit risk.

**Note 7 - Receivables**

Receivables at June 30, 2014, consisted of taxes, accounts (student fees and tuition), interfund, School Employees Retirement System overpayment and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. All receivables except for manuscript debt and 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 principal items of intergovernmental receivables follows:

Governmental Activities	Amount
Special Education Catastrophic Aid	\$235,366
Title I Grants and Subsidies	191,675
Title VI-B Grants and Subsidies	156,558
School Employees Retirement System	108,441
Title VI-R Grants and Subsidies	35,604
Vocational Education Grants and Subsidies	24,739
Bureau of Workers Compensation	11,622
Tax Abatements	3,562
Race to the Top Grant	3,500
Bedford City	2,708
Total	\$773,775

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
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**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 distributions are received by the School District in the second half of the fiscal year. Second-half tax distributions are received in the first half of the following fiscal year.

Property taxes include amounts levied against all real property and public utility property located in the School District. Real property tax revenues received in calendar year 2014 represents collections of calendar year 2013 taxes. Real property taxes received in calendar year 2014 were levied after April 1, 2013, on the assessed value listed as of January 1, 2013, the lien date. Assessed values for real property are established by State law at thirty-five percent of appraised market value. Real property are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenues received in calendar year 2014 represents collections of calendar year 2013 taxes. Public utility real and tangible personal property taxes received in calendar year 2014 become a lien December 31, 2012, were levied after April 1, 2013 and are collected in 2014 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Cuyahoga County. The County Fiscal Officer periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2014, are available to finance fiscal year 2014 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 taxes which are measurable as of June 30, 2014 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 were levied to finance current fiscal year operations are 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 – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

The amount available as an advance at June 30, 2014 was \$4,855,690 in the general fund and \$78,900 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2013, was \$3,637,695 in the general fund, \$44,762 in the bond retirement debt service fund and \$59,003 in the permanent improvement capital projects fund. The difference was in timing and collection by the County Fiscal Officer.

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The assessed values upon which the fiscal year 2014 taxes were collected are:

	2013 Second Half Collections		2014 First Half Collections	
	Amount	Percent	Amount	Percent
Residential/Agricultural	\$354,654,020	53.00 %	\$353,802,970	52.45 %
Other Real Estate	276,995,450	41.39	278,758,910	41.32
Public Utility Personal	37,511,790	5.61	42,060,940	6.23
<b>Total</b>	<b>\$669,161,260</b>	<b>100.00 %</b>	<b>\$674,622,820</b>	<b>100.00 %</b>
Tax rate per \$1,000 of assessed valuation	\$71.30		\$70.82	

**Note 9 - Interfund Transfers and Balances**

*Interfund Transfers*

The general fund transferred \$100,600 to the district managed student activities special revenue fund to provide financial support for the School District's athletics and \$232,800 to the capital replacement capital projects fund for bus purchases.

*Interfund Balances*

Interfund balances at June 30, 2014, consist of the following individual fund receivables and payables:

Interfund Payable	Interfund Receivable		
	General	Other Governmental Funds	Total
<b>Other Governmental Funds</b>			
Title VI-B	\$325,000	\$0	\$325,000
Vocational Education	55,000	0	55,000
Title I	475,000	0	475,000
Preschool Handicapped	1,500	0	1,500
Title VI-R	50,000	0	50,000
Permanent Improvement	50,000	30,000	80,000
<i>Total Other Governmental Funds</i>	<b>\$956,500</b>	<b>\$30,000</b>	<b>\$986,500</b>

The interfund payables are advances for grant monies that were not received by fiscal year end. The School District expects to receive the grant monies and repay the advances within the next fiscal year.

The interfund transaction between the bond retirement debt service and permanent improvement capital projects fund is a manuscript bond. The manuscript bond consists of a facility acquisition bond and was issued by the School District and purchased by the bond retirement debt service fund as an investment. Principal payments in the amount of \$15,000 will be made for fiscal years 2015 and 2016. The manuscript bond will mature on December 1, 2015.

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	Outstanding June 30, 2013	Additions	Deletions	Outstanding June 30, 2014
Manuscript Bond - Facility Acquisition	\$45,000	\$0	\$15,000	\$30,000

**Note 10 - Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2014, was as follows:

	Balance 6/30/13	Additions	Deletions	Balance 6/30/14
<b>Governmental Activities</b>				
<i>Capital Assets, not being depreciated:</i>				
Land	\$1,525,500	\$0	\$0	\$1,525,500
Construction in Progress	59,501	1,100,613	(483,374)	676,740
<b>Total Capital Assets, not being depreciated</b>	<b>1,585,001</b>	<b>1,100,613</b>	<b>(483,374)</b>	<b>2,202,240</b>
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	43,033,551	725,811	(84,294)	43,675,068
Furniture and Equipment	5,919,714	193,112	0	6,112,826
Vehicles	4,760,871	357,324	(301,395)	4,816,800
<b>Total Capital Assets, being depreciated</b>	<b>53,714,136</b>	<b>1,276,247</b>	<b>(385,689)</b>	<b>54,604,694</b>
<i>Less Accumulated Depreciation:</i>				
Buildings and Improvements	(28,398,041)	(1,037,053)	27,536	(29,407,558)
Furniture and Equipment	(3,690,342)	(288,905)	0	(3,979,247)
Vehicles	(2,871,274)	(309,532)	277,875	(2,902,931)
<b>Total Accumulated Depreciation</b>	<b>(34,959,657)</b>	<b>(1,635,490) *</b>	<b>305,411</b>	<b>(36,289,736)</b>
<b>Total Capital Assets, being depreciated, net</b>	<b>18,754,479</b>	<b>(359,243)</b>	<b>(80,278)</b>	<b>18,314,958</b>
<b>Governmental Activities Capital Assets, Net</b>	<b>\$20,339,480</b>	<b>\$741,370</b>	<b>(\$563,652)</b>	<b>\$20,517,198</b>

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

Instruction	
Regular	\$365,440
Special	25,948
Vocational	22,544
Support Services:	
Instructional Staff	19,416
Administration	3,341
Fiscal	142
Business	134,186
Operation and Maintenance of Plant	628,367
Pupil Transportation	282,023
Central	470
Operation of Non-Instructional Services:	
Food Service Operations	8,444
Other Non-Instructional Services	41,651
Extracurricular Activities	103,518
<b>Total Depreciation Expense</b>	<b>\$1,635,490</b>



**Bedford City School District**  
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**Note 11 - 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. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2014, if applicable, cannot be determined at this time.

***Litigation***

The School District is a 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.

**Note 12 - 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 2014, the School District contracted for property and general liability insurance, and boiler and machinery coverage through the Ohio Schools Council Association Group Purchasing Consortium. The Ohio Casualty Insurance Company (member of Liberty Mutual Group) is the carrier for the School District's insurance.

Aggregate property coverage is \$147,898,599 with a \$5,000 deductible. Aggregate boiler and machinery coverage is approximately \$50 million with a \$1,000 deductible. The policy is renewable on July 1, 2014, for each coverage. Casualty and fleet insurance coverage was provided with a combined single limit of \$1 million and \$1,000 deductible. Education and umbrella liability insurance coverage was provided with a combined single limit of \$8 million each occurrence and combined aggregate of \$8 million. The Treasurer is covered by a \$100,000 surety bond and the Superintendent, Board of Education President, and Business Manager are covered by \$50,000 position bonds.

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***

For fiscal year 2014, the School District participated in the Ohio School Boards Association Workers' Compensation Group Retrospective Rating Program, an insurance purchasing pool (Note 16). The intent of the Group Rating Program, (GRP) is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of CompManagement, Inc. provides administrative, cost control and actuarial services to the GRP.

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***Employee Benefits***

The School District has elected to provide employee hospitalization/medical benefits and prescription drug benefits to full time employees through a self-insurance program as of January 1, 2013. Dental benefits are provided with a fully-insured program. Full time is defined as the full 186 day academic year, or 1,700 hours for non-certificated employees. Employees working shorter calendars pay a prorated portion of the health care premiums. The School District maintains a self-insurance internal service fund to account for and finance its uninsured risk of loss in the hospitalization and drug programs. Dental claims are limited to \$2,500 per covered individual per year, with a lifetime limit of \$1,000 on orthodontia. There is no limitation on prescription drug benefits as this type of coverage is not subject to catastrophic loss. A third party administrator, Cigna, reviews and pays all claims. The School District pays the following monthly premium into the self-funded benefits fund, which represents 90 percent of the premium required: hospitalization - \$360.23 (single), \$990.66 (family); drug - \$104.40 (single), \$287.09 (family). These premiums are paid by the fund that pays the salary for each employee and is based on historical cost information.

The School District is self-insured for medical and prescription drug coverage. Cigna administers these plans for the School District. Stop-loss coverage has been purchased for medical claims at \$100,000 per individual employee, and in aggregate of 125 percent of expected claims for the School District. The administrators review all claims which are paid by the School District.

The claims liability of \$422,900 reported in the self insurance fund at June 30, 2014, is based on an estimate provided by the Treasurer and 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 claim adjustment expenses.

Changes in the fund's claims liability amount for the last two years follows:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2013	\$73,063	\$1,606,515	\$1,436,622	\$242,956
2014	242,956	4,203,700	4,023,756	422,900

**Note 13 - Compensated Absences**

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees and Administrators earn ten to twenty days of vacation per year, depending upon length of service and hours worked. 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 a rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 275 days for non-certificated, 260 days for certificated employees (unless in their final year of employment before retirement) and 370 days for administrators. Upon retirement or termination after 25 years of consecutive service (or attaining age 52 and 20 years of consecutive service), payment is made for up to 40 days for certificated employees, 30 days for administrators, plus one-tenth of the days remaining. The maximum number of days to be paid out is 63.5 days for certificated staff and 86.5 days for administrators. The non-certificated employees' payment is calculated using one-fourth of the days unless the employee has accumulated 90 percent or more of their maximum number of days in which case the calculation is made at 30 percent for a maximum of 82.5 days. For purposes of retirement, the employee receiving such payment must meet the eligibility requirement provisions set by STRS or SERS.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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**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](http://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, 2014, 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, 2014, 2013, and 2012 were \$1,068,854, \$1,046,470 and \$1,023,317, respectively. For fiscal year 2014, 97.98 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2013 and 2012.

***State Teachers Retirement System***

Plan Description – The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple-employer public employee retirement 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](http://www.strsoh.org).

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary 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.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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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 11 percent for members and 14 percent for employers. The statutory maximum employee contribution rate was increased one percent July 1, 2013, and will be increased one percent each year until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2014, plan members were required to contribute 11 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 \$2,499,159 and \$48,840 for the fiscal year ended June 30, 2014, \$2,457,579 and \$39,999 for the fiscal year ended June 30, 2013, and \$2,404,840 and \$56,143 for the fiscal year ended June 30, 2012. For fiscal year 2014, 82.45 percent has been contributed for the DB plan and 82.45 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 2013 and 2012.

Contributions made to STRS Ohio for the DC Plan and for fiscal year 2014 were \$70,559 made by the School District and \$55,440 made by the plan members. In addition, member contributions of \$38,374 were made for fiscal year 2014 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, 2014, two members 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](http://www.ohsers.org) under Employers/Audit Resources.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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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 2014, 0.14 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 2014, this amount was \$20,250. During fiscal year 2014, the School District paid \$90,164 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, 2014, 2013, and 2012 were \$101,587, \$118,397, and \$158,293, respectively. For fiscal year 2014, 97.98 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2013 and 2012.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2014, this actuarially required allocation was 0.76 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2014, 2013, and 2012, were \$62,010, \$59,114, and \$60,432 respectively. For fiscal year 2014, 97.98 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2013 and 2012.

#### ***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](http://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 2014, STRS Ohio allocated employer contributions equal to one percent of covered payroll to post-employment health care. The School District's contributions for health care for the fiscal years ended June 30, 2014, 2013, and 2012 were \$192,243, \$189,045, and \$184,988 respectively. For fiscal year 2014, 82.45 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2013 and 2012. The STRS Board voted to discontinue the current one percent allocation to the health care fund effective July 1, 2014.

#### **Note 16 - Insurance Purchasing Pool**

***Ohio School Boards Association Workers' Compensation Group Retrospective Rating Program*** - The School District participates in the Ohio School Boards Association Workers' Compensation Group Retrospective Rating Program, an insurance purchasing pool. The group's business and affairs are conducted

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

by a three member Board of Directors consisting of the President, the President Elect and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the OSBA to cover the costs of administering the program.

**Note 17 - Set Asides**

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

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

	Capital Improvement
Set-aside Balances as of June 30, 2013	\$0
Current Year Set-aside Requirement	590,797
Current Year Offsets	(451,733)
Qualifying Disbursements	(1,943,060)
Totals	(\$1,803,996)
Set-aside Balance Carried Forward to Future Fiscal Years	\$0
Set-aside Balances as of June 30, 2014	\$0

While the current year offsets and qualifying disbursements during the fiscal year reduced the capital improvement set-aside amount to below zero, this amount may not be used to reduce the set-aside requirements of future fiscal years.

**Note 18 – Notes Payable**

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

	Outstanding 6/30/2013	Issued	Retired	Outstanding 6/30/2014
<b>Governmental Activities</b>				
Tax Anticipation Notes	\$0	\$297,454	\$0	\$297,454

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

In fiscal year 2014, the School issued \$297,454 in tax anticipation notes for capital projects. The notes will be paid from the permanent improvement capital projects fund. Principal and interest payments to retire the tax anticipation notes are as follows:

	Principal	Interest	Total
2015	\$59,500	\$5,636	\$65,136
2016	59,500	4,760	64,260
2017	59,500	3,570	63,070
2018	59,500	2,380	61,880
2019	59,454	1,190	60,644
Total	\$297,454	\$17,536	\$314,990

All notes are backed by the full faith and credit of the School. The note liability is reflected in the fund which received the proceeds and will repay the debt.

**Note 19 - Long Term Obligations**

The original issue date, interest rate, original issue amount and date of maturity of each of the School District's long-term obligations follows:

Debt Issue	Original Issue Date	Original Issue Amount	Interest Rate	Date of Maturity
General Obligation Bonds:				
Radio Equipment Acquisition Bond	2013	\$274,578	1.50%	July 15, 2016
Capital Appreciation Refunding Bonds	2001	536,300	10.30%	December 1, 2013
Energy Conservation Improvement Bonds	2006	3,562,114	4.11%	October 15, 2020

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

	Principal Outstanding 6/30/13	Additions	(Reductions)	Principal Outstanding 6/30/14	Amount Due in One Year
<b>Governmental Activities:</b>					
General Obligations Bonds:					
Radio Equipment Acquisition Bonds	\$274,578	\$0	(\$68,644)	\$205,934	\$68,644
Capital Appreciation Refunding Bonds	129,970	0	(129,970)	0	0
Accretion on Capital Appreciation Bonds	283,725	21,305	(305,030)	0	0
Unamortized Premium	2,288	0	(2,288)	0	0
Energy Conservation Improvement Bonds	2,132,027	0	(230,516)	1,901,511	239,980
<i>Total General Obligation Bonds</i>	2,822,588	21,305	(736,448)	2,107,445	308,624
Capital Leases	251,144	0	(114,618)	136,526	90,362
Compensated Absences	3,744,702	1,373,709	(1,199,132)	3,919,279	1,403,146
Total Governmental Activities	\$6,818,434	\$1,395,014	(\$2,050,198)	\$6,163,250	\$1,802,132

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

Energy conservation improvement bonds were issued for the purpose of improvements throughout the School District. These bonds will be paid from the general fund.

The capital leases will be paid from the capital replacement capital projects fund. Compensated absences will be paid from the general fund, the food service, auxiliary services, title VI-B, title I and title VI-R special revenue funds.

In November 2001, the School District issued general obligation refunding bonds having an original face value of \$9,096,300 to defease the 1993 library construction and facilities renovations general obligation bonds. These refunding bonds consist of \$8,560,000 in current interest serial bonds and \$536,300 in capital appreciation bonds. The serial bonds were retired in full in fiscal year 2012. A portion of the capital appreciation bonds were retired in fiscal year 2013. This year the addition on the capital appreciation bonds was \$21,305 which represents the annual accretion of discounted interest. The final maturity amount of these bonds is \$435,000. The bonds were issued at a \$900,303 premium.

In October 2012, the School District issued radio equipment acquisition bonds having an original face value of \$274,578, for the purpose of acquiring radio communications equipment. These bonds will be paid from the building capital projects fund.

The overall debt margin of the School District as of June 30, 2014, was \$60,222,682 with an unvoted debt margin of \$674,382. Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2014, are as follows:

	Radio Equipment Acquisition Bonds		Energy Conservation Improvement Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$68,644	\$3,132	\$239,980	\$78,067	\$308,624	\$81,199
2016	68,645	2,088	249,832	68,215	318,477	70,303
2017	68,645	1,047	260,089	57,958	328,734	59,005
2018	0	0	270,767	47,280	270,767	47,280
2019	0	0	281,883	36,164	281,883	36,164
2020-2021	0	0	598,960	37,134	598,960	37,134
Total	\$205,934	\$6,267	\$1,901,511	\$324,818	\$2,107,445	\$331,085

**Note 20 - Jointly Governed Organizations**

***North Coast Council***

The North Coast Council (NCC) is a jointly governed organization among thirty-two school districts, two educational service centers and the Bedford City School District. The 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 the member districts. Each of the school districts support NCC based on a per pupil charge. The School District paid \$93,277 to NCC during fiscal year 2014.

The Board of Directors consists of the nine superintendents representing participating school districts and the educational service centers. The degree of control exercised by any participant is limited to its representation on the Governing Board. The Board exercises total control over the operation of the organization including budgeting, appropriating, contracting and designating management. A copy of NCC's financial statements may be obtained by contacting the Educational Service Center at 5811 Canal Road, Valley View, Ohio 44125.



**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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***Ohio Schools' Council Association***

The Ohio Schools' Council Association (Council) is a jointly governed organization among 199 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' 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 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. The degree of control exercised by any participant is limited to its representation on the Governing Board. The Board exercises total control over the operations of the Council including budgeting, appropriating, contracting and designating management. In fiscal year 2014, the School District paid \$1,269 to the Council. Financial information can be obtained by contacting William J. Zelei, the Executive Director of the Ohio Schools' Council at 6393 OakTree Blvd, Suite 377, 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 is the supplier and program manager for the period from October 1, 2010 through March 31, 2016. There are currently 151 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 current electricity group purchase program. The Council's current program, which began in June 2011 and runs through December 2019, provides as much as 16 percent in savings to 251 school districts in the First Energy territory.

**Note 21 - Capital Leases - Lessee Disclosure**

In prior fiscal years, the School District entered into a \$433,136 five year lease purchase agreement with Key Government Finance for a network upgrade and related equipment. The School District also entered into a \$157,250 three year lease purchase agreement with Key Government Finance for the acquisition of Dell computers. The School District's lease obligations meet the criteria of a capital lease. Capital lease payments for the network upgrade and Dell computer leases are reflected as debt service expenditures in the capital replacement capital projects fund on the basic financial statements.

As part of the agreement for the leases, Key Bank, as lessor, deposited monies in segregated accounts. The entire amount was paid to the vendors at the direction of the School District when the installations were completed. At year-end, capital assets have been capitalized for the capital lease.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

Capital assets acquired by lease have been capitalized as follows:

<b>Capital Assets, being depreciated:</b>	
Building and Improvements	\$385,000
Furniture and Equipment	590,386
<i>Total Capital Assets, being depreciated</i>	975,386
Accumulated Depreciation	(416,791)
<i>Governmental Activities Capital Assets, Net</i>	\$558,595

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of June 30, 2014.

	Governmental Activities
Fiscal Year Ending June 30	
2015	\$93,324
2016	46,663
Total	139,987
Less: Amount Representing Interest	(3,461)
Present Value of Net Minimum Lease Payments	\$136,526

**Note 22 – Significant Commitments**

***Contractual Commitments***

As of June 30, 2014, the School District had the following contractual construction commitments outstanding:

Vendor Name	Contract Amount	Amount Paid To Date	Remaining Contract
Apex Equipment - Columbus Exterior Improvements	\$213,667	\$158,955	\$54,712
Capital Aluminum & Glass - Columbus Windows	187,900	0	187,900
Fieldturf USA, Inc. - BHS Track Resurfacing	297,454	0	297,454
Zerbe Construction - Carylwood Exterior	180,723	0	180,723
H.M.H. Restoration - Carylwood/Glendale Masonry	40,000	0	40,000
Total	\$919,744	\$158,955	\$760,789

Remaining commitment amounts were encumbered at year end.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2014*

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***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	\$1,150,876
Other Governmental Funds	1,149,152
Internal Service	<u>1,077</u>
Total	<u><u>\$2,301,105</u></u>

**Note 23 – Subsequent Events**

On November 4, 2014, the voters approved a new 4.9 mill continuing operating levy for current operating expenses.

# COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

## *Combining Statements – Nonmajor Governmental Funds*

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### *Nonmajor Special Revenue Funds*

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To account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects.

***Food Service Fund*** To account for and report charges for services and grants restricted to the food service operations of the School District.

***Local Grants Fund*** To account for and report proceeds of specific revenue sources, except for State and federal grants that are restricted to expenditure for specific purposes.

***District Managed Student Activities Fund*** To account for and report all restricted costs (excluding supplemental coaching and advising contracts) of the adult-led student activities.

***Auxiliary Services Fund*** To account for and report restricted State monies received for educational programs run by the School District on behalf of four non-public schools within the boundaries of the School District.

***Data Communications Fund*** To account for and report State grants restricted for Ohio Educational Computer Network Connections.

***Race to the Top Fund*** To account for and report restricted Federal grant monies to assist schools in providing for costs associated with improving student learning and graduation rates. This fund did not have any budgetary activity in fiscal year 2014, therefore, budgetary information is not provided.

***Title VI-B Fund*** To account for and report federal grants restricted to provide full educational opportunities to handicapped children.

***Vocational Education Fund*** To account for and report federal grants restricted for vocational education programs.

(continued)

*Combining Statements – Nonmajor Governmental Funds (continued)*

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*Nonmajor Special Revenue Funds (continued)*

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***Title III Fund*** To account for and report federal grants restricted for costs associated with English proficiency.

***Title I Fund*** To account for and report federal grants restricted to meet the needs of educationally deprived children.

***Preschool Handicapped Fund*** To account for and report federal grants restricted for the improvement and expansion of services for handicapped children ages three through five.

***Title VI-R Fund*** To account for and report federal grants restricted to hire additional classroom teachers in grades one through three.

***Miscellaneous Federal Grants Fund*** To account for and report federal grants restricted for academic and enrichment programs for the student body.

***Recreation Fund*** To account for and report the operation of the swimming pool when it serves the community for open swim, lessons, youth competition and facility rentals. 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*** To account for and report proceeds of local fund raising at the building level. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

***Special Enterprise Fund*** To account for and report the financial transactions related to the rental of the School District's high school athletic facilities. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

***Summer School Fund*** To account for and report the operation of the summer school program. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

***Adult and Community Education Fund*** To account for and report the operation of the adult high school and the adult and community education programs. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

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***Nonmajor Debt Service Fund***

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The debt service fund is used to account for and report the financial resources that are restricted, committed or assigned to expenditure for principal and interest.

***Bond Retirement Fund*** To account for and report tax levies that are restricted for the repayment of general obligation bonds of the School District.

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***Nonmajor Capital Projects Funds***

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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*** To account for and report restricted property taxes for the acquisition or construction of major capital facilities.

***Building Fund*** To account for and report bond proceeds restricted for construction and capital acquisitions.

***Capital Replacement Fund*** To account for and report the monies transferred from the general fund that are committed for vehicle and computer replacement.

**Bedford City School District**  
*Combining Balance Sheet*  
*Nonmajor Governmental Funds*  
*June 30, 2014*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,906,582	\$31,655	\$1,303,863	\$3,242,100
Accounts Receivable	1,128	0	0	1,128
Intergovernmental Receivable	412,076	0	0	412,076
Inventory Held for Resale	38,947	0	0	38,947
Materials and Supplies Inventory	8,049	0	0	8,049
Interfund Receivable	0	30,000	0	30,000
Taxes Receivable	0	7,376	437,907	445,283
<i>Total Assets</i>	<u>\$2,366,782</u>	<u>\$69,031</u>	<u>\$1,741,770</u>	<u>\$4,177,583</u>
<b>Liabilities</b>				
Accounts Payable	\$117,918	\$0	\$81,921	\$199,839
Contracts Payable	0	0	488,627	488,627
Accrued Wages and Benefits Payable	253,211	0	0	253,211
Intergovernmental Payable	92,431	0	0	92,431
Accrued Interest Payable	0	0	978	978
Interfund Payable	906,500	0	80,000	986,500
Notes Payable	0	0	297,454	297,454
Matured Compensated Absences Payable	1,600	0	0	1,600
<i>Total Liabilities</i>	<u>1,371,660</u>	<u>0</u>	<u>948,980</u>	<u>2,320,640</u>
<b>Deferred Inflows of Resources</b>				
Property Taxes	0	0	335,529	335,529
Unavailable Revenue	408,576	7,376	23,478	439,430
<i>Total Deferred Inflows of Resources</i>	<u>408,576</u>	<u>7,376</u>	<u>359,007</u>	<u>774,959</u>
<b>Fund Balances</b>				
Nonspendable	8,049	0	0	8,049
Restricted	949,793	61,655	109,612	1,121,060
Committed	0	0	324,171	324,171
Unassigned (Deficit)	(371,296)	0	0	(371,296)
<i>Total Fund Balances</i>	<u>586,546</u>	<u>61,655</u>	<u>433,783</u>	<u>1,081,984</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$2,366,782</u>	<u>\$69,031</u>	<u>\$1,741,770</u>	<u>\$4,177,583</u>

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds*  
*For the Fiscal Year Ended June 30, 2014*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Taxes	\$0	\$87,067	\$445,013	\$532,080
Intergovernmental	3,827,952	15,055	123,999	3,967,006
Interest	56	0	0	56
Charges for Services	532,405	0	0	532,405
Extracurricular Activities	160,166	0	0	160,166
Contributions and Donations	21,683	0	0	21,683
Miscellaneous	6,430	0	179,988	186,418
<i>Total Revenues</i>	<u>4,548,692</u>	<u>102,122</u>	<u>749,000</u>	<u>5,399,814</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	23,182	0	0	23,182
Special	537,545	0	0	537,545
Vocational	161,038	0	0	161,038
Support Services:				
Pupil	582,687	0	0	582,687
Instructional Staff	659,623	0	0	659,623
Administration	152,914	0	0	152,914
Business	5,476	0	0	5,476
Central	4,000	0	0	4,000
Operation of Non-Instructional Services:				
Food Service Operations	1,790,125	0	0	1,790,125
Other Non-Instructional Services	116,217	0	0	116,217
Extracurricular Activities	274,704	0	0	274,704
Capital Outlay	0	0	998,599	998,599
Debt Service:				
Principal Retirement	0	129,970	183,262	313,232
Interest and Fiscal Charges	0	0	9,933	9,933
Capital Appreciation Bond Accretion	0	305,030	0	305,030
<i>Total Expenditures</i>	<u>4,307,511</u>	<u>435,000</u>	<u>1,191,794</u>	<u>5,934,305</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	241,181	(332,878)	(442,794)	(534,491)
<b>Other Financing Sources (Uses)</b>				
Transfers In	100,600	0	232,800	333,400
<i>Net Change in Fund Balances</i>	341,781	(332,878)	(209,994)	(201,091)
<i>Fund Balances Beginning of Year</i>	<u>244,765</u>	<u>394,533</u>	<u>643,777</u>	<u>1,283,075</u>
<i>Fund Balances End of Year</i>	<u>\$586,546</u>	<u>\$61,655</u>	<u>\$433,783</u>	<u>\$1,081,984</u>



**Bedford City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2014*

	Food Service	Local Grants	District Managed Student Activities	Auxiliary Services
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$932,834	\$57,841	\$40,893	\$29,382
Accounts Receivable	0	500	628	0
Intergovernmental Receivable	0	0	0	0
Inventory Held for Resale	38,947	0	0	0
Materials and Supplies Inventory	8,049	0	0	0
<i>Total Assets</i>	<u>\$979,830</u>	<u>\$58,341</u>	<u>\$41,521</u>	<u>\$29,382</u>
<b>Liabilities</b>				
Accounts Payable	\$102	\$500	\$2,825	\$5,800
Accrued Wages and Benefits Payable	84,993	0	0	1,544
Intergovernmental Payable	55,919	0	78	1,371
Interfund Payable	0	0	0	0
Matured Compensated Absences Payable	1,600	0	0	0
<i>Total Liabilities</i>	<u>142,614</u>	<u>500</u>	<u>2,903</u>	<u>8,715</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenue	0	0	0	0
<b>Fund Balances</b>				
Nonspendable	8,049	0	0	0
Restricted	829,167	57,841	38,618	20,667
Unassigned (Deficit)	0	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>837,216</u>	<u>57,841</u>	<u>38,618</u>	<u>20,667</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$979,830</u>	<u>\$58,341</u>	<u>\$41,521</u>	<u>\$29,382</u>

(continued)

**Bedford City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*June 30, 2014*

	<u>Race to the Top</u>	<u>Title VI-B</u>	<u>Vocational Education</u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$0	\$282,169	\$51,644
Accounts Receivable	0	0	0
Intergovernmental Receivable	3,500	156,558	24,739
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$3,500</u>	<u>\$438,727</u>	<u>\$76,383</u>
<b>Liabilities</b>			
Accounts Payable	\$0	\$57,285	\$17,730
Accrued Wages and Benefits Payable	0	22,768	0
Intergovernmental Payable	0	8,150	319
Interfund Payable	0	325,000	55,000
Matured Compensated Absences Payable	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>413,203</u>	<u>73,049</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	0	156,558	24,739
<b>Fund Balances</b>			
Nonspendable	0	0	0
Restricted	3,500	0	0
Unassigned (Deficit)	0	(131,034)	(21,405)
<i>Total Fund Balances (Deficit)</i>	<u>3,500</u>	<u>(131,034)</u>	<u>(21,405)</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$3,500</u>	<u>\$438,727</u>	<u>\$76,383</u>

Title I	Preschool Handicapped	Title VI-R	Total Nonmajor Special Revenue Funds
\$461,272	\$1,469	\$49,078	\$1,906,582
0	0	0	1,128
191,675	0	35,604	412,076
0	0	0	38,947
0	0	0	8,049
\$652,947	\$1,469	\$84,682	\$2,366,782
\$30,242	\$2,441	\$993	\$117,918
129,908	0	13,998	253,211
24,321	0	2,273	92,431
475,000	1,500	50,000	906,500
0	0	0	1,600
659,471	3,941	67,264	1,371,660
191,675	0	35,604	408,576
0	0	0	8,049
0	0	0	949,793
(198,199)	(2,472)	(18,186)	(371,296)
(198,199)	(2,472)	(18,186)	586,546
\$652,947	\$1,469	\$84,682	\$2,366,782

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2014*

	Food Service	Local Grants	District Managed Student Activities	Auxiliary Services
<b>Revenues</b>				
Intergovernmental	\$1,377,293	\$6,163	\$0	\$87,161
Interest	0	0	0	56
Charges for Services	531,101	0	1,304	0
Extracurricular Activities	0	0	160,166	0
Contributions and Donations	0	10,747	10,936	0
Miscellaneous	0	0	6,430	0
<i>Total Revenues</i>	<u>1,908,394</u>	<u>16,910</u>	<u>178,836</u>	<u>87,217</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	0	5,651	0	0
Special	0	0	0	0
Vocational	0	0	0	0
Support Services:				
Pupil	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
Business	0	5,476	0	0
Central	0	0	0	0
Operation of Non-Instructional Services:				
Food Service Operations	1,790,125	0	0	0
Other Non-Instructional Services	0	2,116	0	89,747
Extracurricular Activities	0	0	274,704	0
<i>Total Expenditures</i>	<u>1,790,125</u>	<u>13,243</u>	<u>274,704</u>	<u>89,747</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	118,269	3,667	(95,868)	(2,530)
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	0	100,600	0
<i>Net Change in Fund Balances</i>	118,269	3,667	4,732	(2,530)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>718,947</u>	<u>54,174</u>	<u>33,886</u>	<u>23,197</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$837,216</u>	<u>\$57,841</u>	<u>\$38,618</u>	<u>\$20,667</u>

<u>Data Communications</u>	<u>Race to the Top</u>	<u>Title VI-B</u>	<u>Vocational Education</u>	<u>Title III</u>
\$10,800	\$3,500	\$763,347	\$195,842	\$9,888
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>10,800</u>	<u>3,500</u>	<u>763,347</u>	<u>195,842</u>	<u>9,888</u>
0	0	0	0	0
0	0	167,765	0	9,888
0	0	0	161,038	0
0	0	398,771	0	0
10,800	0	20,377	10,829	0
0	0	143,530	9,384	0
0	0	0	0	0
0	0	0	4,000	0
0	0	0	0	0
0	0	13,675	0	0
0	0	0	0	0
<u>10,800</u>	<u>0</u>	<u>744,118</u>	<u>185,251</u>	<u>9,888</u>
0	3,500	19,229	10,591	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	3,500	19,229	10,591	0
<u>0</u>	<u>0</u>	<u>(150,263)</u>	<u>(31,996)</u>	<u>0</u>
<u>\$0</u>	<u>\$3,500</u>	<u>(\$131,034)</u>	<u>(\$21,405)</u>	<u>\$0</u>

(continued)

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	Title I	Preschool Handicapped	Title VI-R	Total Nonmajor Special Revenue Funds
<b>Revenues</b>				
Intergovernmental	\$1,210,404	\$34,343	\$129,211	\$3,827,952
Interest	0	0	0	56
Charges for Services	0	0	0	532,405
Extracurricular Activities	0	0	0	160,166
Contributions and Donations	0	0	0	21,683
Miscellaneous	0	0	0	6,430
<i>Total Revenues</i>	<u>1,210,404</u>	<u>34,343</u>	<u>129,211</u>	<u>4,548,692</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	4,773	0	12,758	23,182
Special	356,972	2,920	0	537,545
Vocational	0	0	0	161,038
Support Services:				
Pupil	183,916	0	0	582,687
Instructional Staff	468,780	33,665	115,172	659,623
Administration	0	0	0	152,914
Business	0	0	0	5,476
Central	0	0	0	4,000
Operation of Non-Instructional Services:				
Food Service Operations	0	0	0	1,790,125
Other Non-Instructional Services	10,679	0	0	116,217
Extracurricular Activities	0	0	0	274,704
<i>Total Expenditures</i>	<u>1,025,120</u>	<u>36,585</u>	<u>127,930</u>	<u>4,307,511</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	185,284	(2,242)	1,281	241,181
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	0	0	100,600
<i>Net Change in Fund Balances</i>	185,284	(2,242)	1,281	341,781
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(383,483)</u>	<u>(230)</u>	<u>(19,467)</u>	<u>244,765</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>(\$198,199)</u>	<u>(\$2,472)</u>	<u>(\$18,186)</u>	<u>\$586,546</u>

**Bedford City School District**  
*Combining Balance Sheet*  
*Nonmajor Capital Projects Funds*  
*June 30, 2014*

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Capital Replacement</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$850,402	\$46,835	\$406,626	\$1,303,863
Taxes Receivable	437,907	0	0	437,907
<i>Total Assets</i>	<u>\$1,288,309</u>	<u>\$46,835</u>	<u>\$406,626</u>	<u>\$1,741,770</u>
<b>Liabilities</b>				
Accounts Payable	\$0	\$0	\$81,921	\$81,921
Contracts Payable	488,627	0	0	488,627
Accrued Interest Payable	444	0	534	978
Interfund Payable	80,000	0	0	80,000
Notes Payable	297,454	0	0	297,454
<i>Total Liabilities</i>	<u>866,525</u>	<u>0</u>	<u>82,455</u>	<u>948,980</u>
<b>Deferred Inflows of Resources</b>				
Property Taxes	335,529	0	0	335,529
Unavailable Revenue	23,478	0	0	23,478
<i>Total Deferred Inflows of Resources</i>	<u>359,007</u>	<u>0</u>	<u>0</u>	<u>359,007</u>
<b>Fund Balances</b>				
Restricted	62,777	46,835	0	109,612
Committed	0	0	324,171	324,171
<i>Total Fund Balances</i>	<u>62,777</u>	<u>46,835</u>	<u>324,171</u>	<u>433,783</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$1,288,309</u>	<u>\$46,835</u>	<u>\$406,626</u>	<u>\$1,741,770</u>

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Capital Replacement</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b>Revenues</b>				
Taxes	\$445,013	\$0	\$0	\$445,013
Intergovernmental	123,999	0	0	123,999
Miscellaneous	15,000	71,664	93,324	179,988
<i>Total Revenues</i>	<u>584,012</u>	<u>71,664</u>	<u>93,324</u>	<u>749,000</u>
<b>Expenditures</b>				
Capital Outlay	773,667	5,430	219,502	998,599
Debt Service:				
Principal Retirement	0	68,644	114,618	183,262
Interest and Fiscal Charges	444	3,020	6,469	9,933
<i>Total Expenditures</i>	<u>774,111</u>	<u>77,094</u>	<u>340,589</u>	<u>1,191,794</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(190,099)	(5,430)	(247,265)	(442,794)
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	0	232,800	232,800
<i>Net Change in Fund Balances</i>	(190,099)	(5,430)	(14,465)	(209,994)
<i>Fund Balances Beginning of Year</i>	<u>252,876</u>	<u>52,265</u>	<u>338,636</u>	<u>643,777</u>
<i>Fund Balances End of Year</i>	<u><u>\$62,777</u></u>	<u><u>\$46,835</u></u>	<u><u>\$324,171</u></u>	<u><u>\$433,783</u></u>



***Combining Statements - Internal Service Funds***

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Internal service funds account for the financing of goods or services provided by one fund of the School District to other funds of the School District on a cost-reimbursement basis.

***Self Insurance Fund*** To account for the transactions of the School District's self-funded health, dental and prescription drug benefits fund.

***Computer Network Fund*** To account for group purchases of computer supplies.

**Bedford City School District**  
*Combining Statement of Net Position*  
*Internal Service Funds*  
*June 30, 2014*

	Self Insurance	Computer Network	Total Internal Service Funds
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$1,708,079	\$578	\$1,708,657
<b>Liabilities</b>			
Claims Payable	422,900	0	422,900
<b>Net Position</b>			
Unrestricted	\$1,285,179	\$578	\$1,285,757

**Bedford City School District**  
*Combining Statement of Revenues,  
 Expenses and Changes in Net Position  
 Internal Service Funds  
 For the Fiscal Year Ended June 30, 2014*

	Self Insurance	Computer Network	Total Internal Service Funds
<b>Operating Revenues</b>			
Charges for Services	\$4,531,755	\$0	\$4,531,755
<b>Operating Expenses</b>			
Purchased Services	596,995	0	596,995
Claims	4,203,700	0	4,203,700
<i>Total Operating Expenses</i>	4,800,695	0	4,800,695
<i>Change in Net Position</i>	(268,940)	0	(268,940)
<i>Net Position Beginning of Year</i>	1,554,119	578	1,554,697
<i>Net Position End of Year</i>	\$1,285,179	\$578	\$1,285,757

**Bedford City School District**  
*Combining Statement of Cash Flows*  
*Internal Service Funds*  
For the Fiscal Year Ended June 30, 2014

	Self Insurance	Computer Network	Total Internal Service Funds
<b>Increase (Decrease) in Cash and Cash Equivalents</b>			
<b>Cash Flows from Operating Activities</b>			
Cash Received from Interfund Services	\$4,531,755	\$0	\$4,531,755
Cash Payments for Purchased Services	(596,995)	0	(596,995)
Cash Payments for Claims	(4,023,756)	0	(4,023,756)
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(88,996)	0	(88,996)
<i>Cash and Cash Equivalents Beginning of Year</i>	1,797,075	578	1,797,653
<i>Cash and Cash Equivalents End of Year</i>	\$1,708,079	\$578	\$1,708,657
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>			
Operating Income (Loss)	(\$268,940)	\$0	(\$268,940)
<i>Adjustment:</i>			
Increase (Decrease) in Claims Payable	179,944	0	179,944
<i>Net Cash Provided by (Used for) Operating Activities</i>	(\$88,996)	\$0	(\$88,996)

**Agency Funds**

Agency Funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operations.

**Student Activities Fund** To account for resources that belong to the student bodies of various schools, accounting for sales and other revenue generating activities.

**District Agency Fund** To account for Ohio High School Athletic Association tournament monies.

**Bedford City School District**  
*Statement of Changes in Assets and Liabilities*  
*Agency Fund*  
*For the Fiscal Year Ended June 30, 2014*

	Beginning Balance June 30, 2013	Additions	Reductions	Ending Balance June 30, 2014
<b>Student Activities Fund</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$41,625	\$65,176	\$59,313	\$47,488
<b>Liabilities</b>				
Due to Students	\$41,625	\$65,176	\$59,313	\$47,488
<b>District Agency Fund</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$15,139	\$15,139	\$0
<b>Liabilities</b>				
Due to Students	\$0	\$15,139	\$15,139	\$0
<b>All Agency Funds</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$41,625	\$80,315	\$74,452	\$47,488
<b>Liabilities</b>				
Due to Students	\$41,625	\$80,315	\$74,452	\$47,488

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

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes	\$24,577,351	\$25,281,000	\$26,822,348	\$1,541,348
Intergovernmental	15,326,341	15,326,341	15,464,689	138,348
Interest	15,000	15,000	4,762	(10,238)
Charges for Services	11,000	11,000	4,292	(6,708)
Tuition and Fees	1,000,306	1,000,306	1,357,225	356,919
Rentals	5,000	5,000	30,552	25,552
Miscellaneous	300,356	300,356	600,152	299,796
<i>Total Revenues</i>	<u>41,235,354</u>	<u>41,939,003</u>	<u>44,284,020</u>	<u>2,345,017</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	10,536,750	10,557,285	10,557,216	69
Fringe Benefits	3,882,906	3,806,059	3,806,000	59
Purchased Services	4,888,723	4,332,910	4,002,878	330,032
Materials and Supplies	483,323	610,262	447,059	163,203
Capital Outlay	58,260	124,452	104,829	19,623
Other	8,525	11,818	9,754	2,064
Total Regular	<u>19,858,487</u>	<u>19,442,786</u>	<u>18,927,736</u>	<u>515,050</u>
Special:				
Salaries and Wages	4,003,000	4,215,900	4,215,865	35
Fringe Benefits	1,170,600	1,345,300	1,344,804	496
Purchased Services	215,000	215,000	188,997	26,003
Materials and Supplies	1,400	1,400	289	1,111
Total Special	<u>5,390,000</u>	<u>5,777,600</u>	<u>5,749,955</u>	<u>27,645</u>
Vocational:				
Salaries and Wages	280,000	446,605	446,605	0
Fringe Benefits	147,900	164,495	164,437	58
Purchased Services	26,320	19,490	9,404	10,086
Materials and Supplies	14,700	32,538	26,715	5,823
Capital Outlay	32,600	34,782	34,782	0
Total Vocational	<u>501,520</u>	<u>697,910</u>	<u>681,943</u>	<u>15,967</u>
Total Instruction	<u>\$25,750,007</u>	<u>\$25,918,296</u>	<u>\$25,359,634</u>	<u>\$558,662</u>

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Support Services:				
Pupil:				
Salaries and Wages	\$1,752,200	\$1,733,503	\$1,733,503	\$0
Fringe Benefits	496,800	582,497	582,205	292
Purchased Services	333,985	330,383	323,279	7,104
Materials and Supplies	56,850	93,585	88,502	5,083
Capital Outlay	2,500	3,100	2,751	349
Total Pupil	<u>2,642,335</u>	<u>2,743,068</u>	<u>2,730,240</u>	<u>12,828</u>
Instructional Staff:				
Salaries and Wages	742,500	797,700	797,666	34
Fringe Benefits	351,600	326,816	326,313	503
Purchased Services	243,515	237,022	211,222	25,800
Materials and Supplies	77,895	105,424	78,050	27,374
Capital Outlay	23,166	70,584	64,703	5,881
Other	50	94	94	0
Total Instructional Staff	<u>1,438,726</u>	<u>1,537,640</u>	<u>1,478,048</u>	<u>59,592</u>
Board of Education:				
Salaries and Wages	0	15,000	15,000	0
Fringe Benefits	1,100	2,315	2,263	52
Purchased Services	208,650	143,608	142,364	1,244
Materials and Supplies	500	500	320	180
Capital Outlay	2,000	2,000	0	2,000
Other	33,630	32,955	23,284	9,671
Total Board of Education	<u>245,880</u>	<u>196,378</u>	<u>183,231</u>	<u>13,147</u>
Administration:				
Salaries and Wages	2,250,000	2,205,500	2,205,460	40
Fringe Benefits	1,037,262	1,057,637	1,056,476	1,161
Purchased Services	706,248	529,088	509,433	19,655
Materials and Supplies	68,000	93,397	69,014	24,383
Capital Outlay	19,900	17,995	8,958	9,037
Other	79,975	72,376	68,424	3,952
Total Administration	<u>\$4,161,385</u>	<u>\$3,975,993</u>	<u>\$3,917,765</u>	<u>\$58,228</u>

(continued)



**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Fiscal:</b>				
Salaries and Wages	\$342,000	\$374,200	\$374,160	\$40
Fringe Benefits	157,000	154,800	154,747	53
Purchased Services	134,255	157,582	153,324	4,258
Materials and Supplies	9,300	9,830	6,356	3,474
Capital Outlay	2,000	2,000	1,654	346
Other	932,000	749,300	706,653	42,647
<b>Total Fiscal</b>	<b>1,576,555</b>	<b>1,447,712</b>	<b>1,396,894</b>	<b>50,818</b>
<b>Business:</b>				
Salaries and Wages	308,000	304,611	304,611	0
Fringe Benefits	125,100	127,489	127,485	4
Purchased Services	205,200	196,656	193,462	3,194
Materials and Supplies	18,006	23,438	22,159	1,279
Capital Outlay	65,000	39,633	38,320	1,313
Other	3,800	3,800	2,269	1,531
<b>Total Business</b>	<b>725,106</b>	<b>695,627</b>	<b>688,306</b>	<b>7,321</b>
<b>Operation and Maintenance of Plant:</b>				
Salaries and Wages	2,560,500	2,371,513	2,371,513	0
Fringe Benefits	1,118,700	1,108,306	1,108,300	6
Purchased Services	1,912,209	2,056,212	2,055,286	926
Materials and Supplies	255,325	373,219	366,832	6,387
Capital Outlay	550,691	566,018	563,131	2,887
Other	4,100	4,100	3,916	184
<b>Total Operation and Maintenance of Plant</b>	<b>6,401,525</b>	<b>6,479,368</b>	<b>6,468,978</b>	<b>10,390</b>
<b>Pupil Transportation:</b>				
Salaries and Wages	2,152,800	2,049,340	2,049,340	0
Fringe Benefits	675,200	662,058	662,054	4
Purchased Services	304,600	320,869	284,503	36,366
Materials and Supplies	513,300	624,500	614,106	10,394
Capital Outlay	363,000	365,312	357,052	8,260
Other	2,600	600	578	22
<b>Total Pupil Transportation</b>	<b>\$4,011,500</b>	<b>\$4,022,679</b>	<b>\$3,967,633</b>	<b>\$55,046</b>

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Central:				
Salaries and Wages	\$50,000	\$53,556	\$53,556	\$0
Fringe Benefits	25,700	20,600	20,582	18
Purchased Services	49,980	64,599	53,514	11,085
Materials and Supplies	5,900	10,300	5,107	5,193
Capital Outlay	1,000	3,000	0	3,000
Other	1,750	4,730	1,260	3,470
Total Central	134,330	156,785	134,019	22,766
Total Support Services	21,337,342	21,255,250	20,965,114	290,136
Extracurricular Activities:				
Academic and Subject Oriented:				
Salaries and Wages	41,200	50,790	50,784	6
Fringe Benefits	5,000	6,313	6,313	0
Total Academic and Subject Oriented	46,200	57,103	57,097	6
Occupation Oriented:				
Salaries and Wages	3,000	2,049	2,049	0
Fringe Benefits	0	317	317	0
Total Occupation Oriented	3,000	2,366	2,366	0
Sports Oriented:				
Salaries and Wages	505,300	432,500	432,468	32
Fringe Benefits	53,300	72,000	71,993	7
Total Sports Oriented	558,600	504,500	504,461	39
School and Public Service Oriented:				
Salaries and Wages	46,950	52,075	51,701	374
Fringe Benefits	6,000	7,009	7,009	0
Total School and Public Service Oriented	52,950	59,084	58,710	374
Total Extracurricular Activities	\$660,750	\$623,053	\$622,634	\$419

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Capital Outlay:				
Architecture and Engineering Services				
Capital Outlay	\$5,000	\$5,000	\$4,511	\$489
Debt Service:				
Principal Retirement	401,966	401,966	401,966	0
Interest and Fiscal Charges	96,070	96,070	96,069	1
Total Debt Service	498,036	498,036	498,035	1
<i>Total Expenditures</i>	48,251,135	48,299,635	47,449,928	849,707
<i>Excess of Revenues Over (Under) Expenditures</i>	(7,015,781)	(6,360,632)	(3,165,908)	3,194,724
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	10,700	10,700	10,700	0
Advances In	192,000	192,000	2,050,520	1,858,520
Advances Out	(1,092,000)	(1,076,500)	(1,076,500)	0
Transfers Out	(285,200)	(333,500)	(333,400)	100
<i>Total Other Financing Sources (Uses)</i>	(1,174,500)	(1,207,300)	651,320	1,858,620
<i>Net Change in Fund Balance</i>	(8,190,281)	(7,567,932)	(2,514,588)	5,053,344
<i>Fund Balance Beginning of Year</i>	15,086,522	15,086,522	15,086,522	0
Prior Year Encumbrances Appropriated	933,335	933,335	933,335	0
<i>Fund Balance End of Year</i>	<u>\$7,829,576</u>	<u>\$8,451,925</u>	<u>\$13,505,269</u>	<u>\$5,053,344</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Food Service Fund*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$1,295,000	\$1,295,000	\$1,271,834	(\$23,166)
Charges for Services	305,000	305,000	531,101	226,101
<i>Total Revenues</i>	<u>1,600,000</u>	<u>1,600,000</u>	<u>1,802,935</u>	<u>202,935</u>
<b>Expenditures</b>				
Current:				
Operation of Non-Instructional Services:				
Food Services Operations:				
Salaries and Wages	665,300	684,500	661,577	22,923
Fringe Benefits	190,300	194,396	175,865	18,531
Purchased Services	30,851	39,001	20,321	18,680
Materials and Supplies	1,010,595	964,149	793,857	170,292
Capital Outlay	111,200	126,200	108,780	17,420
Other	100	100	100	0
<i>Total Expenditures</i>	<u>2,008,346</u>	<u>2,008,346</u>	<u>1,760,500</u>	<u>247,846</u>
<i>Net Change in Fund Balance</i>	(408,346)	(408,346)	42,435	450,781
<i>Fund Balance Beginning of Year</i>	728,233	728,233	728,233	0
Prior Year Encumbrances Appropriated	<u>108,346</u>	<u>108,346</u>	<u>108,346</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$428,233</u></u>	<u><u>\$428,233</u></u>	<u><u>\$879,014</u></u>	<u><u>\$450,781</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Local Grants Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>				
Intergovernmental	\$11,500	\$11,500	\$6,163	(\$5,337)
Contributions and Donations	14,500	8,500	10,247	1,747
<i>Total Revenues</i>	<u>26,000</u>	<u>20,000</u>	<u>16,410</u>	<u>(3,590)</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	273	3,355	2,963	392
Capital Outlay	24,126	3,063	2,656	407
Other	0	59	32	27
Total Regular	<u>24,399</u>	<u>6,477</u>	<u>5,651</u>	<u>826</u>
Vocational:				
Purchased Services	130	130	0	130
Materials and Supplies	605	605	0	605
Total Vocational	<u>735</u>	<u>735</u>	<u>0</u>	<u>735</u>
Total Instruction	<u>25,134</u>	<u>7,212</u>	<u>5,651</u>	<u>1,561</u>
Support Services:				
Business:				
Other	1,813	8,438	5,476	2,962
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services				
Materials and Supplies	112	112	0	112
Other	48,241	39,538	4,500	35,038
Total Operation of Non-Instructional Services	<u>48,353</u>	<u>39,650</u>	<u>4,500</u>	<u>35,150</u>
<i>Total Expenditures</i>	<u>75,300</u>	<u>55,300</u>	<u>15,627</u>	<u>39,673</u>
<i>Net Change in Fund Balance</i>	(49,300)	(35,300)	783	36,083
<i>Fund Balance Beginning of Year</i>	53,874	53,874	53,874	0
Prior Year Encumbrances Appropriated	300	300	300	0
<i>Fund Balance End of Year</i>	<u>\$4,874</u>	<u>\$18,874</u>	<u>\$54,957</u>	<u>\$36,083</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*District Managed Student Activities Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Charges for Services	\$2,500	\$2,500	\$1,304	(\$1,196)
Extracurricular Activities	131,600	175,100	159,538	(15,562)
Contributions and Donations	1,300	2,800	10,936	8,136
Miscellaneous	15,000	15,000	6,430	(8,570)
<i>Total Revenues</i>	<u>150,400</u>	<u>195,400</u>	<u>178,208</u>	<u>(17,192)</u>
<b>Expenditures</b>				
Current:				
Extracurricular Activities:				
Academic and Subject Oriented:				
Materials and Supplies	756	22,576	20,342	2,234
Occupational Oriented:				
Materials and Supplies	993	993	0	993
Sport Oriented Activities:				
Salaries and Wages	96	13,785	13,382	403
Fringe Benefits	159	1,331	1,331	0
Purchased Services	18,899	103,716	92,887	10,829
Materials and Supplies	298,901	137,443	126,086	11,357
Capital Outlay	92	0	0	0
<i>Total Sport Oriented Activities</i>	<u>\$318,147</u>	<u>\$256,275</u>	<u>\$233,686</u>	<u>\$22,589</u>

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*District Managed Student Activities Fund (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
School and Public Service Oriented:				
Purchased Services	\$6,188	\$31,261	\$25,128	\$6,133
Materials and Supplies	2,247	4,089	2,731	1,358
Other	0	137	137	0
	<u>8,435</u>	<u>35,487</u>	<u>27,996</u>	<u>7,491</u>
<i>Total Expenditures</i>	<u>328,331</u>	<u>315,331</u>	<u>282,024</u>	<u>33,307</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(177,931)</u>	<u>(119,931)</u>	<u>(103,816)</u>	<u>16,115</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	63,000	63,000	63,000	0
Advances Out	0	(63,000)	(63,000)	0
Transfers In	80,600	80,600	100,600	20,000
	<u>143,600</u>	<u>80,600</u>	<u>100,600</u>	<u>20,000</u>
<i>Net Change in Fund Balance</i>	<u>(34,331)</u>	<u>(39,331)</u>	<u>(3,216)</u>	<u>36,115</u>
<i>Fund Balance Beginning of Year</i>	38,113	38,113	38,113	0
Prior Year Encumbrances Appropriated	<u>3,331</u>	<u>3,331</u>	<u>3,331</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$7,113</u>	<u>\$2,113</u>	<u>\$38,228</u>	<u>\$36,115</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Auxiliary Services Fund*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$299,850	\$87,888	\$87,161	(\$727)
Interest	150	500	56	(444)
<i>Total Revenues</i>	<u>300,000</u>	<u>88,388</u>	<u>87,217</u>	<u>(1,171)</u>
<b>Expenditures</b>				
Current:				
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Salaries and Wages	181,879	16,271	14,074	2,197
Fringe Benefits	1,019	3,417	2,850	567
Purchased Services	17,583	66,942	65,691	1,251
Materials and Supplies	20,394	46,601	35,781	10,820
Capital Outlay	29,160	23,192	20,995	2,197
<i>Total Expenditures</i>	<u>250,035</u>	<u>156,423</u>	<u>139,391</u>	<u>17,032</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>49,965</u>	<u>(68,035)</u>	<u>(52,174)</u>	<u>15,861</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	0	88,000	57,000	(31,000)
Advances Out	(57,000)	(57,000)	(57,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(57,000)</u>	<u>31,000</u>	<u>0</u>	<u>(31,000)</u>
<i>Net Change in Fund Balance</i>	(7,035)	(37,035)	(52,174)	(15,139)
<i>Fund Balance Beginning of Year</i>	24,974	24,974	24,974	0
Prior Year Encumbrances Appropriated	47,635	47,635	47,635	0
<i>Fund Balance End of Year</i>	<u>\$65,574</u>	<u>\$35,574</u>	<u>\$20,435</u>	<u>(\$15,139)</u>



**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Data Communications Fund*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$10,800	\$10,800	\$10,800	\$0
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	10,800	10,800	10,800	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title VI-B Fund*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$700,000	\$700,000	\$763,347	\$63,347
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	25,557	45,159	24,159	21,000
Fringe Benefits	5,719	11,441	5,322	6,119
Purchased Services	780,727	167,158	161,886	5,272
Materials and Supplies	2,385	13,054	7,824	5,230
Capital Outlay	4,510	17,109	16,663	446
Total Instruction	818,898	253,921	215,854	38,067
Support Services:				
Pupil:				
Salaries and Wages	10,563	72,916	64,323	8,593
Fringe Benefits	3,700	33,021	25,191	7,830
Purchased Services	94,195	371,160	370,671	489
Materials and Supplies	1,987	33,748	31,593	2,155
Capital Outlay	0	3,500	594	2,906
Total Pupil	110,445	514,345	492,372	21,973
Instructional Staff:				
Salaries and Wages	4,500	12,320	2,733	9,587
Fringe Benefits	500	2,353	472	1,881
Purchased Services	7,131	19,329	17,384	1,945
Total Instructional Staff	\$12,131	\$34,002	\$20,589	\$13,413

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title VI-B Fund (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Administration:				
Salaries and Wages	\$9,959	\$111,767	\$99,642	\$12,125
Fringe Benefits	3,116	50,725	44,786	5,939
Total Administration	<u>13,075</u>	<u>162,492</u>	<u>144,428</u>	<u>18,064</u>
Total Support Services	<u>135,651</u>	<u>710,839</u>	<u>657,389</u>	<u>53,450</u>
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Purchased Services	<u>5,029</u>	<u>25,018</u>	<u>13,675</u>	<u>11,343</u>
<i>Total Expenditures</i>	<u>959,578</u>	<u>989,778</u>	<u>886,918</u>	<u>102,860</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(259,578)</u>	<u>(289,778)</u>	<u>(123,571)</u>	<u>166,207</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	400,000	400,000	325,000	(75,000)
Advances Out	<u>(670,000)</u>	<u>(670,000)</u>	<u>(670,000)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(270,000)</u>	<u>(270,000)</u>	<u>(345,000)</u>	<u>(75,000)</u>
<i>Net Change in Fund Balance</i>	(529,578)	(559,778)	(468,571)	91,207
<i>Fund Balance Beginning of Year</i>	515,756	515,756	515,756	0
Prior Year Encumbrances Appropriated	<u>73,278</u>	<u>73,278</u>	<u>73,278</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$59,456</u></u>	<u><u>\$29,256</u></u>	<u><u>\$120,463</u></u>	<u><u>\$91,207</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Vocational Education Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$170,000	\$170,000	\$195,842	\$25,842
<b>Expenditures</b>				
Current:				
Instruction:				
Vocational:				
Salaries	0	1,955	980	975
Fringe Benefits	74	380	156	224
Purchased Services	0	14,881	14,881	0
Materials and Supplies	161,354	18,042	11,802	6,240
Capital Outlay	22,082	56,075	56,004	71
Other	39,220	109,345	96,547	12,798
Total Instruction	222,730	200,678	180,370	20,308
Support Services:				
Instructional Staff:				
Salaries and Wages	1,800	4,425	2,220	2,205
Fringe Benefits	312	690	207	483
Purchased Services	3,666	7,180	6,066	1,114
Other	70	4,170	3,788	382
Total Instructional Staff	5,848	16,465	12,281	4,184
Administration:				
Materials and Supplies	482	5,258	5,258	0
Capital Outlay	3,419	6,378	6,378	0
Total Administration	3,901	11,636	11,636	0
Central:				
Purchased Services	300	2,000	2,000	0
Other	0	2,000	2,000	0
Total Central	300	4,000	4,000	0
Total Support Services	10,049	32,101	27,917	4,184
<i>Total Expenditures</i>	\$232,779	\$232,779	\$208,287	\$24,492

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Vocational Education Fund (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(\$62,779)</u>	<u>(\$62,779)</u>	<u>(\$12,445)</u>	<u>\$50,334</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	78,000	78,000	55,000	(23,000)
Advances Out	<u>(190,000)</u>	<u>(190,000)</u>	<u>(190,000)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(112,000)</u>	<u>(112,000)</u>	<u>(135,000)</u>	<u>(23,000)</u>
<i>Net Change in Fund Balance</i>	(174,779)	(174,779)	(147,445)	27,334
<i>Fund Balance Beginning of Year</i>	147,022	147,022	147,022	0
Prior Year Encumbrances Appropriated	<u>28,779</u>	<u>28,779</u>	<u>28,779</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,022</u>	<u>\$1,022</u>	<u>\$28,356</u>	<u>\$27,334</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title III Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$7,200	\$11,957	\$11,957	\$0
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Purchased Services	<u>5,080</u>	<u>9,888</u>	<u>9,888</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	2,120	2,069	2,069	0
<b>Other Financing Sources (Uses)</b>				
Advances Out	<u>(4,020)</u>	<u>(4,020)</u>	<u>(4,020)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,900)	(1,951)	(1,951)	0
<i>Fund Balance Beginning of Year</i>	<u>1,951</u>	<u>1,951</u>	<u>1,951</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$51</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title I Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>				
Intergovernmental	\$1,260,000	\$1,390,000	\$1,427,275	\$37,275
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	0	4,681	4,000	681
Capital Outlay	0	5,000	4,773	227
Total Regular	0	9,681	8,773	908
Special:				
Salaries and Wages	1,153,535	394,017	261,682	132,335
Fringe Benefits	17,945	116,660	87,328	29,332
Purchased Services	489	21,000	21,000	0
Materials and Supplies	12,638	15,250	13,504	1,746
Capital Outlay	46,852	44,145	40,645	3,500
Total Special	1,231,459	591,072	424,159	166,913
Total Instruction	1,231,459	600,753	432,932	167,821
Support Services:				
Pupil:				
Salaries and Wages	37,440	161,107	111,572	49,535
Fringe Benefits	9,232	54,576	39,318	15,258
Purchased Services	0	36,000	22,105	13,895
Materials and Supplies	8,056	10,950	10,529	421
Capital Outlay	10,112	9,143	9,143	0
Total Pupil	64,840	271,776	192,667	79,109
Instructional Staff:				
Salaries and Wages	52,743	446,819	332,705	114,114
Fringe Benefits	13,914	130,866	88,254	42,612
Purchased Services	25,527	53,188	41,815	11,373
Materials and Supplies	5,000	9,500	6,225	3,275
Total Instructional Staff	97,184	640,373	468,999	171,374
Total Support Services	\$162,024	\$912,149	\$661,666	\$250,483

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title I Fund (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Purchased Services	\$7,817	\$14,855	\$7,992	\$6,863
Materials and Supplies	2,819	4,862	3,152	1,710
Total Operation of Non-Instructional Services	10,636	19,717	11,144	8,573
<i>Total Expenditures</i>	1,404,119	1,532,619	1,105,742	426,877
<i>Excess of Revenues Over (Under) Expenditures</i>	(144,119)	(142,619)	321,533	464,152
<b>Other Financing Sources (Uses)</b>				
Advances In	500,000	500,000	475,000	(25,000)
Advances Out	(732,500)	(732,500)	(732,500)	0
<i>Total Other Financing Sources (Uses)</i>	(232,500)	(232,500)	(257,500)	(25,000)
<i>Net Change in Fund Balance</i>	(376,619)	(375,119)	64,033	439,152
<i>Fund Balance Beginning of Year</i>	280,924	280,924	280,924	0
Prior Year Encumbrances Appropriated	98,019	98,019	98,019	0
<i>Fund Balance End of Year</i>	<u>\$2,324</u>	<u>\$3,824</u>	<u>\$442,976</u>	<u>\$439,152</u>



**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Preschool Handicapped Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$40,000	\$40,000	\$34,343	(\$5,657)
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	35,214	49	0	49
Purchased Services	9	0	0	0
Materials and Supplies	0	1,500	1,332	168
Total Instruction	35,223	1,549	1,332	217
Support Services:				
Instructional Staff:				
Purchased Services	0	33,746	33,665	81
Materials and Supplies	72	0	0	0
Total Support Services	72	33,746	33,665	81
<i>Total Expenditures</i>	35,295	35,295	34,997	298
<i>Excess of Revenues Over (Under) Expenditures</i>	4,705	4,705	(654)	(5,359)
<b>Other Financing Sources (Uses)</b>				
Advances In	0	0	1,500	1,500
Advances Out	(11,000)	(11,000)	(11,000)	0
<i>Total Other Financing Sources (Uses)</i>	(11,000)	(11,000)	(9,500)	1,500
<i>Net Change in Fund Balance</i>	(6,295)	(6,295)	(10,154)	(3,859)
<i>Fund Balance Beginning of Year</i>	10,725	10,725	10,725	0
Prior Year Encumbrances Appropriated	45	45	45	0
<i>Fund Balance End of Year</i>	<u>\$4,475</u>	<u>\$4,475</u>	<u>\$616</u>	<u>(\$3,859)</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title VI-R Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	<u>\$139,000</u>	<u>\$179,000</u>	<u>\$129,211</u>	<u>(\$49,789)</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	<u>78,758</u>	<u>1,516</u>	<u>0</u>	<u>1,516</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	41,564	127,125	95,186	31,939
Fringe Benefits	10,876	39,015	30,921	8,094
Purchased Services	1,759	7,493	3,976	3,517
Materials and Supplies	1,486	189	189	0
Capital Outlay	<u>1,500</u>	<u>605</u>	<u>605</u>	<u>0</u>
Total Support Services	<u>57,185</u>	<u>174,427</u>	<u>130,877</u>	<u>43,550</u>
<i>Total Expenditures</i>	<u>135,943</u>	<u>175,943</u>	<u>130,877</u>	<u>45,066</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>3,057</u>	<u>3,057</u>	<u>(1,666)</u>	<u>(4,723)</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	0	0	50,000	50,000
Advances Out	<u>(103,000)</u>	<u>(103,000)</u>	<u>(103,000)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(103,000)</u>	<u>(103,000)</u>	<u>(53,000)</u>	<u>50,000</u>
<i>Net Change in Fund Balance</i>	(99,943)	(99,943)	(54,666)	45,277
<i>Fund Balance Beginning of Year</i>	100,400	100,400	100,400	0
Prior Year Encumbrances Appropriated	<u>1,643</u>	<u>1,643</u>	<u>1,643</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$2,100</u>	<u>\$2,100</u>	<u>\$47,377</u>	<u>\$45,277</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Miscellaneous Federal Grants Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$5,000	\$5,000	\$0	(\$5,000)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	<u>1,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	4,000	5,000	0	(5,000)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$4,000</u></u>	<u><u>\$5,000</u></u>	<u><u>\$0</u></u>	<u><u>(\$5,000)</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Recreation Fund*  
*For the Fiscal Year Ended June 30, 2014*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Rentals	\$3,000	\$2,000	\$995	(\$1,005)
Miscellaneous	1,000	0	0	0
<i>Total Revenue</i>	<u>4,000</u>	<u>2,000</u>	<u>995</u>	<u>(1,005)</u>
<b>Expenditures</b>				
Current:				
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Salaries and Wages	9,330	4,327	1,019	3,308
Fringe Benefits	670	673	239	434
<i>Total Expenditures</i>	<u>10,000</u>	<u>5,000</u>	<u>1,258</u>	<u>3,742</u>
<i>Net Change in Fund Balance</i>	(6,000)	(3,000)	(263)	2,737
<i>Fund Balance Beginning of Year</i>	<u>8,059</u>	<u>8,059</u>	<u>8,059</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,059</u></u>	<u><u>\$5,059</u></u>	<u><u>\$7,796</u></u>	<u><u>\$2,737</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Public School Support Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>				
Tuition and Fees	\$1,400	\$1,400	\$2,061	\$661
Extracurricular Activities	67,800	99,800	123,057	23,257
Contributions and Donations	3,500	9,500	11,303	1,803
Miscellaneous	3,300	5,300	6,990	1,690
<i>Total Revenues</i>	<u>76,000</u>	<u>116,000</u>	<u>143,411</u>	<u>27,411</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	95,719	89,143	64,432	24,711
Materials and Supplies	23,683	36,306	20,012	16,294
Capital Outlay	4,983	10,398	6,489	3,909
Other	8,351	45,799	39,002	6,797
Total Instruction	<u>132,736</u>	<u>181,646</u>	<u>129,935</u>	<u>51,711</u>
Support Services:				
Pupil:				
Materials and Supplies	620	620	0	620
Instructional Staff:				
Fringe Benefits	1,286	2,129	382	1,747
Materials and Supplies	7,123	9,698	1,302	8,396
Total Instructional Staff	<u>8,409</u>	<u>11,827</u>	<u>1,684</u>	<u>10,143</u>
Administration:				
Purchased Services	1,177	1,177	0	1,177
Materials and Supplies	2,670	3,420	717	2,703
Total Administration	<u>\$3,847</u>	<u>\$4,597</u>	<u>\$717</u>	<u>\$3,880</u>

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Public School Support Fund (continued)*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Business:</b>				
Materials and Supplies	\$9,203	\$10,116	\$898	\$9,218
Capital Outlay	123	123	0	123
<b>Total Business</b>	<u>9,326</u>	<u>10,239</u>	<u>898</u>	<u>9,341</u>
<b>Central:</b>				
Purchased Services	1,217	3,427	3,114	313
Materials and Supplies	604	604	0	604
Other	446	992	802	190
<b>Total Central</b>	<u>2,267</u>	<u>5,023</u>	<u>3,916</u>	<u>1,107</u>
<b>Total Support Services</b>	<u>24,469</u>	<u>32,306</u>	<u>7,215</u>	<u>25,091</u>
<b>Operation of Non-Instructional Services:</b>				
Other Non-Instructional Services:				
Community Services:				
Other	102	102	0	102
<b>Extracurricular Activities:</b>				
Academic Oriented Activities:				
Purchased Services	99	99	0	99
Other	12	12	0	12
<b>Total Academic Oriented Activities</b>	<u>111</u>	<u>111</u>	<u>0</u>	<u>111</u>
<b>School and Public Service Oriented:</b>				
Purchased Services	1,104	1,515	847	668
Materials and Supplies	73	73	73	0
Other	1,397	4,239	176	4,063
<b>Total School and Public Service Oriented</b>	<u>2,574</u>	<u>5,827</u>	<u>1,096</u>	<u>4,731</u>
<b>Total Extracurricular Activities</b>	<u>2,685</u>	<u>5,938</u>	<u>1,096</u>	<u>4,842</u>
<b>Total Expenditures</b>	<u>159,992</u>	<u>219,992</u>	<u>138,246</u>	<u>81,746</u>
<b>Net Change in Fund Balance</b>	(83,992)	(103,992)	5,165	109,157
<b>Fund Balance Beginning of Year</b>	95,949	95,949	95,949	0
<b>Prior Year Encumbrances Appropriated</b>	9,992	9,992	9,992	0
<b>Fund Balance End of Year</b>	<u>\$21,949</u>	<u>\$1,949</u>	<u>\$111,106</u>	<u>\$109,157</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Special Enterprise Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Rentals	\$15,000	\$15,000	\$16,000	\$1,000
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Purchased Services	<u>15,000</u>	<u>15,000</u>	<u>0</u>	<u>15,000</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>0</u>	<u>0</u>	<u>16,000</u>	<u>16,000</u>
<i>Net Change in Fund Balance</i>	0	0	16,000	16,000
<i>Fund Balance Beginning of Year</i>	<u>13,500</u>	<u>13,500</u>	<u>13,500</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$13,500</u></u>	<u><u>\$13,500</u></u>	<u><u>\$29,500</u></u>	<u><u>\$16,000</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Summer School Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Tuition and Fees	\$10,000	\$10,000	\$31,862	\$21,862
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	0	1,089	1,089	0
Fringe Benefits	0	59	45	14
Total Regular	0	1,148	1,134	14
Student Intervention Services:				
Salaries and Wages	24,000	8,505	8,022	483
Fringe Benefits	0	3,690	3,682	8
Total Student Intervention Services	24,000	12,195	11,704	491
Total Instruction	24,000	13,343	12,838	505
Support Services:				
Administration:				
Salaries and Wages	0	8,800	8,693	107
Fringe Benefits	0	2,144	1,831	313
Materials and Supplies	2,000	1,713	0	1,713
Total Support Services	2,000	12,657	10,524	2,133
<i>Total Expenditures</i>	<u>26,000</u>	<u>26,000</u>	<u>23,362</u>	<u>2,638</u>
<i>Net Change in Fund Balance</i>	(16,000)	(16,000)	8,500	24,500
<i>Fund Balance Beginning of Year</i>	<u>22,907</u>	<u>22,907</u>	<u>22,907</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$6,907</u>	<u>\$6,907</u>	<u>\$31,407</u>	<u>\$24,500</u>



**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Adult and Community Education Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Current:				
Instruction:				
Adult Continuing:				
Salaries and Wages	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>5,000</u>
<i>Net Change in Fund Balance</i>	(5,000)	(5,000)	0	5,000
<i>Fund Balance Beginning of Year</i>	<u>23,017</u>	<u>23,017</u>	<u>23,017</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$18,017</u></u>	<u><u>\$18,017</u></u>	<u><u>\$23,017</u></u>	<u><u>\$5,000</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Bond Retirement Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$140,100	\$143,501	\$131,829	(\$11,672)
Intergovernmental	2,943	2,943	15,055	12,112
<i>Total Revenues</i>	<u>143,043</u>	<u>146,444</u>	<u>146,884</u>	<u>440</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Fiscal:				
Purchased Services	15,000	15,000	0	15,000
Debt Service:				
Principal Retirement	129,970	129,970	129,970	0
Capital Appreciation Bond Accretion	305,030	305,030	305,030	0
Total Debt Service	<u>435,000</u>	<u>435,000</u>	<u>435,000</u>	<u>0</u>
<i>Total Expenditures</i>	<u>450,000</u>	<u>450,000</u>	<u>435,000</u>	<u>15,000</u>
<i>Net Change in Fund Balance</i>	(306,957)	(303,556)	(288,116)	15,440
<i>Fund Balance Beginning of Year</i>	<u>349,771</u>	<u>349,771</u>	<u>349,771</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$42,814</u></u>	<u><u>\$46,215</u></u>	<u><u>\$61,655</u></u>	<u><u>\$15,440</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Permanent Improvement Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$393,128	\$423,862	\$425,116	\$1,254
Intergovernmental	75,000	105,450	123,999	18,549
<i>Total Revenues</i>	<u>468,128</u>	<u>529,312</u>	<u>549,115</u>	<u>19,803</u>
<b>Expenditures</b>				
Capital Outlay:				
Site Improvement Services:				
Capital Outlay	939,699	1,228,376	1,226,589	1,787
Architecture and Engineering Services:				
Capital Outlay	7,047	68,370	66,744	1,626
<i>Total Expenditures</i>	<u>946,746</u>	<u>1,296,746</u>	<u>1,293,333</u>	<u>3,413</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(478,618)</u>	<u>(767,434)</u>	<u>(744,218)</u>	<u>23,216</u>
<b>Other Financing Sources (Uses)</b>				
Tax Anticipation Notes Issued	0	297,500	297,454	(46)
Advances In	0	50,000	50,000	0
Advances Out	(220,000)	(220,000)	(220,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(220,000)</u>	<u>127,500</u>	<u>127,454</u>	<u>(46)</u>
<i>Net Change in Fund Balance</i>	(698,618)	(639,934)	(616,764)	23,170
<i>Fund Balance Beginning of Year</i>	109,341	109,341	109,341	0
Prior Year Encumbrances Appropriated	591,746	591,746	591,746	0
<i>Fund Balance End of Year</i>	<u>\$2,469</u>	<u>\$61,153</u>	<u>\$84,323</u>	<u>\$23,170</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Building Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Capital Outlay	<u>51,520</u>	<u>51,520</u>	<u>21,220</u>	<u>30,300</u>
<i>Net Change in Fund Balance</i>	(51,520)	(51,520)	(21,220)	30,300
<i>Fund Balance Beginning of Year</i>	30,745	30,745	30,745	0
Prior Year Encumbrances Appropriated	<u>21,520</u>	<u>21,520</u>	<u>21,520</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$745</u></u>	<u><u>\$745</u></u>	<u><u>\$31,045</u></u>	<u><u>\$30,300</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Capital Replacement Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>Expenditures</b>				
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Capital Outlay	<u>501,784</u>	<u>501,784</u>	<u>221,952</u>	<u>279,832</u>
Debt Service:				
Principal Retirement	<u>26,812</u>	<u>26,812</u>	<u>26,812</u>	<u>0</u>
Interest and Fiscal Charges	<u>417</u>	<u>417</u>	<u>417</u>	<u>0</u>
Total Debt Service	<u>27,229</u>	<u>27,229</u>	<u>27,229</u>	<u>0</u>
<i>Total Expenditures</i>	<u>529,013</u>	<u>529,013</u>	<u>249,181</u>	<u>279,832</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(529,013)</u>	<u>(529,013)</u>	<u>(249,181)</u>	<u>279,832</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	<u>200,000</u>	<u>230,000</u>	<u>232,800</u>	<u>2,800</u>
<i>Net Change in Fund Balance</i>	<u>(329,013)</u>	<u>(299,013)</u>	<u>(16,381)</u>	<u>282,632</u>
<i>Fund Balance Beginning of Year</i>	<u>336,458</u>	<u>336,458</u>	<u>336,458</u>	<u>0</u>
Prior Year Encumbrances Appropriated	<u>4,013</u>	<u>4,013</u>	<u>4,013</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$11,458</u>	<u>\$41,458</u>	<u>\$324,090</u>	<u>\$282,632</u>

**Bedford City School District**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Self Insurance Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Charges for Services	<u>\$4,600,000</u>	<u>\$4,600,000</u>	<u>\$4,531,755</u>	<u>(\$68,245)</u>
<b>Expenses</b>				
Purchased Services	1,374,249	1,065,249	597,810	467,439
Claims	<u>4,126,701</u>	<u>4,435,701</u>	<u>4,019,536</u>	<u>416,165</u>
<i>Total Expenses</i>	<u>5,500,950</u>	<u>5,500,950</u>	<u>4,617,346</u>	<u>883,604</u>
<i>Net Change in Fund Equity</i>	(900,950)	(900,950)	(85,591)	815,359
<i>Fund Equity Beginning of Year</i>	1,796,125	1,796,125	1,796,125	0
Prior Year Encumbrances Appropriated	<u>950</u>	<u>950</u>	<u>950</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$896,125</u></u>	<u><u>\$896,125</u></u>	<u><u>\$1,711,484</u></u>	<u><u>\$815,359</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Computer Network Fund*  
*For the Fiscal Year Ended June 30, 2014*

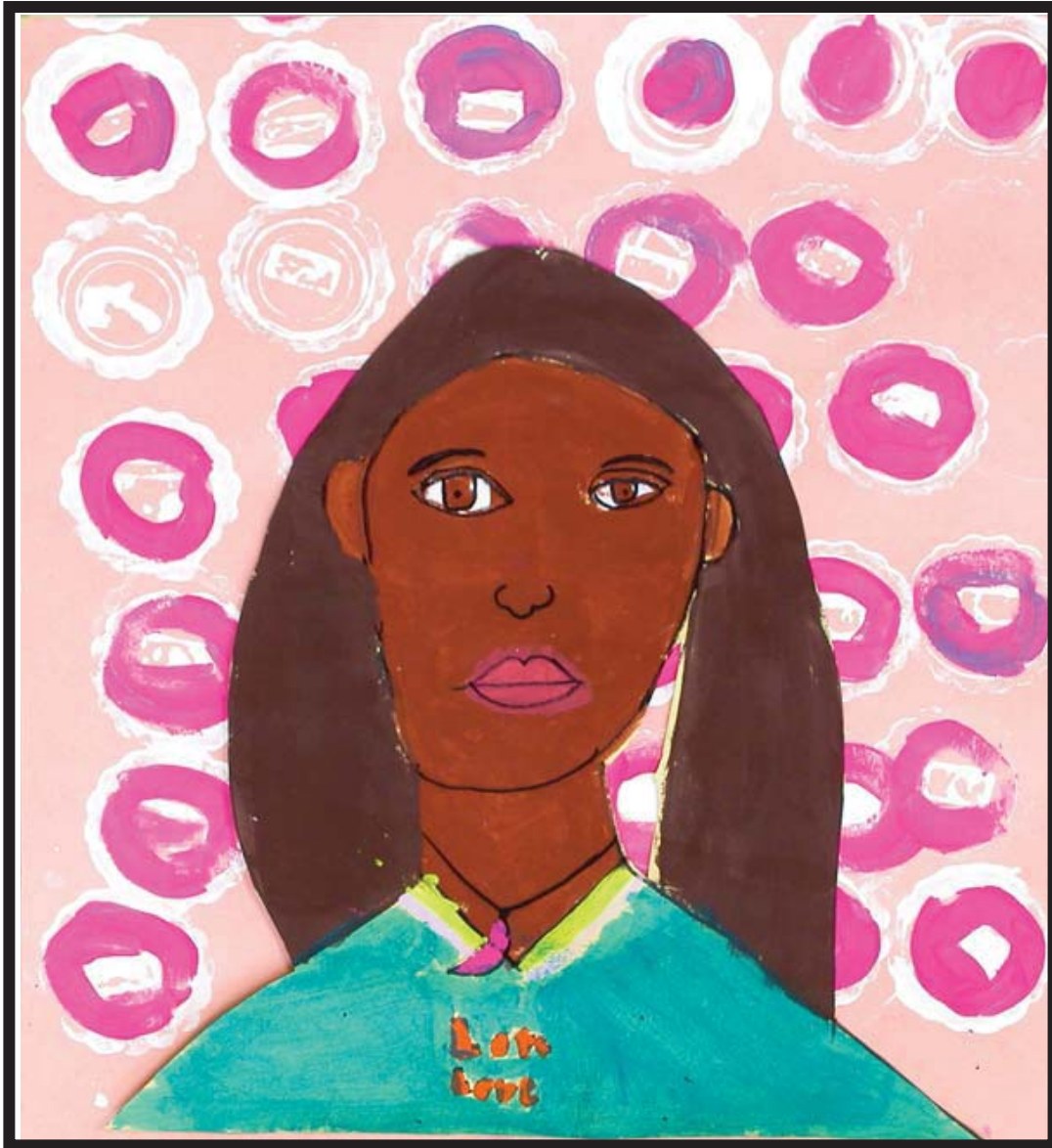
	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenses</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenses Before Transfers</i>	0	0	0	0
Transfers Out	<u>(500)</u>	<u>(500)</u>	<u>0</u>	<u>500</u>
<i>Net Change in Fund Equity</i>	(500)	(500)	0	500
<i>Fund Equity Beginning of Year</i>	<u>578</u>	<u>578</u>	<u>578</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$78</u></u>	<u><u>\$78</u></u>	<u><u>\$578</u></u>	<u><u>\$500</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Scholarship Fund*  
*For the Fiscal Year Ended June 30, 2014*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest	\$3,000	\$3,000	\$11	(\$2,989)
Miscellaneous	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>(5,000)</u>
<i>Total Revenues</i>	8,000	8,000	11	(7,989)
<b>Expenses</b>				
Other	<u>45,000</u>	<u>40,000</u>	<u>0</u>	<u>40,000</u>
<i>Net Change in Fund Equity</i>	(37,000)	(32,000)	11	32,011
<i>Fund Equity Beginning of Year</i>	<u>81,733</u>	<u>81,733</u>	<u>81,733</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$44,733</u></u>	<u><u>\$49,733</u></u>	<u><u>\$81,744</u></u>	<u><u>\$32,011</u></u>



# Statistical Section



**Artwork by: Stacie Jones**

4<sup>th</sup> Grade Student

Columbus Intermediate School

Art Teacher: Marjorie Falk



**Artwork by: Katie Lucarino**

12<sup>th</sup> Grade Student

Bedford High School

Art Teacher: Dagmar Clements

## Statistical Section

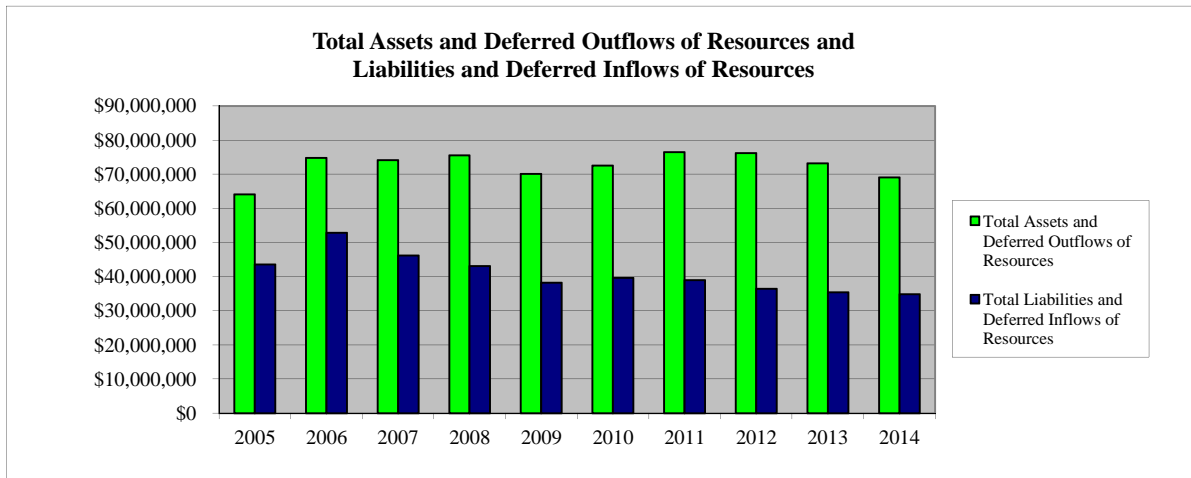
This part of the Bedford City School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School District's overall financial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

<b><u>Contents</u></b>	<b><u>Page(s)</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	S2 - S13
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	S14 - S22
<b>Debt Capacity</b> 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.	S24 - S28
<b>Economic and Demographic Information</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S29 - S31
<b>Operating Information</b> These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S32 - S43

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant fiscal year.

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

	2005	2006	2007	2008
Net Investment in Capital Assets	\$10,390,724	\$9,900,232	\$12,218,017	\$13,434,685
Restricted for:				
Capital Projects	397,551	1,882,830	805,810	173,255
Debt Service	1,418,198	1,381,463	1,772,547	2,278,168
Other Purposes	849,525	511,238	1,106,057	1,025,781
Unrestricted	7,486,212	8,373,797	15,595,855	15,502,858
<i>Total Net Position</i>	<u>\$20,542,210</u>	<u>\$22,049,560</u>	<u>\$31,498,286</u>	<u>\$32,414,747</u>



Source: School District Financial Records

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$13,531,705	\$13,534,897	\$15,853,913	\$16,816,971	\$17,309,870	\$17,784,600
557,011	1,400,209	229,779	303,671	855,811	622,695
2,264,251	2,148,734	2,086,003	1,342,336	411,780	9,869
1,337,606	557,401	650,968	694,518	789,177	918,821
<u>14,189,965</u>	<u>14,996,566</u>	<u>18,642,545</u>	<u>20,565,803</u>	<u>18,373,016</u>	<u>15,032,742</u>
<u>\$31,880,538</u>	<u>\$32,637,807</u>	<u>\$37,463,208</u>	<u>\$39,723,299</u>	<u>\$37,739,654</u>	<u>\$34,368,727</u>

**Bedford City School District***Changes in Net Position**Last Ten Fiscal Years**(accrual basis of accounting)*

	2005	2006	2007	2008
<b>Expenses</b>				
Governmental Activities:				
Instruction	\$22,869,124	\$24,090,319	\$24,029,388	\$27,576,746
Pupil Support	2,665,621	2,758,509	2,764,302	2,997,511
Instructional Staff Support	1,586,546	1,762,862	1,651,433	1,834,242
Board of Education	207,937	407,852	310,042	235,547
Administration	3,204,240	3,942,749	3,501,283	3,438,272
Fiscal	1,249,303	1,236,174	1,290,060	1,330,855
Business	555,487	777,247	779,116	847,097
Operation and Maintenance of Plant	5,865,329	6,731,992	6,357,050	6,724,899
Pupil Transportation	3,372,082	3,851,122	3,792,614	3,875,037
Central	291,782	309,079	299,502	337,904
Food Service Operations	1,312,760	1,471,121	1,629,821	1,651,021
Operation of Non-Instructional Services	514,115	454,710	539,445	484,150
Extracurricular Activities	916,721	826,605	826,657	867,928
Interest and Fiscal Charges	514,430	467,718	520,086	524,154
<i>Total Governmental Activities Expenses</i>	<i>45,125,477</i>	<i>49,088,059</i>	<i>48,290,799</i>	<i>52,725,363</i>
<b>Program Revenues</b>				
Governmental Activities:				
Charges for Services and Sales:				
Instruction	351,669	1,246,793	1,686,260	1,705,852
Instructional Staff Support	3,693	1,558	94	1,215
Administration	0	0	7,765	9,966
Business	5,301	185,583	38,356	44,661
Operation and Maintenance of Plant	27,745	31,472	0	0
Pupil Transportation	0	2,726	0	0
Central	1,412	0	0	4,541
Food Service Operations	760,722	812,352	792,684	750,540
Operation of Non-Instructional Services	11,845	10,637	4,191	4,782
Extracurricular Activities	108,995	93,701	131,618	133,483
Operating Grants and Contributions				
Instruction	2,035,753	1,573,434	2,543,592	2,248,787
Pupil Support	33,728	193,061	206,957	233,872
Instructional Staff Support	182,834	171,723	209,937	278,710
Administration	115,923	149,752	116,658	142,926
Fiscal	0	0	0	0
Business	83	308	30,114	106,436
Operation and Maintenance of Plant	94,094	59,209	35,955	2,132
Pupil Transportation	97,143	0	0	0
Central	6,977	2,488	5,150	3,860
Food Service Operations	518,616	610,070	755,707	867,048
Operation of Non-Instructional Services	495,433	428,920	443,358	454,033
Extracurricular Activities	23,644	12,636	5,542	11,463

2009	2010	2011	2012	2013	2014
\$25,229,256	\$26,802,708	\$25,022,834	\$25,716,544	\$26,152,704	\$27,081,004
3,025,366	3,015,745	3,034,339	3,049,560	3,110,210	3,263,687
2,074,281	2,544,377	2,735,600	2,687,012	2,759,639	2,003,829
220,840	243,585	85,953	98,729	112,719	83,190
4,408,025	3,079,356	3,969,440	3,963,083	4,084,593	4,062,197
1,213,939	1,381,083	1,309,344	1,480,370	1,322,883	1,313,648
728,529	667,683	877,396	721,405	627,177	818,885
6,937,228	7,070,172	6,645,111	6,237,787	5,446,227	6,107,562
3,615,129	3,578,892	3,513,967	3,609,183	3,752,999	4,032,774
338,807	321,466	335,344	199,941	196,277	127,195
1,682,513	1,697,599	1,705,905	1,775,328	1,843,501	1,732,185
427,311	340,054	394,207	351,270	353,879	160,160
875,259	804,712	838,622	848,288	903,193	1,030,314
479,677	437,058	357,696	305,102	209,525	155,265
51,256,160	51,984,490	50,825,758	51,043,602	50,875,526	51,971,895
1,974,620	1,688,961	1,472,019	1,724,635	1,517,077	1,390,958
926	1,454	0	0	0	0
691	0	0	0	0	0
27,281	31,312	23,328	33,300	38,204	47,920
0	0	0	0	0	0
0	0	0	0	0	0
1,988	4,470	0	0	0	0
682,879	620,301	601,725	569,496	565,787	531,101
3,714	3,207	0	0	0	0
133,794	141,446	249,721	273,208	263,637	288,819
2,424,680	1,571,907	1,507,787	1,204,769	1,932,314	2,578,667
403,482	325,493	577,014	977,853	665,691	588,498
388,009	556,001	661,300	750,623	656,491	666,804
272,640	48,225	143,050	142,787	150,000	152,914
0	0	0	0	31,118	0
481	725	5,000	5,900	7,800	6,163
1,645	469,365	900,022	0	0	0
0	0	0	75,118	0	0
5,429	5,347	5,888	5,735	5,085	2,794
1,091,798	1,199,794	1,250,202	1,396,657	1,381,881	1,377,293
396,029	298,087	314,959	337,926	311,477	117,091
10,887	1,613	791	2,912	497	10,936

(continued)

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

	2005	2006	2007	2008
Capital Grants and Contributions				
Instructional Staff Support	\$35,910	\$0	\$0	\$0
Operation and Maintenance of Plant	0	0	0	156,053
<i>Total Governmental Activities Program Revenues</i>	<u>4,911,520</u>	<u>5,586,423</u>	<u>7,013,938</u>	<u>7,160,360</u>
<b>Net (Expense)/Revenue</b>				
Governmental Activities	<u>(40,213,957)</u>	<u>(43,501,636)</u>	<u>(41,276,861)</u>	<u>(45,565,003)</u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental Activities:				
Property Taxes Levied For:				
General Purposes	32,156,621	34,235,814	36,899,607	31,323,005
Debt Service	1,366,766	963,017	1,456,398	1,372,001
Capital Outlay	682,633	473,225	702,373	530,429
Grants and Entitlements not Restricted to Specific Programs	9,140,806	8,149,887	10,081,905	11,817,104
Gain on Sale of Capital Assets	0	0	0	1,726
Unrestricted Contributions	0	0	0	0
Investment Earnings	325,033	759,074	1,126,745	890,620
Miscellaneous	170,909	427,969	458,559	546,579
<i>Total Governmental Activities</i>	<u>43,842,768</u>	<u>45,008,986</u>	<u>50,725,587</u>	<u>46,481,464</u>
<b>Change in Net Position</b>	<u>\$3,628,811</u>	<u>\$1,507,350</u>	<u>\$9,448,726</u>	<u>\$916,461</u>

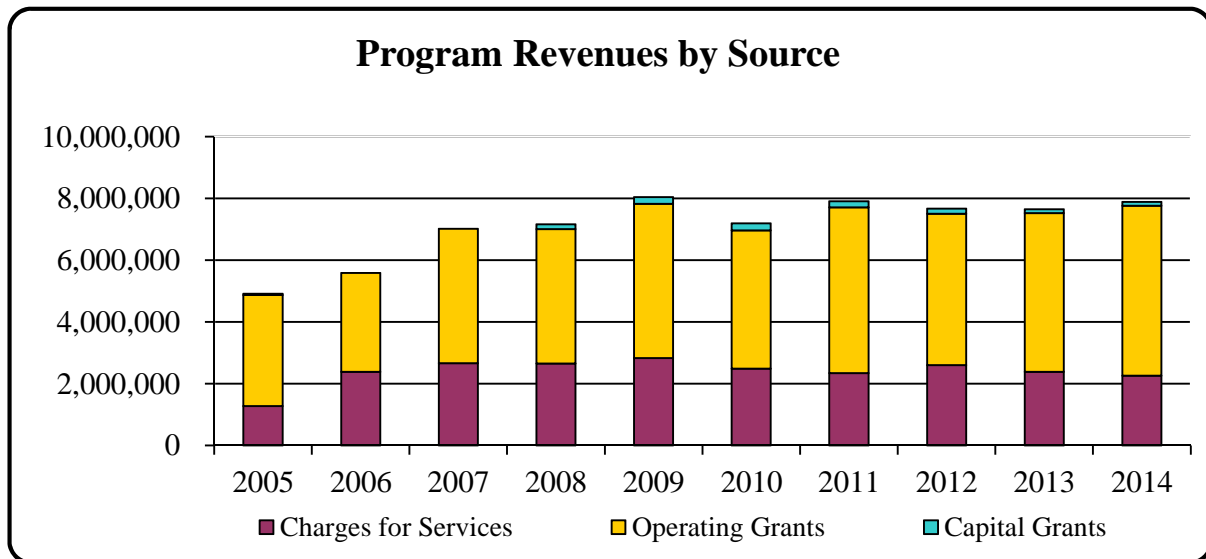
**Source:** School District Financial Records



2009	2010	2011	2012	2013	2014
\$0	\$0	\$0	\$0	\$0	\$0
219,516	226,177	196,417	164,911	123,363	123,999
8,040,489	7,193,885	7,909,223	7,665,830	7,650,422	7,883,957
(43,215,671)	(44,790,605)	(42,916,535)	(43,377,772)	(43,225,104)	(44,087,938)
24,728,995	26,041,020	28,733,772	28,614,838	25,978,460	25,942,420
1,146,612	1,071,389	1,141,941	415,891	271,534	55,185
427,167	410,979	445,659	443,720	410,456	412,345
15,598,148	17,563,453	17,019,801	15,758,170	14,339,855	13,684,383
0	0	1,371	0	0	0
0	0	0	0	0	11,303
288,540	27,574	27,479	11,040	17,847	4,762
492,000	433,459	371,913	394,204	223,307	606,613
42,681,462	45,547,874	47,741,936	45,637,863	41,241,459	40,717,011
(\$534,209)	\$757,269	\$4,825,401	\$2,260,091	(\$1,983,645)	(\$3,370,927)

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

	2005	2006	2007	2008
<b>Governmental Activities</b>				
Instruction	\$2,387,422	\$2,820,227	\$4,229,852	\$3,954,639
Pupil Support	33,728	193,061	206,957	233,872
Instructional Staff Support	222,437	173,281	210,031	279,925
Administration	121,224	335,335	124,423	152,892
Fiscal	0	0	0	0
Business	27,828	31,780	68,470	151,097
Operation and Maintenance of Plant	94,094	59,209	35,955	158,185
Pupil Transportation	97,143	2,726	0	0
Central	8,389	2,488	5,150	8,401
Food Service Operations	1,279,338	1,422,422	1,548,391	1,617,588
Operation of Non-Instructional Services	507,278	439,557	447,549	458,815
Extracurricular Activities	132,639	106,337	137,160	144,946
<b>Total Governmental Activities Program Revenues</b>	<b>\$4,911,520</b>	<b>\$5,586,423</b>	<b>\$7,013,938</b>	<b>\$7,160,360</b>

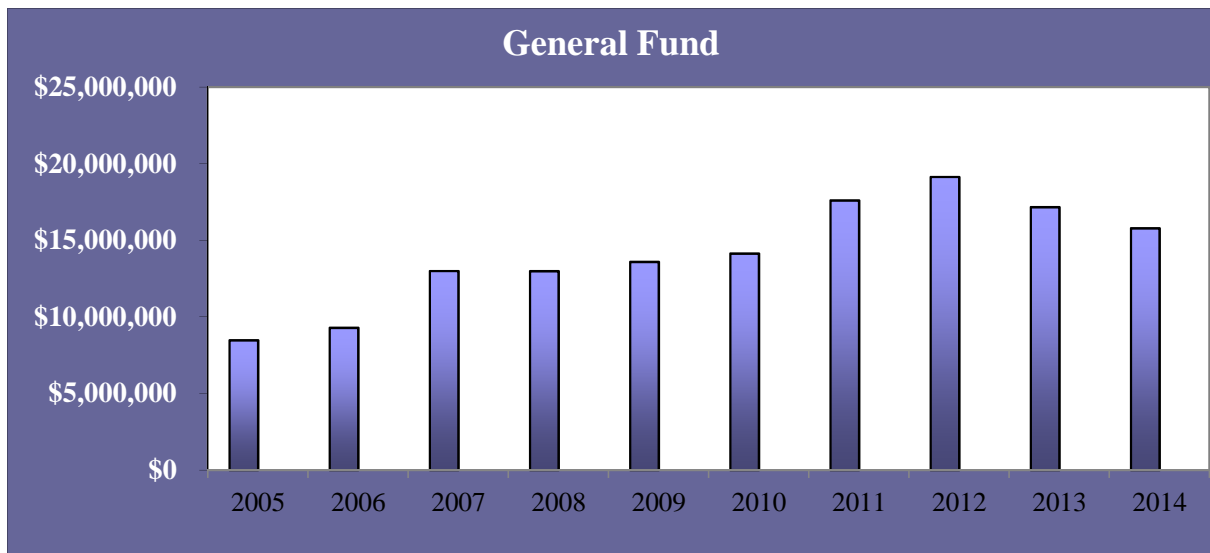


2009	2010	2011	2012	2013	2014
\$4,399,300	\$3,260,868	\$2,979,806	\$2,929,404	\$3,449,391	\$3,969,625
403,482	325,493	577,014	977,853	665,691	588,498
388,935	557,455	661,300	750,623	656,491	666,804
273,331	48,225	143,050	142,787	150,000	152,914
0	0	0	0	31,118	0
27,762	32,037	28,328	39,200	46,004	54,083
221,161	695,542	1,096,439	164,911	123,363	123,999
0	0	0	75,118	0	0
7,417	9,817	5,888	5,735	5,085	2,794
1,774,677	1,820,095	1,851,927	1,966,153	1,947,668	1,908,394
399,743	301,294	314,959	337,926	311,477	117,091
144,681	143,059	250,512	276,120	264,134	299,755
<u>\$8,040,489</u>	<u>\$7,193,885</u>	<u>\$7,909,223</u>	<u>\$7,665,830</u>	<u>\$7,650,422</u>	<u>\$7,883,957</u>

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

	2005	2006	2007	2008
<b>General Fund</b>				
Nonspendable	\$0	\$0	\$0	\$0
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	3,660,981	3,439,751	3,666,990	4,182,334
Unreserved	4,804,712	5,838,425	9,322,692	8,804,371
<b>Total General Fund</b>	<b>8,465,693</b>	<b>9,278,176</b>	<b>12,989,682</b>	<b>12,986,705</b>
<b>All Other Governmental Funds</b>				
Nonspendable	0	0	0	0
Restricted	0	0	0	0
Committed	0	0	0	0
Unassigned (Deficit)	0	0	0	0
Reserved	1,252,888	1,914,332	1,768,180	522,929
Unreserved, Undesignated, Reported in:				
Special Revenue funds (Deficit)	(173,184)	53,339	740,804	587,229
Debt Service funds	1,557,858	1,626,389	1,746,847	1,898,375
Capital Projects funds (Deficit)	(33,451)	123,526	(553,176)	(81,771)
<b>Total All Other Governmental Funds</b>	<b>2,604,111</b>	<b>3,717,586</b>	<b>3,702,655</b>	<b>2,926,762</b>
<b>Total Governmental Funds</b>	<b>\$11,069,804</b>	<b>\$12,995,762</b>	<b>\$16,692,337</b>	<b>\$15,913,467</b>

Note: The School District implemented GASB 54 in 2010.



2009	2010	2011	2012	2013	2014
\$0	\$364,235	\$381,025	\$438,142	\$449,469	\$349,108
0	127,115	24,172	75,118	20,379	22,111
0	0	263,940	10,475	17,157	27,964
0	648,703	254,886	574,438	807,488	960,842
0	12,983,706	16,669,230	18,031,928	15,861,977	14,425,907
4,388,316	0	0	0	0	0
9,200,375	0	0	0	0	0
<u>13,588,691</u>	<u>14,123,759</u>	<u>17,593,253</u>	<u>19,130,101</u>	<u>17,156,470</u>	<u>15,785,932</u>
0	7,739	6,275	8,986	7,657	8,049
0	3,388,085	2,646,554	2,293,997	1,522,221	1,121,060
0	292,344	276,279	333,159	338,636	324,171
0	(164,492)	(126,044)	(141,019)	(585,439)	(371,296)
498,702	0	0	0	0	0
528,073	0	0	0	0	0
1,933,159	0	0	0	0	0
315,706	0	0	0	0	0
<u>3,275,640</u>	<u>3,523,676</u>	<u>2,803,064</u>	<u>2,495,123</u>	<u>1,283,075</u>	<u>1,081,984</u>
<u>\$16,864,331</u>	<u>\$17,647,435</u>	<u>\$20,396,317</u>	<u>\$21,625,224</u>	<u>\$18,439,545</u>	<u>\$16,867,916</u>

**Bedford City School District**  
*Changes in Fund Balances*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	2005	2006	2007	2008
<b>Revenues</b>				
Taxes	\$33,822,981	\$35,356,794	\$35,140,155	\$33,001,370
Intergovernmental	12,105,042	11,698,017	14,196,345	16,300,797
Interest	325,033	759,074	1,126,745	891,414
Charges for Services	765,852	817,551	809,373	767,700
Tuition and Fees	257,961	1,338,900	1,600,541	1,644,257
Rentals	32,230	32,638	39,582	46,235
Extracurricular Activities	215,339	195,733	211,472	196,848
Contributions and Donations	349,198	30,082	38,846	33,624
Miscellaneous	170,909	427,969	458,559	546,579
<i>Total Revenues</i>	<u>48,044,545</u>	<u>50,656,758</u>	<u>53,621,618</u>	<u>53,428,824</u>
<b>Expenditures</b>				
<b>Current:</b>				
Instruction	23,048,542	23,599,077	23,114,104	26,886,187
<b>Support Services:</b>				
Pupil	2,711,466	2,748,756	2,715,900	3,027,291
Instructional Staff	1,715,964	1,746,185	1,601,990	1,848,397
Board of Education	208,201	407,852	310,042	235,547
Administration	3,279,005	3,955,263	3,360,610	3,404,060
Fiscal	1,291,119	1,215,241	1,258,900	1,324,697
Business	576,563	835,376	706,100	790,875
Operation and Maintenance of Plant	5,980,389	6,574,042	6,622,764	6,724,407
Pupil Transportation	3,296,585	3,919,612	3,659,119	3,579,251
Central	298,512	295,527	291,343	322,631
Food Service Operations	1,414,479	1,459,746	1,613,500	1,647,393
Operation of Non-Instructional Services	485,150	408,581	491,939	434,894
Extracurricular Activities	654,996	695,384	693,657	737,178
Capital Outlay	353,204	2,737,132	1,832,344	1,413,163
<b>Debt Service:</b>				
Principal Retirement	1,133,049	1,184,647	1,402,204	1,428,306
Interest and Fiscal Charges	408,816	360,493	400,527	406,964
Capital Appreciation Bond Accretion	0	0	0	0
<i>Total Expenditures</i>	<u>46,856,040</u>	<u>52,142,914</u>	<u>50,075,043</u>	<u>54,211,241</u>
<i>Excess of Revenue Over (Under) Expenditures</i>	<u>1,188,505</u>	<u>(1,486,156)</u>	<u>3,546,575</u>	<u>(782,417)</u>
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	0	3,547
General Obligation Bonds Issued	0	3,562,114	0	0
Capital Lease Issued	0	0	0	0
Transfers In	234,972	116,963	462,281	162,380
Transfers Out	(234,972)	(116,963)	(462,281)	(162,380)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>3,562,114</u>	<u>0</u>	<u>3,547</u>
<i>Net Change in Fund Balances</i>	<u>\$1,188,505</u>	<u>\$2,075,958</u>	<u>\$3,546,575</u>	<u>(\$778,870)</u>
<i>Debt Service as a Percentage of Noncapital Expenditures</i>	3.32%	3.13%	3.79%	3.50%

2009	2010	2011	2012	2013	2014
\$28,115,325	\$26,973,653	\$30,111,839	\$28,956,997	\$27,447,886	\$28,572,423
20,286,057	22,845,958	22,656,406	20,612,383	19,207,456	19,449,806
289,072	27,574	27,479	11,272	18,041	4,818
695,664	633,791	616,090	582,866	579,174	536,697
1,901,550	1,610,786	1,472,019	1,724,635	1,517,077	1,390,958
27,107	31,425	23,328	33,300	38,204	47,920
201,572	215,149	235,356	259,838	250,250	283,223
60,689	33,137	27,790	37,781	33,755	32,986
492,000	433,459	371,913	394,204	223,307	606,613
52,069,036	52,804,932	55,542,220	52,613,276	49,315,150	50,925,444
24,342,434	26,608,416	24,627,785	24,679,082	25,139,343	25,959,835
3,018,391	3,044,855	3,027,990	3,014,361	3,080,800	3,241,612
2,017,649	2,501,589	2,735,415	2,647,904	2,725,416	1,992,930
220,840	243,585	85,953	98,729	112,719	83,190
4,406,969	2,831,149	3,939,104	3,924,347	4,100,197	4,088,382
1,197,973	1,358,705	1,297,089	1,471,701	1,339,748	1,301,579
662,858	665,426	628,133	673,193	782,706	725,838
6,496,796	6,663,901	6,184,358	5,700,942	5,880,883	6,251,959
3,418,883	3,313,997	3,610,092	3,594,296	3,726,869	3,970,386
333,187	321,490	329,489	210,786	192,020	125,255
1,697,381	1,674,162	1,704,502	1,766,973	1,870,279	1,790,125
382,279	309,029	355,463	334,491	337,726	117,475
748,612	672,221	735,104	744,770	799,675	909,855
259,071	78,408	2,306,236	712,729	929,228	1,003,110
1,436,113	1,448,248	1,612,105	1,669,411	838,479	543,748
357,686	286,647	221,156	155,354	108,157	97,464
0	0	0	0	823,670	305,030
50,997,122	52,021,828	53,399,974	51,399,069	52,787,915	52,507,773
1,071,914	783,104	2,142,246	1,214,207	(3,472,765)	(1,582,329)
0	0	16,250	14,700	12,508	10,700
0	0	0	0	274,578	0
0	0	590,386	0	0	0
108,712	395,712	391,980	390,230	330,450	333,400
(108,712)	(395,712)	(391,980)	(390,230)	(330,450)	(333,400)
0	0	606,636	14,700	287,086	10,700
\$1,071,914	\$783,104	\$2,748,882	\$1,228,907	(\$3,185,679)	(\$1,571,629)
3.54%	3.35%	3.62%	3.61%	1.86%	1.27%

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

Collection Year	Real Estate			Estimated Actual Value	Tangible Personal	
	Assessed Value				Assessed Value	Estimated Actual Value
	Residential/ Agricultural	Commercial/ Industrial	Total			
2005	\$370,753,750	\$275,375,240	\$646,128,990	\$1,846,082,829	\$170,826,004	\$683,304,016
2006	373,351,700	275,230,390	648,582,090	1,853,091,686	132,472,759	706,521,381
2007	423,446,610	290,875,660	714,322,270	2,040,920,771	45,893,227	367,145,816
2008	428,240,950	292,239,890	720,480,840	2,058,516,686	22,946,614	367,145,816
2009	432,422,870	298,786,290	731,209,160	2,089,169,029	22,970,064	367,521,024
2010	390,270,020	302,456,730	692,726,750	1,979,219,286	0	0
2011	392,377,120	297,270,960	689,648,080	1,970,423,086	0	0
2012	393,002,580	296,627,520	689,630,100	1,970,371,714	0	0
2013	354,654,020	276,995,450	631,649,470	1,804,712,771	0	0
2014	353,802,970	278,758,910	632,561,880	1,807,319,657	0	0

**Source:** Ohio Department of Taxation

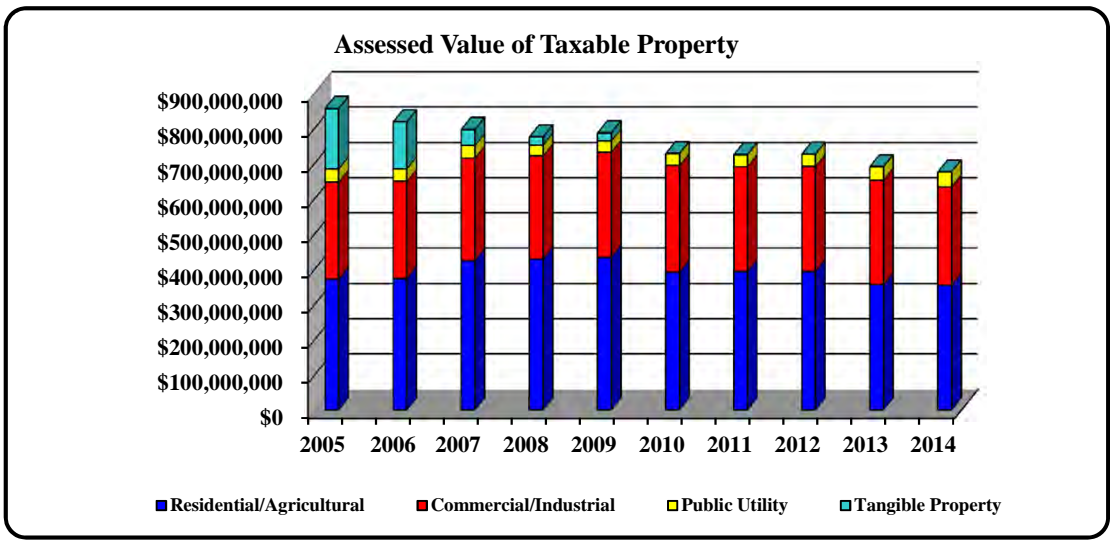
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

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 beginning in 2009 from general business taxpayers.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.



Public Utility Personal		Total		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Weighted Average Tax Rate
\$37,778,070	\$42,929,625	\$854,733,064	\$2,572,316,470	\$45.52011
35,524,420	40,368,659	816,579,269	2,599,981,726	44.42459
35,275,280	40,085,545	795,490,777	2,448,152,133	46.95413
30,823,860	35,027,114	774,251,314	2,460,689,615	38.04737
31,677,970	35,997,693	785,857,194	2,492,687,746	38.26589
33,898,290	38,520,784	726,625,040	2,017,740,070	44.22237
33,947,590	38,576,807	723,595,670	2,008,999,893	44.21174
34,725,840	39,461,182	724,355,940	2,009,832,896	43.13937
37,511,790	42,627,034	669,161,260	1,847,339,806	45.62376
42,060,940	47,796,523	674,622,820	1,855,116,180	45.82101



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

	2005	2006	2007	2008	2009
<b>Unvoted Millage</b>					
Operating	\$4.620000	\$4.620000	\$4.620000	\$4.620000	\$4.620000
<b>Voted Millage - by levy</b>					
1976 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	6.758900	6.767100	6.012330	6.012653	6.008287
Commercial/Industrial	12.957500	12.976200	12.387131	12.323169	12.287716
Tangible/Public Utility Personal	29.300000	29.300000	29.300000	29.300000	29.300000
1983 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	3.060800	3.064500	2.722704	2.722849	2.720869
Commercial/Industrial	4.353000	4.359300	4.161418	4.139929	4.128016
Tangible/Public Utility Personal	6.600000	6.600000	6.600000	6.600000	6.600000
1986 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	2.447500	2.450500	2.177165	2.177285	2.175700
Commercial/Industrial	3.461300	3.466300	3.308895	3.291805	3.282335
Tangible/Public Utility Personal	5.000000	5.000000	5.000000	5.000000	5.000000
1988 Bond (\$2,000,000)	0.170000	0.170000	0.270000	0.270000	0.270000
1991 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	2.870900	2.874400	2.553800	2.553940	2.552085
Commercial/Industrial	3.722100	3.727500	3.558260	3.539885	3.529700
Tangible/Public Utility Personal	5.000000	5.000000	5.000000	5.000000	5.000000
2007 Permanent Improvement					
Effective Millage Rates					
Residential/Agricultural	0.574200	0.574900	0.510760	0.510788	0.510417
Commercial/Industrial	0.744400	0.745500	0.711652	0.707977	0.705940
Tangible/Public Utility Personal	1.000000	1.000000	1.000000	1.000000	1.000000
1992 Bond (\$12,000,000)	1.310000	1.310000	1.410000	1.410000	1.680000
1995 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	3.302600	3.306600	2.937780	2.937937	2.935802
Commercial/Industrial	3.977700	3.983400	3.802590	3.782952	3.772069
Tangible/Public Utility Personal	4.600000	4.600000	4.600000	4.600000	4.600000
1999 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	3.873200	3.877845	3.445317	3.445503	3.442999
Commercial/Industrial	4.391300	4.397678	4.197991	4.176309	4.164294
Tangible/Public Utility Personal	4.900000	4.900000	4.900000	4.900000	4.900000
2004 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	4.899309	4.900000	4.353458	4.353694	4.350528
Commercial/Industrial	4.900000	4.900000	4.677554	4.653397	4.640009
Tangible/Public Utility Personal	4.900000	4.900000	4.900000	4.900000	4.900000
2010 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial	0.000000	0.000000	0.000000	0.000000	0.000000
Tangible/Public Utility Personal	0.000000	0.000000	0.000000	0.000000	0.000000
<b>Total Effective Voted Millage by type of property</b>					
Residential/Agricultural	\$29.267409	\$29.295845	\$26.393314	\$26.394649	\$26.646687
Commercial/Industrial	39.987300	40.035878	38.485491	38.295423	38.460079
Tangible/Public Utility Personal	62.780000	62.780000	62.980000	62.980000	63.250000

2010	2011	2012	2013	2014
\$4.620000	\$4.620000	\$4.620000	\$4.620000	\$4.620000
6.689483	6.690040	6.710345	7.447914	7.484392
12.446933	12.472072	12.521677	13.228833	13.363319
29.300000	29.300000	29.300000	29.300000	29.300000
3.029341	3.029591	3.038779	3.372778	3.389291
4.181509	4.189944	4.206609	4.444176	4.489353
6.600000	6.600000	6.600000	6.600000	6.600000
2.422365	2.422565	2.429910	2.696990	2.710195
3.324865	3.331585	3.344830	3.533730	3.569650
5.000000	5.000000	5.000000	5.000000	5.000000
0.270000	0.270000	0.270000	0.270000	0.000000
2.841420	2.841655	2.850270	3.163550	3.179040
3.575435	3.582655	3.596900	3.800035	3.838660
5.000000	5.000000	5.000000	5.000000	5.000000
0.568284	0.568331	0.570054	0.632710	0.635808
0.715087	0.716531	0.719380	0.760007	0.767732
1.000000	1.000000	1.000000	1.000000	1.000000
1.410000	1.410000	0.210000	0.210000	0.000000
3.268645	3.268916	3.278825	3.639207	3.657023
3.820944	3.828663	3.843884	4.060967	4.102243
4.600000	4.600000	4.600000	4.600000	4.600000
3.833344	3.833662	3.845285	4.267929	4.288823
4.218253	4.226769	4.243576	4.483231	4.528800
4.900000	4.900000	4.900000	4.900000	4.900000
4.843758	4.844160	4.858845	4.900000	4.900000
4.700129	4.709615	4.728343	4.900000	4.900000
4.900000	4.900000	4.900000	4.900000	4.900000
4.900000	4.900000	4.900000	4.900000	4.900000
4.900000	4.900000	4.900000	4.900000	4.900000
\$34.076640	\$34.078920	\$32.962313	\$35.501078	\$35.144572
43.563155	43.637834	42.585199	44.590979	44.459757
67.880000	67.880000	66.680000	66.680000	66.200000

(continued)

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

	2005	2006	2007	2008	2009
<b>Total Direct Millage by Type of Property</b>					
Residential/Agricultural	\$33.887409	\$33.915845	\$31.013314	\$31.014649	\$31.266687
Commercial/Industrial	44.607300	44.655878	43.105491	42.915423	43.080079
Tangible/Public Utility Personal	<u>67.400000</u>	<u>67.400000</u>	<u>67.600000</u>	<u>67.600000</u>	<u>67.870000</u>
<b>Total Weighted Average Tax Rate</b>	<u>\$45.520110</u>	<u>\$44.424590</u>	<u>\$46.954130</u>	<u>\$38.047370</u>	<u>\$38.265890</u>
<b>Overlapping Rates by Taxing District</b>					
<b>City of Bedford Heights</b>					
Effective Millage Rates					
Residential/Agricultural	\$13.000000	\$13.000000	\$13.000000	\$13.000000	\$13.000000
Commercial/Industrial	13.000000	13.000000	13.000000	13.000000	13.000000
Tangible/Public Utility Personal	13.000000	13.000000	13.000000	13.000000	13.000000
<b>City of Bedford</b>					
Effective Millage Rates					
Residential/Agricultural	12.800000	12.800000	12.800000	12.800000	12.800000
Commercial/Industrial	12.800000	12.800000	12.800000	12.800000	12.800000
Tangible/Public Utility Personal	12.800000	12.800000	12.800000	12.800000	12.800000
<b>Cuyahoga County</b>					
Effective Millage Rates					
Residential/Agricultural	15.312800	16.061300	18.690000	17.836490	19.320480
Commercial/Industrial	16.539400	17.168000	18.760000	18.705333	19.706536
Tangible/Public Utility Personal	18.450000	18.450000	20.200000	20.200000	20.600000
<b>Oakwood Village</b>					
Effective Millage Rates					
Residential/Agricultural	3.800000	3.800000	3.800000	3.800000	3.800000
Commercial/Industrial	3.800000	3.800000	3.800000	3.800000	3.800000
Tangible/Public Utility Personal	3.800000	3.800000	3.800000	3.800000	3.800000
<b>Walton Hills Village</b>					
Effective Millage Rates					
Residential/Agricultural	0.300000	0.300000	0.300000	0.300000	0.300000
Commercial/Industrial	0.300000	0.300000	0.300000	0.300000	0.300000
Tangible/Public Utility Personal	0.300000	0.300000	0.300000	0.300000	0.300000

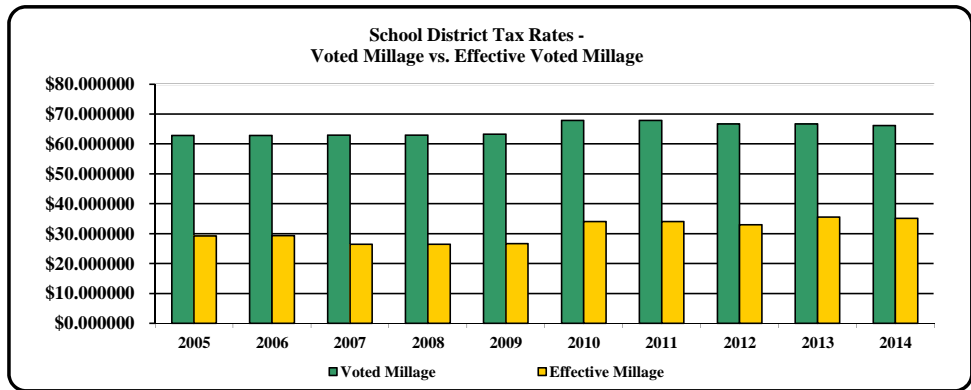
Source: Ohio Department of Taxation

(1) The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented on S14 and S15 generated the property tax revenue 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 for voted continuing and operating levies are reduced so that inflationary increases in value do not generate additional revenue.

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



2010	2011	2012	2013	2014
\$38.696640	\$38.698920	\$37.582313	\$40.121078	\$39.764572
48.183155	48.257834	47.205199	49.210979	49.079757
<u>72.500000</u>	<u>72.500000</u>	<u>71.300000</u>	<u>71.300000</u>	<u>70.820000</u>
<u>\$44.222370</u>	<u>\$44.211740</u>	<u>\$43.139370</u>	<u>\$45.623760</u>	<u>\$45.821010</u>
\$13.000000	\$21.900000	\$21.900000	\$21.900000	\$21.900000
13.000000	21.900000	21.900000	21.900000	21.900000
13.000000	21.900000	21.900000	21.900000	21.900000
21.700000	21.700000	21.700000	21.700000	21.700000
21.700000	21.700000	21.700000	21.700000	21.700000
21.700000	21.700000	21.700000	21.700000	21.700000
20.160000	20.676506	20.622370	20.783492	22.513900
19.740000	20.186219	20.149382	20.149382	22.333720
20.600000	20.900000	20.800000	20.800000	22.530000
3.800000	3.800000	3.800000	3.800000	3.800000
3.800000	3.800000	3.800000	3.800000	3.800000
3.800000	3.800000	3.800000	3.800000	3.800000
0.300000	0.300000	0.300000	0.300000	0.300000
0.300000	0.300000	0.300000	0.300000	0.300000
0.300000	0.300000	0.300000	0.300000	0.300000

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

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)(4)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2004	\$34,910,147	\$33,137,146	94.92%	\$4,226,193	\$37,363,339	107.03%
2005	38,946,152	36,666,088	94.15	1,565,188	38,231,276	98.16
2006	36,749,231	33,793,627	91.96	2,740,642	36,534,269	99.42
2007	34,246,236	31,140,843	90.93	1,899,471	33,040,314	96.48
2008	31,107,465	28,898,751	92.90	1,852,222	30,750,973	98.85
2009	28,510,791	26,395,684	92.58	2,273,648	28,669,332	100.56
2010	32,114,650	30,357,160	94.53	1,493,447	31,850,607	99.18
2011	32,156,135	29,816,395	92.72	1,629,813	31,446,208	97.79
2012	31,053,021	29,075,980	93.63	1,234,644	30,310,624	97.61
2013	30,883,691	27,708,967	89.72	1,539,724	29,248,691	94.71

**Source:** Office of the Fiscal Officer, Cuyahoga County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) The 2014 information cannot be presented because all collections have not been made by June 30, 2014.
- (3) The County does not maintain delinquency information by tax year.
- (4) Penalties and interest are included, since by Ohio Law, they become part of the tax obligation as assessment occurs.

Note: The School District is aware of the requirement to report delinquent tax collections by levy year rather than by collection year. However, the County's current computer system tracks levy amounts by either current levy or delinquent levy. Once amounts become part of the delinquent levy, the ability to track information by levy year is lost. The School District is looking at options to improve the presentation.

**Bedford City School District**

*Principal Taxpayers*

*Real Estate Tax*

*2014 and 2005 (1)*

2014		
Name of Taxpayer	Assessed Valuation	Percent of Real Assessed Value
West-Ward Injectables, Inc.	\$9,560,680	1.51
Columbus Park Property Ownership	5,484,130	0.87
Riser Foods Company	5,176,640	0.82
Bedford Colony Club Apartments	4,889,220	0.77
Wal-Mart Stores East	4,605,380	0.73
South Point Towers Limited	4,382,760	0.69
CSH-ING Woodside Village LP	3,612,460	0.57
Mayfred Company	3,434,360	0.54
First Interstate	3,326,770	0.53
Ford Motor Company	3,185,000	0.50
<b>Total</b>	<b>\$47,657,400</b>	<b>7.53%</b>
<b>Total Real Estate Valuation</b>	<b>\$632,561,880</b>	
2005		
Name of Taxpayer	Assessed Valuation	Percent of Real Assessed Value
Ford Motor Company	\$9,269,400	1.44
Bear Creek Investment Company	6,814,270	1.06
Riser Foods Company	6,650,000	1.03
First Interstate	6,198,800	0.96
Bedford Colony Club Apartments	4,225,420	0.65
Ben Venue Laboratories, Incorporated	3,784,030	0.59
Weston	3,702,650	0.57
Mayfred Company	3,565,520	0.55
Krick Road Reality	3,444,100	0.53
South Point Towers Limited	3,264,420	0.50
<b>Total</b>	<b>\$50,918,610</b>	<b>7.88%</b>
<b>Total Real Estate Valuation</b>	<b>\$646,128,990</b>	

**Source:** Office of the Fiscal Officer, Cuyahoga County, Ohio

(1) The amounts presented represent the assessed values upon which 2014 and 2005 collections were based.

**Bedford City School District**

*Principal Taxpayers*

*Public Utilities Tax*

*2014 and 2005 (1)*

<hr/> <hr/>		
2014		
<u>Name of Taxpayer</u>	<u>Assessed Valuation</u>	<u>Percent of Public Utility Assessed Value</u>
Cleveland Electric Illuminating Company	\$29,199,060	69.42%
American Transmission System	10,326,590	24.55
The East Ohio Gas Company	1,863,970	4.43
Ohio Edison Co.	663,600	1.58
Total	<u>\$42,053,220</u>	<u>99.98%</u>
Total Public Utility Valuation	<u>\$42,060,940</u>	
<hr/> <hr/>		
2005		
<u>Name of Taxpayer</u>	<u>Assessed Valuation</u>	<u>Percent of Public Utility Assessed Value</u>
Cleveland Electric Illuminating Company	\$18,281,560	48.39%
American Transmission System	8,582,440	22.72
Ohio Bell Telephone Company	4,143,780	10.97
The East Ohio Gas Company	1,464,990	3.88
Norfolk Southern Combined	920,660	2.43
Total	<u>\$33,393,430</u>	<u>88.39%</u>
Total Public Utility Valuation	<u>\$37,778,070</u>	

**Source:** Office of the Fiscal Officer, Cuyahoga County, Ohio

(1) The amounts presented represent the assessed values upon which 2014 and 2005 collections were based.



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

	2005	2006	2007	2008
Total Assessed Valuation	\$854,733,064	\$816,579,269	\$795,490,777	\$774,251,314
Less Railroad and Telephone Property Valuation	0	(11,401,681)	(5,624,070)	(21,638,265)
Less General Business Tangible Personal Property Valuation	0	(132,472,759)	(45,893,227)	(22,946,614)
Total Assessed Valuation Used to Calculate Legal Debt Margin (1)	854,733,064	672,704,829	743,973,480	729,666,435
Overall Debt Limitation - 9% of Assessed Valuation (2)	76,925,976	60,543,435	66,957,613	65,669,979
Gross Indebtedness Authorized by the School District	8,787,300	11,315,414	10,067,582	8,677,507
Less Exempt Debt:				
Energy Conservation	(80,000)	(3,562,114)	(3,336,282)	(3,155,207)
Debt within 9.0% limitation	8,707,300	7,753,300	6,731,300	5,522,300
Less Amount Available in Debt Service	(1,904,007)	(1,752,212)	(1,916,465)	(2,103,486)
Net Debt within 9.0% limitation	6,803,293	6,001,088	4,814,835	3,418,814
Legal debt margin within 9.0% limitation	<u>\$70,122,683</u>	<u>\$54,542,347</u>	<u>\$62,142,778</u>	<u>\$62,251,165</u>
Legal Debt Margin as a Percentage of Debt Limit	91.16%	90.09%	92.81%	94.79%
Energy Conservation Debt limitation 0.9% of assessed valuation	7,692,598	6,054,343	6,695,761	6,566,998
Net Debt within 0.9% limitation	(80,000)	(3,562,114)	(3,336,282)	(3,155,207)
Energy Conservation Debt Margin	<u>\$7,612,598</u>	<u>\$2,492,229</u>	<u>\$3,359,479</u>	<u>\$3,411,791</u>
Energy Conservation Debt Margin as a Percentage of the Energy Conservation Debt Limit	98.96%	41.16%	50.17%	51.95%
Unvoted Legal Debt Limit - .10% of Assessed Value (2)	\$854,733	\$672,705	\$743,973	\$729,666
Gross Indebtedness Authorized by the School District	80,000	3,562,114	3,336,282	3,155,207
Less Exempt Debt:				
Energy Conservation	(80,000)	(3,562,114)	(3,336,282)	(3,155,207)
Legal debt margin within .10% limitation	<u>\$854,733</u>	<u>\$672,705</u>	<u>\$743,973</u>	<u>\$729,666</u>
Unvoted Legal Debt Margin as a Percentage of the Excess of Revenues Over (Under) Expenditures	100.00%	100.00%	100.00%	100.00%

**Source:** Cuyahoga County Fiscal Officer and School District Financial Records

(1) The definition of tax valuation for the purpose of calculating the debt margin was modified by H.B. 530, effective 3/3/06, to exclude tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations.

(2) Ohio Bond Law sets a limit of 9 percent for voted debt and .10 percent

2009	2010	2011	2012	2013	2014
\$785,857,194	\$726,625,040	\$723,595,670	\$724,355,940	\$669,161,260	\$674,622,820
(315,340)	(145,790)	(226,900)	(227,020)	(237,950)	(240,430)
<u>(22,970,064)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
762,571,790	726,479,250	723,368,770	724,128,920	668,923,310	674,382,390
68,631,461	65,383,133	65,103,189	65,171,603	60,203,098	60,694,415
7,346,998	5,946,750	4,450,445	2,962,754	2,536,575	2,434,899
<u>(2,966,698)</u>	<u>(2,770,450)</u>	<u>(2,566,145)</u>	<u>(2,353,452)</u>	<u>(2,132,027)</u>	<u>(1,901,511)</u>
4,380,300	3,176,300	1,884,300	609,302	404,548	533,388
<u>(2,154,602)</u>	<u>(2,025,391)</u>	<u>(1,944,665)</u>	<u>(1,307,415)</u>	<u>(394,533)</u>	<u>(61,655)</u>
2,225,698	1,150,909	(60,365)	(698,113)	10,015	471,733
<u>\$66,405,763</u>	<u>\$64,232,224</u>	<u>\$65,163,554</u>	<u>\$65,869,716</u>	<u>\$60,193,083</u>	<u>\$60,222,682</u>
96.76%	98.24%	100.09%	101.07%	99.98%	99.22%
6,863,146	6,538,313	6,510,319	6,517,160	6,020,310	6,069,442
<u>(2,966,698)</u>	<u>(2,770,450)</u>	<u>(2,566,145)</u>	<u>(2,353,452)</u>	<u>(2,132,027)</u>	<u>(1,901,511)</u>
<u>\$3,896,448</u>	<u>\$3,767,863</u>	<u>\$3,944,174</u>	<u>\$4,163,708</u>	<u>\$3,888,283</u>	<u>\$4,167,931</u>
56.77%	57.63%	60.58%	63.89%	64.59%	68.67%
\$762,572	\$726,479	\$723,369	\$724,129	\$668,923	\$674,382
2,966,698	2,770,450	2,566,145	2,353,452	2,132,027	1,901,511
<u>(2,966,698)</u>	<u>(2,770,450)</u>	<u>(2,566,145)</u>	<u>(2,353,452)</u>	<u>(2,132,027)</u>	<u>(1,901,511)</u>
<u>\$762,572</u>	<u>\$726,479</u>	<u>\$723,369</u>	<u>\$724,129</u>	<u>\$668,923</u>	<u>\$674,382</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

**Bedford City School District**  
*Ratio of Debt  
to Assessed Value and Debt per Capita  
Last Ten Fiscal Years*

Fiscal Year	Personal Income (1)	Population (2)	Estimated Actual Value of Taxable Property(3)	General Bonded Debt		
				General Bonded Debt Outstanding(4)	Ratio of Bonded Debt to Estimated Actual Value	Bonded Debt per Capita
2005	\$587,859,891	27,989	\$2,572,316,470	\$8,442,541	0.33	\$301.64
2006	587,859,891	27,989	2,599,981,726	11,119,864	0.43	397.29
2007	587,859,891	27,989	2,448,152,133	10,031,198	0.41	358.40
2008	587,859,891	27,989	2,460,689,615	8,810,064	0.36	314.77
2009	587,859,891	27,989	2,492,687,746	7,660,171	0.31	273.69
2010	587,859,891	27,989	2,017,740,070	6,452,208	0.32	230.53
2011	606,094,428	26,307	2,008,999,893	5,161,954	0.26	196.22
2012	606,094,428	26,307	2,009,832,896	3,911,235	0.19	148.68
2013	606,094,428	26,307	1,847,339,806	2,822,588	0.15	107.29
2014	606,094,428	26,307	1,855,116,180	2,107,445	0.11	80.11

- Sources:**
- (1) The personal income can be found on S30-S31
    - (a) personal income is calculated by the following
      - 100% of the City of Bedford
      - 100% of the Village of Oakwood
      - 100% of the Village of Walton Hills
      - 67.76% of the City of Bedford Heights
  - (2) The population can be found on S30-S31
    - (a) population is calculated by the following:
      - 100% of the City of Bedford
      - 100% of the Village of Oakwood
      - 100% of the Village of Walton Hills
      - 67.76% of the City of Bedford Heights
  - (3) Office of the Fiscal Officer, Cuyahoga County, Ohio
  - (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 obligation bonded debt.

General Debt					
Loans	Capital Leases	Total Debt	Ratio of General Debt to Estimated Actual Value	Ratio of General Debt to Personal Income (3)	General Debt Per Capita
\$506,000	\$712,854	\$9,661,395	0.38	1.64	\$345.19
452,000	562,207	12,134,071	0.47	2.06	433.53
395,000	407,835	10,834,033	0.44	1.84	387.08
336,000	249,604	9,395,668	0.38	1.60	335.69
274,000	144,000	8,078,171	0.32	1.37	288.62
210,000	96,000	6,758,208	0.33	1.15	241.46
143,000	570,586	5,875,540	0.29	0.97	223.35
73,000	388,868	4,373,103	0.22	0.72	166.23
0	251,144	3,073,732	0.17	0.51	116.84
0	136,526	2,243,971	0.12	0.37	85.30

**Bedford City School District**  
*Computation of Direct and Overlapping  
 Governmental Activities Debt  
 December 31, 2013*

	General Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Bedford City School District			
General Obligation Bonds	\$2,107,445	100.00%	\$2,107,445
Capital Leases	136,526	100.00	136,526
Total Direct	<u>2,243,971</u>	100.00	<u>2,243,971</u>
Overlapping:			
Cuyahoga County			
General Obligation Bonds	338,757,118	2.43	8,231,798
Revenue Bonds	427,434,477	2.43	10,386,658
Capital Lease Obligations	372,101,958	2.43	9,042,078
Loans Payable	19,022,956	2.43	462,258
Regional Transit Authority			
General Obligation Bonds	148,938,217	2.43	3,619,199
Capital Lease Obligations	16,149,572	2.43	392,435
City of Bedford			
General Obligation Bonds	11,330,105	34.93	3,957,606
Special Assessment Bonds	115,000	34.93	40,170
OPWC Loans	659,147	34.93	230,240
Capital Lease Obligation	31,164	34.93	10,886
City of Bedford Heights			
General Obligation Bonds	1,840,000	28.97	533,048
OPWC Loans	743,898	28.97	215,507
Capital Lease Obligation	329,169	28.97	95,360
Village of Walton Hills			
General Obligation Bonds	425,000	18.72	79,560
OPWC Loans	547,038	18.72	102,406
Village of Oakwood			
General Obligation Bonds	<u>2,870,000</u>	17.37	<u>498,519</u>
Total Overlapping	<u>1,341,294,819</u>		<u>37,897,728</u>
Total	<u><u>\$1,343,538,790</u></u>		<u><u>\$40,141,699</u></u>

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2014 collection year.

**Bedford City School District**

*Principal Employers*

2014 and 2005

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**2014**

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Employer	City	Nature of Business or Activity	Number of Employees
University Hospital Health Systems	Bedford	Health Care	852
Riser Foods Company	Bedford Heights	Retail Grocery	700
Wal-Mart Stores East	Bedford	Retail	690
Bedford City School District	Bedford	Public Education	525
U.S. Bank Leader Mortgage	Bedford	Banking	446
City of Bedford	Bedford	Municipal Government	371
B & B Launch	Oakwood Village	In-Home Senior Care	330
Ben Venue Laboratories, Incorporated	Bedford	Sterile Pharmaceuticals	325
Ford Motor Company	Walton Hills	Motor Vehicle Parts and Accessories	316
Arhaus Furniture	Walton Hills	Retail	230
Total			<u>4,785</u>
Total Employment within the School District			<u>n/a</u>

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**2005**

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Employer	City	Nature of Business or Activity	Number of Employees
Ben Venue Laboratories, Incorporated	Bedford	Sterile Pharmaceuticals	1,064
University Hospital Health Systems	Bedford	Health Care	969
Ford Motor Company	Walton Hills	Motor Vehicle Parts and Accessories	929
Giant Eagle	Bedford Heights	Retail Grocery	650
Bedford City School District	Bedford	Public Education	581
City of Bedford	Bedford	Municipal Government	342
U.S. Bank Leader Mortgage	Bedford	Banking	270
Target Division of Dayton Hudson	Bedford	Retail	268
Sherwin Willimas	Bedford Heights	Paint Products	230
Cleveland Coca-Cola Bottling	Bedford Heights	Carbonated Soft Drinks	220
Total			<u>5,523</u>
Total Employment within the School District			<u>n/a</u>

**Source:** Cities of Bedford and Bedford Heights; Harris Ohio Industrial Directory

n/a -Total employment within the School District not available.

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

Year	City of Bedford			City of Bedford Heights		
	Estimated Population	Total Personal Income	Personal Income Per Capita	Estimated Population	Total Personal Income	Personal Income Per Capita
2005	14,214	\$285,360,264	\$20,076	11,375	\$247,872,625	\$21,791
2006	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2007	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2008	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2009	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2010	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2011	13,074	312,808,524	23,926	10,751	234,275,041	21,791
2012	13,074	312,808,524	23,926	10,751	234,275,041	21,791
2013	13,074	312,808,524	23,926	10,751	234,275,041	21,791
2014	13,074	312,808,524	23,926	10,751	234,275,041	21,791

Source 2000 U.S. Census Bureau and 2010 U.S. Census Bureau  
Office of the Fiscal Officer, Cuyahoga County



Village of Oakwood			Village of Walton Hills			Unemployment Rate	Total Assessed Property Value
Estimated Population	Total Personal Income	Personal Income Per Capita	Estimated Population	Total Personal Income	Personal Income Per Capita		
3,667	\$71,169,136	\$19,408	2,400	\$63,372,000	\$26,405	6.6%	\$854,733,064
3,667	71,169,136	19,408	2,400	63,372,000	26,405	5.6	816,579,269
3,667	71,169,136	19,408	2,400	63,372,000	26,405	6.6	795,490,777
3,667	71,169,136	19,408	2,400	63,372,000	26,405	5.7	774,251,314
3,667	71,169,136	19,408	2,400	63,372,000	26,405	10.2	785,857,194
3,667	71,169,136	19,408	2,400	63,372,000	26,405	9.0	726,625,040
3,667	71,169,136	19,408	2,281	63,372,000	27,783	8.9	723,595,670
3,667	71,169,136	19,408	2,281	63,372,000	27,783	8.9	724,355,940
3,667	71,169,136	19,408	2,281	63,372,000	27,783	7.7	669,161,260
3,667	71,169,136	19,408	2,281	63,372,000	27,783	6.1	674,622,820

**Bedford City School District**  
*Building Statistics*  
*Last Ten Fiscal Years*

	2005	2006	2007
<b>Bedford High School</b>			
Constructed in 1954			
Additions in 1955, 1958, 1971, 1994			
Total Building Square Footage	400,000	400,000	400,000
Media Center Square Footage	18,400	18,400	18,400
Cafeteria and Kitchen Square Footage	12,500	12,500	12,500
Auditorium Square Footage	15,000	15,000	15,000
Gymnasium (3 each) Square Footage	27,000	27,000	27,000
Pool Square Footage	10,000	10,000	10,000
Enrollment Grades 9-12	1,237	1,306	1,371
Student Capacity	1,800	1,800	1,800
Regular Instruction Classrooms	92	93	93
Regular Instruction Teachers	55	46	59
Special Instruction Classrooms	13	12	12
Special Instruction Teachers	13	12	13
Vocational Instruction Classrooms	16	16	16
Vocational Instruction Teachers	8	9	17
<b>Heskett Middle School</b>			
Constructed in 1968			
Total Building Square Footage	105,000	105,000	105,000
Media Center Square Footage	5,040	5,040	5,040
Cafeteria and Kitchen Square Footage	7,400	7,400	7,400
Auditorium Square Footage	4,500	4,500	4,500
Gymnasium Square Footage	8,000	8,000	8,000
Enrollment Grades 7-8	666	635	654
Student Capacity	800	800	800
Regular Instruction Classrooms	37	37	37
Regular Instruction Teachers	35	27	35
Special Instruction Classrooms	12	12	12
Special Instruction Teachers	12	12	12
<b>Aurora Upper Intermediate School (1)</b>			
Constructed in 1952			
Additions in 1955, 1965			
Building not utilized as a school in 2008			
Total Building Square Footage	65,000	65,000	65,000
Media Center Square Footage	1,700	1,700	1,700
Cafeteria and Kitchen Square Footage	3,400	3,400	3,400
Gymnasium Square Footage	2,500	2,500	2,500
Enrollment Grade 6 Only	291	308	274
Student Capacity	460	460	460
Regular Instruction Classrooms	18	19	19
Regular Instruction Teachers	13	10	17
Special Instruction Classrooms	5	4	4
Special Instruction Teachers	5	4	4

2008	2009	2010	2011	2012	2013	2014
400,000	400,000	400,000	400,000	400,000	400,000	400,000
18,400	18,400	18,400	18,400	18,400	18,400	18,400
12,500	12,500	12,500	12,500	12,500	12,500	12,500
15,000	15,000	15,000	15,000	15,000	15,000	15,000
27,000	27,000	27,000	27,000	27,000	27,000	27,000
10,000	10,000	10,000	10,000	10,000	10,000	10,000
1,322	1,268	1,215	1,177	1,174	1,129	1,101
1,800	1,800	1,800	1,800	1,800	1,800	1,800
94	93	93	93	93	93	93
58	59	50	47	49	48	48
12	13	13	13	13	13	13
14	15	12	12	13	15	15
16	16	16	16	16	16	16
14	14	11	9	7	7	7
105,000	105,000	105,000	105,000	105,000	105,000	105,000
5,040	5,040	5,040	5,040	5,040	5,040	5,040
7,400	7,400	7,400	7,400	7,400	7,400	7,400
4,500	4,500	4,500	4,500	4,500	4,500	4,500
8,000	8,000	8,000	8,000	8,000	8,000	8,000
603	587	576	603	524	516	537
800	800	800	800	800	800	800
37	37	37	37	37	37	37
35	33	31	30	30	30	28
12	9	9	9	9	9	9
15	15	11	13	12	12	11
65,000	65,000	65,000	65,000	65,000	65,000	65,000
1,700	1,700	1,700	1,700	1,700	1,700	1,700
3,400	3,400	3,400	3,400	3,400	3,400	3,400
2,500	2,500	2,500	2,500	2,500	2,500	2,500
0	0	0	0	0	0	0
460	460	460	460	460	460	460
19	19	19	19	19	19	19
0	0	0	0	0	0	0
4	4	4	4	4	4	4
0	0	0	0	0	0	0

(continued)

**Bedford City School District**  
*Building Statistics (continued)*  
*Last Ten Fiscal Years*

	2005	2006	2007
<b>Carylwood Intermediate School (2)</b>			
Constructed in 1955			
Additions in 1965			
Total Building Square Footage	44,285	44,285	44,285
Media Center Square Footage	1,200	1,200	1,200
Gym, Cafeteria and Kitchen Square Footage	3,200	3,200	3,200
Enrollment Grades 4-6	378	373	423
Student Capacity	520	520	520
Regular Instruction Classrooms	25	27	27
Regular Instruction Teachers	17	13	21
Special Instruction Classrooms	5	3	3
Special Instruction Teachers	5	3	6
<b>Columbus Intermediate School (2)</b>			
Constructed in 1962			
Additions in 1978, 1965, 2002			
Total Building Square Footage	71,125	71,125	71,125
Media Center Square Footage	1,400	1,400	1,400
Gym, Cafeteria and Kitchen Square Footage	3,200	3,200	3,200
Gym/Auditorium Square Footage	12,000	12,000	12,000
Enrollment Grades 4-6	460	433	438
Student Capacity	525	525	525
Regular Instruction Classrooms	32	32	32
Regular Instruction Teachers	25	20	23
Special Instruction Classrooms	4	4	4
Special Instruction Teachers	4	4	7
<b>Central Primary School (2)</b>			
Constructed in 1955			
Additions in 1965			
Total Building Square Footage	72,500	72,500	72,500
Media Center Square Footage	1,700	1,700	1,700
Gym, Cafeteria and Kitchen Square Footage	3,400	3,400	3,400
Enrollment Grades K-3	385	387	396
Student Capacity	520	520	520
Regular Instruction Classrooms	27	27	27
Regular Instruction Teachers	16	13	21
Special Instruction Classrooms	3	3	3
Special Instruction Teachers	3	3	4
<b>Glendale Primary School (2)</b>			
Constructed in 1953			
Additions in 1959, 1966			
Total Building Square Footage	66,000	66,000	66,000
Media Center Square Footage	1,920	1,920	1,920
Cafeteria and Kitchen Square Footage	1,430	1,430	1,430
Gymnasium Square Footage	2,400	2,400	2,400
Enrollment Grades K-3	391	330	369
Student Capacity	520	520	520
Regular Instruction Classrooms	25	26	26
Regular Instruction Teachers	15	12	17
Special Instruction Classrooms	5	5	5
Special Instruction Teachers	5	5	5

(1) Aurora Upper Intermediate School closed at the end of FY 2007. The 6th graders were moved to the remaining Intermediate Schools and the 3rd graders were moved to the Primary Schools.

(2) Source of Information - School District Records

2008	2009	2010	2011	2012	2013	2014
44,285	44,285	44,285	44,285	44,285	44,285	44,285
1,200	1,200	1,200	1,200	1,200	1,200	1,200
3,200	3,200	3,200	3,200	3,200	3,200	3,200
423	433	433	401	407	396	395
438	438	438	438	438	438	438
27	19	19	19	19	19	19
24	21	19	18	18	18	18
3	5	5	5	5	5	5
7	6	8	10	11	10	9
71,125	71,125	71,125	71,125	71,125	71,125	71,125
1,400	1,400	1,400	1,400	1,400	1,400	1,400
3,200	3,200	3,200	3,200	3,200	3,200	3,200
12,000	12,000	12,000	12,000	12,000	12,000	12,000
423	415	388	381	373	369	369
525	525	525	525	525	525	525
32	32	32	32	32	32	32
26	23	22	21	18	18	18
4	5	5	5	5	5	5
9	7	8	9	8	8	7
72,500	72,500	72,500	72,500	72,500	72,500	72,500
1,700	400	400	400	400	400	400
3,400	3,400	3,400	3,400	3,400	3,400	3,400
525	539	568	524	542	543	548
520	520	520	520	520	520	520
27	26	26	26	26	26	26
21	21	29	28	27	27	26
3	2	2	2	2	2	2
5	5	5	6	6	6	5
66,000	66,000	66,000	66,000	66,000	66,000	66,000
1,920	700	700	700	700	700	700
1,430	1,430	1,430	1,430	1,430	1,430	1,430
2,400	2,400	2,400	2,400	2,400	2,400	2,400
481	493	473	482	465	477	487
520	520	520	520	520	520	520
26	25	25	25	25	25	25
17	18	23	23	21	21	23
5	5	5	5	5	5	5
7	5	7	9	9	8	9

**Bedford City School District**

*Per Pupil Cost*

*Last Ten Fiscal Years*

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Fiscal Year	Student Enrollment		General Governmental	
	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost
2005	3,680	(5.93) %	\$45,314,175	\$12,314
2006	3,908	6.20	50,597,774	12,947
2007	3,825	(2.12)	48,272,312	12,620
2008	3,792	(0.86)	52,375,971	13,812
2009	3,735	(1.50)	49,203,323	13,174
2010	3,653	(2.20)	50,286,933	13,766
2011	3,568	(2.33)	51,566,713	14,453
2012	3,529	(1.09)	49,574,304	14,048
2013	3,430	(2.81)	51,017,609	14,874
2014	3,437	0.20	51,561,531	15,002

(1) Debt Service totals have been excluded.

Source of Information - School District Records

Governmental Activities		Students Receiving Free or Reduced Lunch	Percentage Of Enrollment
Total Expenses	Per Pupil Cost		
\$45,125,477	\$12,262	1,502	40.82%
49,088,059	12,561	1,664	42.58
48,290,799	12,625	1,701	44.47
52,725,363	13,904	1,767	46.60
51,256,160	13,723	2,088	55.90
51,714,154	14,157	2,043	55.93
50,825,758	14,245	2,265	63.48
51,043,602	14,464	2,334	66.14
50,875,526	14,833	2,296	66.94
51,816,630	15,076	2,299	66.89

**Bedford City School District**  
*School District Employees by Function/Program*  
*Last Ten Fiscal Years*

<b>Function/Program</b>	2005	2006	2007	2008
<b>Regular Instruction</b>				
Elementary Classroom Teachers	107	95	94	88
Middle School Classroom Teachers	35	35	35	36
High School Classroom Teachers	56	60	59	58
Aides*	0	0	0	0
<b>Special Instruction</b>				
Preschool Teachers	2.5	2.5	2.5	2.5
Elementary Classroom Teachers	28	27	28	24
Gifted Education Teachers	1	1	1	1
Middle School Classroom Teachers	11	12	12	15
High School Classroom Teachers	12	12	13	15
Paraprofessionals/Aides*	0	0	0	0
<b>Vocational Instruction</b>				
High School Classroom Teachers	14	17	17	14
<b>Pupil Support Services</b>				
Guidance Counselors	9	11	11	10
Librarians	4	2	2	2
Psychologists	3.5	4	4	4
Speech & Language Pathologists	4	4	4	4
Data and Technology Coach*	0	0	0	0
<b>Administrators</b>				
Elementary	5	5	5	4
Middle School	3	3	3	3
High School	5	5	5	5
Districtwide	19	16	16	16
Clerical, Technology, Finance*	0	0	0	0
<b>Operation of Plant</b>				
Custodians, Security*	39	40	38	35
Maintenance	8	8	8	8
<b>Pupil Transportation</b>				
Bus Drivers	60	59	62	66
Bus Aides	18	16	13	9
Mechanics	5	5	5	5
<b>Food Service Program*</b>				
Elementary Cooks	12	11	11	8
Middle School Cooks	10	10	10	10
High School Cooks	18	18	18	18
Total Employees	<u>489</u>	<u>478.5</u>	<u>476.5</u>	<u>460.5</u>

**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee. The count is performed on September 1 of each year.

\* Beginning in 2012 all classified personnel are included in the calculation.

(1) Source of Information - School District Records

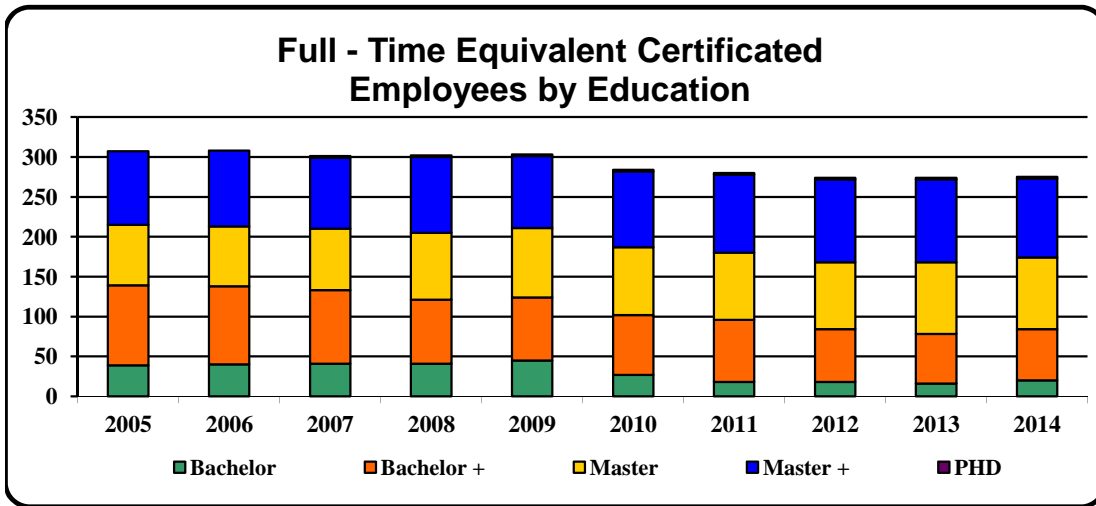


2009	2010	2011	2012	2013	2014
98	83	90	84	87	87
33	31	30	30	30	28
59	50	47	49	48	49
0	0	0	17	19	18
2	2	2	2	2	2
24	27	32	31	30	28
1	1	1	1	1	1
15	11	14	12	12	11
15	12	12	13	15	15
0	0	0	20	22	23
14	11	9	7	7	7
10	10	10	10	10	10
2	1	1	6	6	4
4	3	4	4	4	4
4	4	4	3	4	5
0	0	0	5	5	5
4	5	4	4	4	4
3	3	3	3	3	3
5	5	5	5	5	5
16	15	16	16	16	16
0	0	0	40	38	36
34	30	29	38	34	36
8	9	8	8	8	8
65	63	59	60	54	55
9	10	12	12	10	10
5	5	5	5	5	5
8	10	8	12	12	12
10	9	9	10	10	10
18	15	14	15	14	14
<u>466</u>	<u>425</u>	<u>428</u>	<u>522</u>	<u>515</u>	<u>511</u>

**Bedford City School District**  
*Full-Time Equivalent Certificated School District Employees by Education (1)*  
*Last Ten Fiscal Years*

Degree	2005	2006	2007	2008	2009
Bachelor	39	40	41	41	45
Bachelor Including 150 Hours	63	59	51	44	46
Bachelor Including 180 Hours	37	39	41	36	33
Master	76	75	77	84	87
Master +9	39	36	36	46	43
Master +18	12	17	15	13	14
Master +27	11	11	13	11	10
Master +36	6	7	5	6	4
Master + 45	16	16	13	13	12
Master + 54	8	8	7	6	7
PhD or JD	0	0	2	2	2
Total	307	308	301	302	303

(1) Includes any employee that has a teaching certificate.  
 Source: School District Records



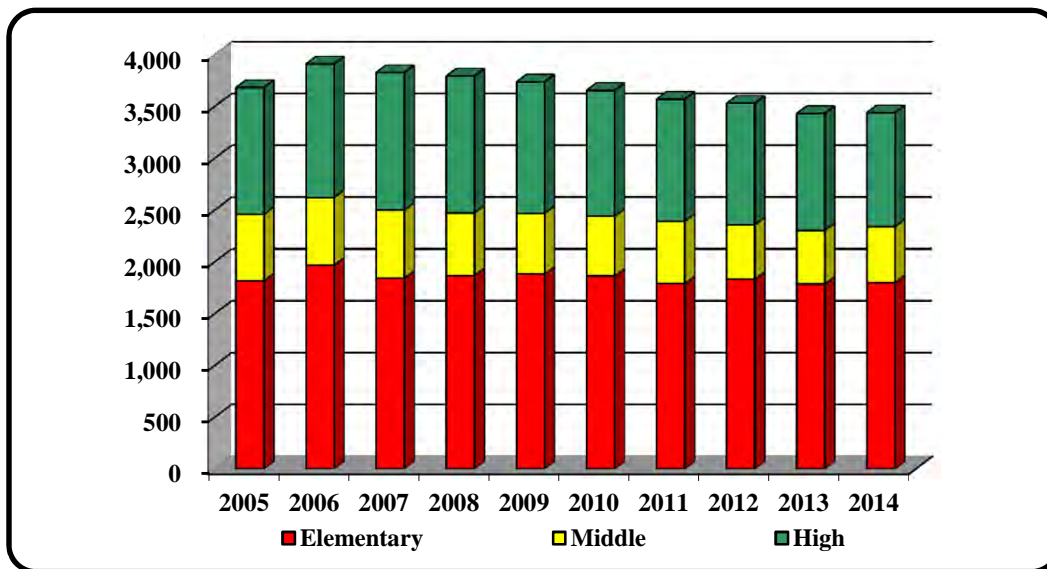
Source: School District Records

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
27	18	19	16	20
48	46	38	39	39
27	32	28	23	25
85	84	84	90	90
38	38	47	46	38
22	23	21	23	20
9	11	11	11	11
4	3	3	3	4
12	13	13	12	13
10	10	8	9	13
<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
<u><u>284</u></u>	<u><u>280</u></u>	<u><u>274</u></u>	<u><u>274</u></u>	<u><u>275</u></u>

## Bedford City School District

### *Enrollment Statistics Last Ten Fiscal Years*

Fiscal Year	Elementary Schools	Middle School	High School	Total
2005	1,817	640	1,223	3,680
2006	1,969	650	1,289	3,908
2007	1,841	656	1,328	3,825
2008	1,867	603	1,322	3,792
2009	1,880	587	1,268	3,735
2010	1,862	576	1,215	3,653
2011	1,788	603	1,177	3,568
2012	1,831	524	1,174	3,529
2013	1,785	516	1,129	3,430
2014	1,799	537	1,101	3,437



Source: Bedford City School Records

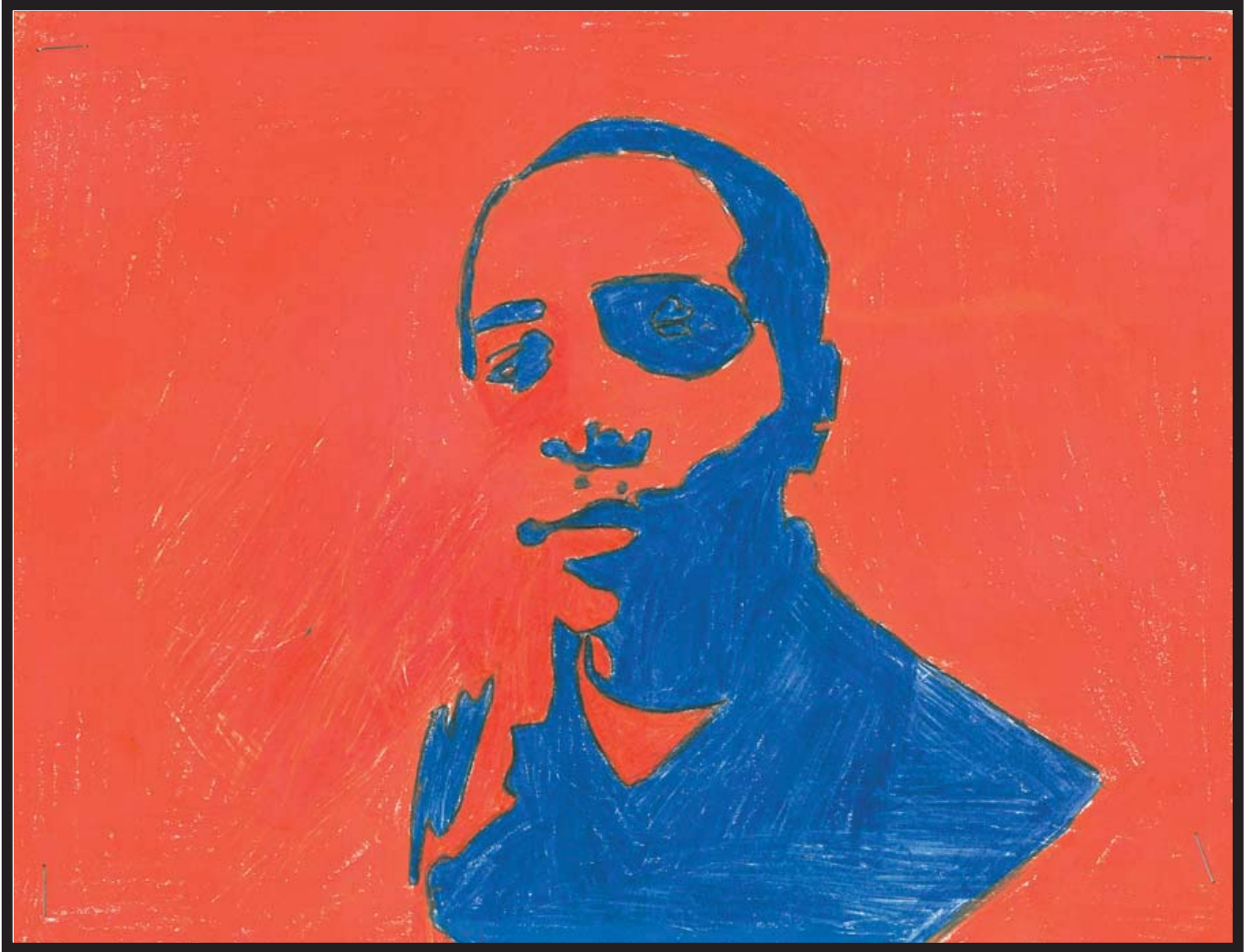
**Bedford City School District**  
*Attendance and Graduation Rates*  
*Last Ten Fiscal Years*

Fiscal Year	Bedford City School District Attendance Rate	State Average	Bedford City School District Graduation Rate *	State Average *
2005	95.00%	94.30%	86.20%	85.90
2006	95.20	94.10	90.40	86.20
2007	95.00	94.10	86.30	86.10
2008	95.00	94.20	84.60	86.90
2009	95.00	97.30	91.90	84.60
2010	94.70	94.30	87.80	83.00
2011	95.10	94.50	82.90	84.30
2012	95.30	94.50	75.40	81.30
2013	93.00	94.20	77.30	84.30
2014	95.00	94.30	78.50	82.20

Source: Ohio Department of Education Local Report Cards

\* Beginning with the 2011-2012 school year the Ohio Department of Education is using the "4-Year Longitudinal Graduation Rate" which places students into a cohort when they enter the 9th grade. Each student is then tracked to identify whether they graduate within four years.

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**Artwork by: Travis Cambell**

8<sup>th</sup> Grade Student

Heskett Middle School

Art Teacher: Rebecca Genao

**Bedford City School District**  
475 Northfield Road, Bedford, Ohio 44146  
Phone: 440-786-3501 • Fax: 440-439-4327







# Dave Yost • Auditor of State

**BEDFORD CITY SCHOOL DISTRICT**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
FEBRUARY 17, 2015**