



Dave Yost • Auditor of State

**CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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**CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2014**

<u>FEDERAL GRANTOR/ Pass Through Grantor Program Title</u>	Grant Year	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed Through Ohio Department of Education:</i>						
Child Nutrition Cluster:						
Non-Cash Assistance (Food Distribution):						
National School Lunch Program	2014	10.555	\$ -	\$ 103,224	\$ -	\$ 103,224
Cash Assistance:						
School Breakfast Program	2014	10.553	335,784	-	335,784	-
National School Lunch Program	2014	10.555	1,393,528	-	1,351,230	-
Total Cash Assistance			1,729,312	-	1,687,014	-
Total Child Nutrition Cluster			1,729,312	103,224	1,687,014	103,224
Child and Adult Care Food Program	2014	10.558	13,586	-	13,586	-
Farm to School Grant	2014	10.560	1,708	-	-	-
TOTAL U.S. DEPARTMENT OF AGRICULTURE			1,744,606	103,224	1,700,600	103,224
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster (IDEA):						
Special Education - Grants to States (IDEA, Part B)	2013	84.027	35,180	-	22,477	-
Special Education - Grants to States (IDEA, Part B)	2014	84.027	1,465,441	-	1,412,303	-
Total Special Education - Grants to States (IDEA, Part B)			1,500,621	-	1,434,780	-
Special Education - Preschool Grants (IDEA Preschool)	2013	84.173	7,500	-	4,707	-
Special Education - Preschool Grants (IDEA Preschool)	2014	84.173	39,244	-	29,731	-
Total Special Education - Preschool Grants (IDEA Preschool)			46,744	-	34,438	-
Total Special Education Cluster (IDEA)			1,547,365	-	1,469,218	-
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA)	2013	84.010	772,690	-	87,028	-
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA)	2014	84.010	2,337,839	-	2,158,614	-
Total Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA)			3,110,529	-	2,245,642	-
Career and Technical Education – Basic Grants to States (Perkins IV)	2013	84.048	23,688	-	20,597	-
Career and Technical Education – Basic Grants to States (Perkins IV)	2014	84.048	279,975	-	241,378	-
Total Career and Technical Education – Basic Grants to States (Perkins IV)			303,663	-	261,975	-
Twenty-First Century Community Learning Centers	2013	84.287	17,713	-	5,177	-
Twenty-First Century Community Learning Centers	2014	84.287	310,274	-	291,849	-
Total Twenty-First Century Community Learning Centers			327,987	-	297,026	-
Improving Teacher Quality State Grants	2013	84.367	102,580	-	70,472	-
Improving Teacher Quality State Grants	2014	84.367	235,337	-	226,173	-
Total Improving Teacher Quality State Grants			337,917	-	296,645	-
Title III, English Language Acquisition Grant	2013	84.365	11,526	-	475	-
Title III, English Language Acquisition Grant	2014	84.365	20,834	-	22,216	-
Total Title III, English Language Acquisition Grant			32,360	-	22,691	-
ARRA - School Improvement Grants	2014	84.388	252,013	-	14,722	-
ARRA - Race To The Top	2013	84.395	126,937	-	67,866	-
ARRA - Race To The Top	2014	84.395	540,720	-	571,614	-
Total Race To The Top			667,657	-	639,480	-
Adult Education - State Grant Program	2013	84.002	84,873	-	21,411	-
<i>Passed Through Cuyahoga Community College</i>						
Adult Education - Rotary Program	2013	84.002	14,610	-	4,538	-
<i>Direct Program:</i>						
Foreign Language Assistance Program	2013	84.293	145,844	-	57,461	-
TOTAL U.S. DEPARTMENT OF EDUCATION			6,824,818	-	5,330,809	-
TOTAL FEDERAL FINANCIAL ASSISTANCE			\$ 8,569,424	\$ 103,224	\$ 7,031,409	\$ 103,224

The accompanying notes are an integral part of this schedule.

**CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2014**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

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

NOTE C – FOOD DONATION PROGRAM

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



Dave Yost • Auditor of State

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

Cleveland Heights-University Heights City School District
Cuyahoga County
2155 Miramar Boulevard
University Heights, Ohio 44118

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Cleveland Heights-University Heights City School District, Cuyahoga County, (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 and have issued our report thereon dated December 30, 2014.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Therefore, unidentified material weaknesses or significant deficiencies may exist. However, as described in the accompanying schedule of findings we identified a certain deficiency in internal control over financial reporting, that we consider a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or a combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the District's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider finding 2014-001 described in the accompanying schedule of findings to be a material weakness.

Compliance and Other Matters

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

District's Response to the Finding

The District's response to the finding identified in our audit is described in the accompanying schedule of findings. We did not audit the District's response and, accordingly, we express no opinion on it.

Purpose of this Report

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



Dave Yost
Auditor of State
Columbus, Ohio

December 30, 2014



Dave Yost • Auditor of State

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

Cleveland Heights-University Heights City School District
Cuyahoga County
2155 Miramar Boulevard
University Heights, Ohio 44118

To the Board of Education:

Report on Compliance for Each Major Federal Program

We have audited the Cleveland Heights-University Heights City School District's (the District) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the District's major federal programs for the year ended June 30, 2014. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the District's major federal programs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the Cleveland Heights-University Heights City School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

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

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

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

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

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

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Cleveland Heights-University Heights City School District (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. We issued our unmodified report thereon dated December 30, 2014. We conducted our audit to opine on the District's basic financial statements. The accompanying Schedule of Federal Awards Receipts and Expenditures presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The Schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this Schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this Schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this Schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Dave Yost
Auditor of State
Columbus, Ohio

December 30, 2014

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**CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2014**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	Yes
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under § .510(a)?	No
(d)(1)(vii)	Major Programs:	Twenty-First Century Community Learning Centers, CFDA # 84.287 ARRA – Race to the Top, CFDA #84.395 Special Education Cluster, CFDA #84.027, 84.173 Title I, CFDA #84.010
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY

SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2014

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

FINDING NUMBER 2014-001

Financial Reporting – Material Weakness

Financial reporting is the responsibility of the Treasurer, Superintendent, and Board of Education and is essential to ensure the information provided to the readers of the financial statements is complete and accurate.

During fiscal year 2014, the District misposted General Fund benefit activity to the Self-Insurance Internal Service Fund, resulting in an overstatement of revenues and expenditures in the Self-Insurance Fund and understatement of revenues and expenditures in the General Fund of \$215,787 and \$1,542,390, respectively.

These amounts were subsequently adjusted by the District on their financial statements. These misstatements were already in the process of being corrected by the District in their accounting system.

Lack of proper controls over the posting of financial transactions resulted in the errors noted above.

We recommend the District take the appropriate measures to ensure that receipts and disbursements are properly posted in its accounting system and financial statements.

Official's Response: We have changed this accounting process effective for fiscal year 2015 and going forward.

3. FINDINGS FOR FEDERAL AWARDS

None

**CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**CORRECTIVE ACTION PLAN
OMB CIRCULAR A -133 § .315 (c)
JUNE 30, 2014**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2014-001	The District has changed its accounting process effective for fiscal year 2015 and going forward.	Immediately	Treasurer

**CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
JUNE 30, 2014**

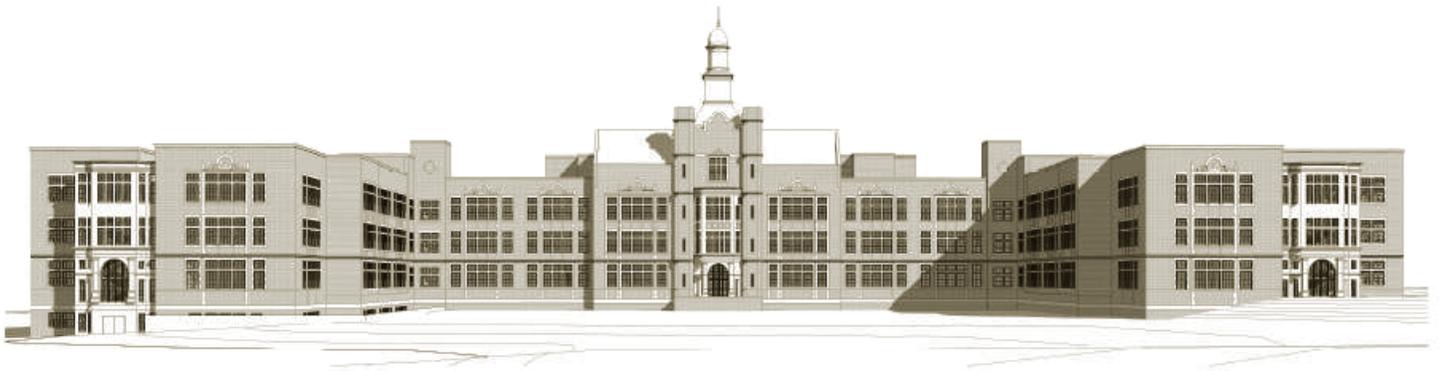
Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid
2013-001	Approval of Transfers and Advances	Yes	
2013-002	Approval of Federal Disbursements	Yes	
2013-003	Inventory Management	No	Partially Corrected, Re-Issued as Management Letter Comment
2013-004	Excluded Parties List System	Yes	

C O M P R E H E N S I V E A N N U A L

Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Cleveland Heights - University Heights City School District – University Heights, Ohio



Introductory

SECTION



ALICE JANIGRO
12th grade, Cleveland Heights High School



HANNAH SMITH
11th grade, Cleveland Heights High School

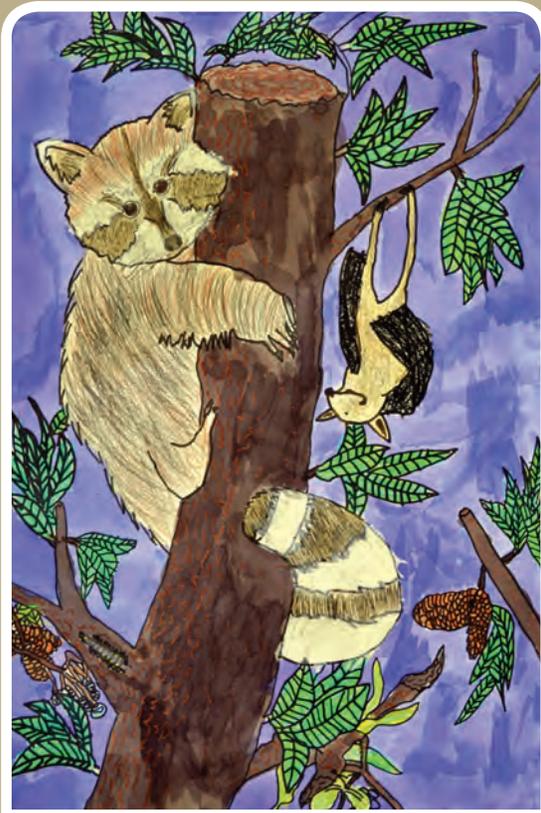
CLEVELAND HEIGHTS - UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT
University Heights, Ohio

C O M P R E H E N S I V E A N N U A L

Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Issued By: Finance Department, A Scott Gainer, Chief Financial Officer



JOSEPHINE NAYPAUER
4th grade, Canterbury Elementary



MAX YOUNG
4th grade, Canterbury Elementary



Cleveland Heights - University Heights City School District

Mission Statement

We will prepare all students for college and life by providing a challenging curriculum (RIGOR) that connects students' lives and their future (RELEVANCE) in a safe, supportive, and nurturing environment (RELATIONSHIPS).

Cleveland
University
Heights



City School District

www.chuh.org

Cleveland Heights-University Heights City School District

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2014

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Cleveland Heights-University Heights City School District

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2014

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Cleveland Heights-University Heights City School District

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Cleveland Heights-University Heights City School District

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A. Scott Gainer
Chief Financial Officer

December 30, 2014

Members of the Board of Education and Residents of the
Cleveland Heights-University Heights City School District

Dear Board Members and Residents:

Ohio law (Ohio Administrative Code Section 117-2-03(B)) requires that all school districts file annual audited financial reports prepared on a GAAP (Generally Accepted Accounting Principles) basis with the Auditor of State within five months of the close of each fiscal year unless an extension is received. This report is published to fulfill that requirement for the fiscal year ended June 30, 2014.

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

The Auditor of State of Ohio, Dave Yost, has issued an unmodified (“clean”) opinion on the Cleveland Heights-University Heights City School District’s financial statements for the year ended June 30, 2014. The Independent Auditor’s Report is located at the front of the financial section of this report.

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

Profile of the School District

The Cleveland Heights-University Heights City School District is one of 613 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The District provides education to 5,693 students in grades kindergarten through twelve. Additionally, the District provides preschool, after school, and adult education services. The District covers approximately 9.6 square miles, serving the cities of Cleveland Heights, University Heights and a small portion of South Euclid, and is located approximately ten miles southeast of downtown Cleveland. Highlights of the history of the Cleveland Heights-University Heights City School District are as follows:

- 1901 East Cleveland Township School Board formed (included the hamlet of Cleveland Heights)
- 1902 Passed issue to build Lee Road School
- 1903 Cleveland Heights became a village
- 1904 District renamed Cleveland Heights School District
- 1905 Expansion of Lee Road School
- 1906 Roxboro Elementary School built
- 1907 First graduation at Heights High
- 1916 Fairfax Elementary School built
- 1916 New high school built on Lee Road site
- 1919 Coventry Elementary School built
- 1922 Noble Elementary School built
- 1923 Taylor Elementary School built
- 1924 Boulevard Elementary School built
- 1925 Oxford Elementary School built
- 1926 New high school at Cedar and Lee Roads built
- 1926 Roosevelt Junior High School built
- 1926 Roxboro Junior High School built
- 1927 Canterbury Elementary school built
- 1929 Superior Opportunity School built
- 1930 Monticello Junior High School built
- 1942 District became Cleveland Heights-University Heights City School District
- 1948 Northwood Elementary School built
- 1949 Belvoir Elementary School built
- 1953 Millikin Elementary School built
- 1954 Wiley Junior High School built
- 1964 Board Administration Building opened

- 1972 Bond issue to construct new Coventry, Boulevard, Fairfax, and Taylor school buildings
- 1987 Northwood Elementary School sold
- 1993 Belvoir School renamed Lauree P. Gearity Elementary School
- 2008 Coventry Elementary School closed
- 2013 Wiley Middle School Closed

Local Economy

The District serves approximately 46,000 residents of the City of Cleveland Heights and approximately 13,500 residents of the City of University Heights, both inner-ring suburbs of the City of Cleveland. Both communities are primarily residential in nature, with a diverse base of residents. The proximity and easy access of the cities to major cultural, educational, and medical facilities in northeast Ohio typically contributes to climbing property values, a key indicator of a community's economic health and stability where the primary "industry" is housing, although both communities have experienced a significant number of home foreclosures and flat or decreasing property values consistent with the overall trend in Ohio and nationally.

State funding of schools continues to change with each biennial budget. In the short-term, State funding to the District has been fairly consistent despite changing formulas over the years. In response to decreases in property tax revenue due to foreclosures, the District has engaged in ongoing operating reductions, including the closing of Wiley Middle School as part of a comprehensive facilities plan. The District successfully passed a 6.9 mill operating levy in November, 2011 and anticipates an operating levy in calendar year 2015.

Economic Condition and Outlook

The cities of Cleveland Heights and University Heights are primarily residential, and with the economic downturn, property tax collections have been affected through foreclosures and delinquencies. It is expected that tax collections will remain relatively constant at the reduced level for the foreseeable future.

Student enrollment for the 2003 school year was 6,821. Enrollment for the 2014 school year was 5,693.

Long-Term Financial Planning

Financial Highlights - Internal Service Funds - The only internal service funds carried on the financial records of the District are related to the self-insurance and the workers' compensation fund. These funds account for the revenues and expenses related to the provision of medical and workers' compensation program. The internal service funds had a net position of \$3,287,795 at June 30, 2014 compared with a net position of \$2,990,309 at June 30, 2013. The District is meeting its claim liability.

The most recent District five-year forecast indicates a positive cash balance through 2017, with a \$17.1 million deficit beginning in 2018. To compensate for declining property tax revenue and reduced interest income, the District is continuing to pursue various cost-containment and cost-savings strategies. The District entered into the Expedited Local Partnership Program with the Ohio School Facilities Commission to have a complete evaluation of facilities done in an effort to streamline operations and enhance delivery of instruction and successfully passed a bond issue in November of 2013. As indicated previously, the District also successfully passed a 6.9 mill operating levy in November 2011 and anticipates another operating ballot issue in calendar year 2015.

Relevant Financial Policies

Statutorily, the District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code, to provide educational services prescribed by State and/or Federal agencies. The Board of Education is made up of five members elected at large, for overlapping four-year terms. The Board of Education elects its President and Vice President annually and appoints two officials: the Superintendent, who serves as the Chief Executive Officer, and the Treasurer, who serves as Chief Financial Officer. A complete organizational chart is included in this Introductory Section.

In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the District (the primary government) and its potential component units. Excluded from the reporting entity, because they are fiscally independent of the District, are the City of Cleveland Heights, the City of University Heights, the Parent-teacher Organization, and the parochial and private schools operating within the boundaries of the District.

The District is associated with two organizations, the Ohio Schools' Council and the Cleveland Heights-University Heights Public Library. The Ohio Schools' Council is a jointly governed organization whose relationship to the District is described in Note 16 to the accompanying financial statements. The Cleveland Heights-University Heights Public Library is a related organization and is described in Note 20 to the accompanying financial statements.

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

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

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

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

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

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Fiscal Officer must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates. All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund level. All purchase order requests must be approved by the site administrator or central office administrator and be certified by the Treasurer; necessary funds are then encumbered and purchase orders released to the vendors. Those requests, which exceed the available appropriations, are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. On-line inquiry of account balances is available to all budget managers. As an additional safeguard, all employees are covered by a blanket bond and certain individuals in policy making roles are covered by a separate higher limit bond.

The District has a comprehensive cash management program, which consists of expediting receipt of revenues and prudently depositing and investing available cash balances. The available cash of the District's individual funds is combined into a single cash pool and invested according to cash flow projections. The District invests in Certificates of Deposit, U.S. Treasury Notes, Government Securities, Commercial Paper and STAR Ohio, an investment pool operated by the Treasurer of the State of Ohio. Interest earned on investments is distributed in accordance with Board of Education authorization. During fiscal year 2014, the District earned \$504,723 in investment income of which \$57,813 was credited to the General Fund.

The basis of accounting and the various funds utilized by the District are fully described in Note 1 to the financial statements. Additional information on the District's budgetary accounting can also be found in Notes 1 and 3.

Major Initiatives

The District continues innovative programs such as the 1-1 technology initiative, where all students in the middle schools and the high school have an iPad or laptop to allow for 21st century learning and eliminate access barriers to technology for our students. Additionally, the high school "small schools" initiative continues to evolve, and now each learning community is based on one of three pathways: Discovery – learning from the perspective of people interacting with the physical world; Society – learning from the perspective of people interacting with others; and Creativity – learning from the perspective of expressing and celebrating the human spirit. As mentioned previously, the District is also developing a master facilities plan, resulting in successful passage of a bond issue in 2013.

The Board and administration continue to be committed to ongoing fiscal responsibility and accountability, continuing to pursue various cost-containment and cost-savings strategies.

Awards and Acknowledgements

Awards

The District was awarded the Government Finance Officers Association in the United States and Canada (GFOA) Certificate of Achievement for Excellence in Financial Reporting (CAFR) for its comprehensive annual financial report for the fiscal year ended June 30, 2013.

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

The District has determined that it will apply for the Certificate of Achievement for Excellence in Financial Reporting for its comprehensive annual financial report for the fiscal year June 30, 2014.

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

The Association of School Business Officials International also awarded a Certificate of Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the year ended June 30, 2013. The Association's Panel of Review judged that the District's report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program. This certificate is awarded upon recommendation of the Association's Panel of Review and is valid for a period of one year only.

Acknowledgements

The publication of the Comprehensive Annual Financial Report enhances the District's accountability to the citizens of the District. The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's Office and numerous other District staff members. Our appreciation is also expressed to the firm of Ciuni & Panichi, Inc. for their assistance in preparing and reviewing this financial report.

Respectfully submitted,



A. Scott Gainer
Chief Financial Officer



Talisa L. Dixon, Ph.D.
Superintendent

Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

Cleveland Heights-University Heights City School District

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2013*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



A handwritten signature in cursive script, reading 'Terrie S. Simmons', written over a horizontal line.

Terrie S. Simmons, RSBA, CSBO
President

A handwritten signature in cursive script, reading 'John D. Musso', written over a horizontal line.

John D. Musso, CAE, RSBA
Executive Director



Government Finance Officers Association

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

Presented to

**Cleveland Heights-University Heights
City School District, Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

Principal Officials

AS OF JUNE 30, 2014

**CHIEF FINANCIAL
OFFICER**

Mr. A. Scott Gainer

BOARD OF EDUCATION

Mr. Ron Register, President
Ms. Nancy Pepler, Vice President
Mr. Eric Coble, Board Member
Mr. Eric Silverman, Board Member
Mr. Kal Zucker, Board Member

SUPERINTENDENT

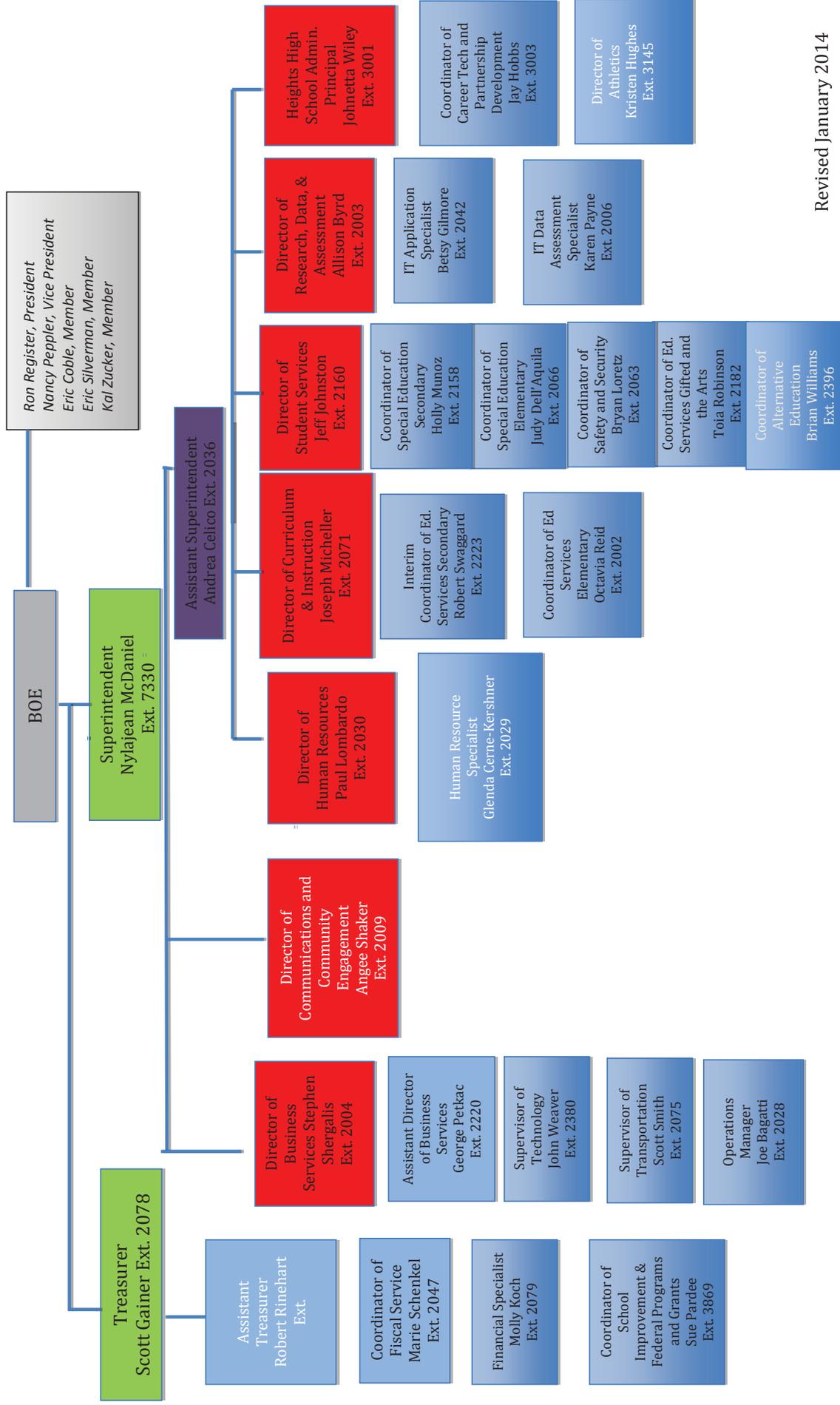
Dr. Nylajeon McDaniel



HELENA DUFFY

2nd grade, Canterbury Elementary

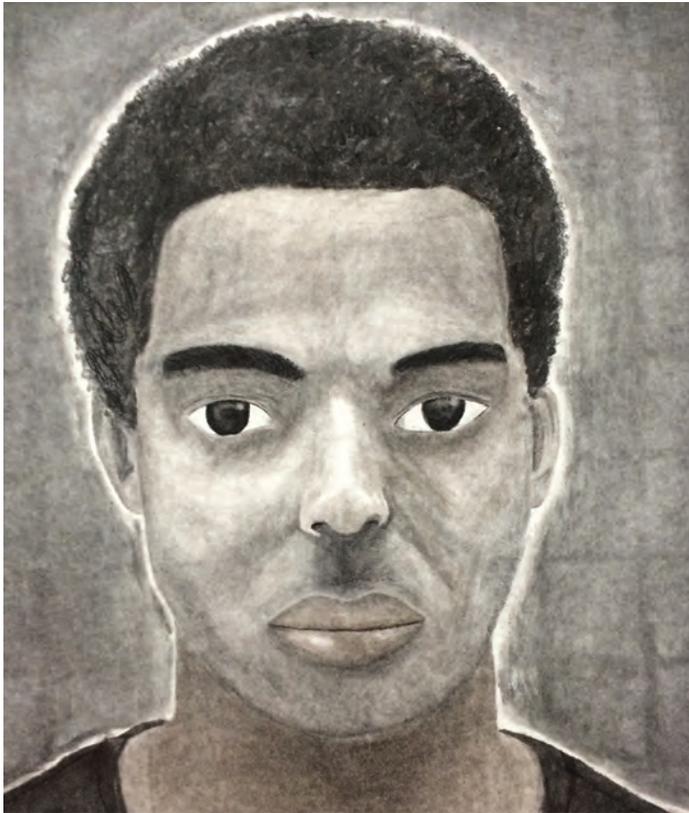
CLEVELAND HEIGHTS UNIVERSITY HEIGHT Central Office Organizational Chart



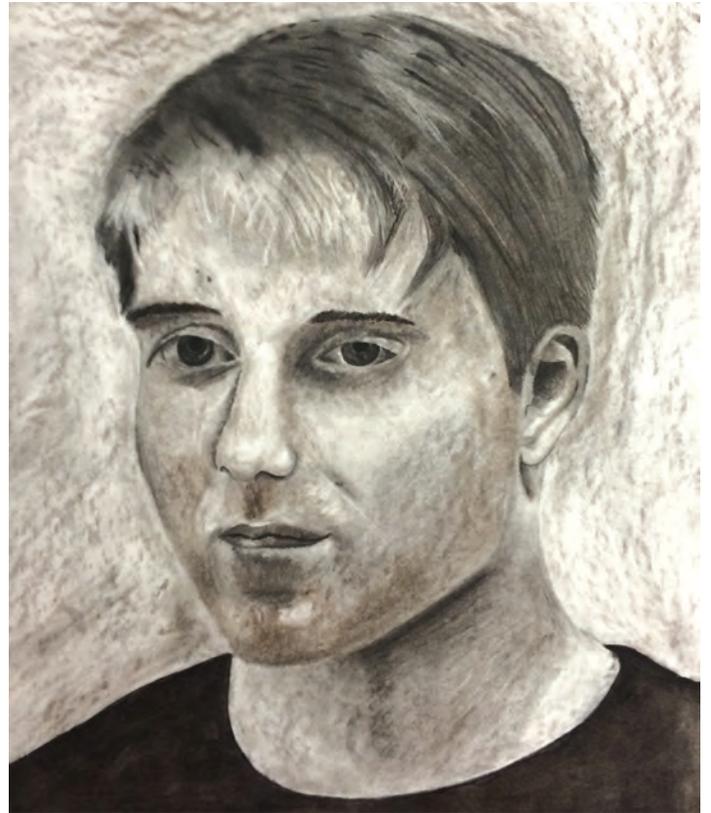
Revised January 2014

Financial

S E C T I O N



JAMEEL GASKINS
11th grade, Cleveland Heights High School



MAXXWELL MARSHALL
12th grade, Cleveland Heights High School





Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Cleveland Heights-University Heights City School District
Cuyahoga County
2155 Miramar Boulevard
University Heights, Ohio 44118

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Cleveland Heights-University Heights 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 preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Cleveland Heights-University Heights City School District, Cuyahoga County, 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 thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2014, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Dave Yost
Auditor of State
Columbus, Ohio

December 30, 2014

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Cleveland
University **Heights**



City School District

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2014

Our discussion and analysis of the Cleveland Heights-University Heights City School District's (the District) financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2014. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review the transmittal letter, notes to the basic financial statements and the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2014 are as follows:

In total, net position increased \$5,590,509 which represents an 8.2 percent increase from the prior year. Net position of governmental activities decreased \$5,754,620 from 2013. Net position of business-type activities increased \$11,345,129 from 2013.

For governmental activities, general revenues accounted for \$116,242,079 in revenue or 90% of all revenues. Program specific revenues in the form of charges for services and grants accounted for \$13,395,774 or 10% of total revenues of \$129,637,853.

The District had \$124,336,053 in expenses related to governmental activities; only \$13,395,774 of these expenses was offset by program specific charges for services and grants. The governmental activities also had net transfers out of \$11,056,420. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$116,242,079 were unable to provide for these programs and transfers resulting in a decrease of net position from \$79,991,522 to \$74,236,902.

Governmental activities expenses increased approximately 4.1 percent from the prior year. Instructional expenses made up 54 percent of total governmental activities expenses while support services account for 39 percent. Other expenses rounded out the remaining 7 percent.

The District had \$3,298,106 in expenses related to business-type activities; a total of \$3,586,815 was offset by program specific charges for services and grants which were adequate to provide for these programs by \$288,709. Additionally, net transfers totaled \$11,056,420, resulting in an increase of net position from \$(12,137,274) to \$(792,145).

The District's major governmental funds are the General Fund and Building Fund, which was a new fund in 2014. The General Fund had \$110,147,139 in revenues and other financing sources and \$122,006,030 in expenditures and other financing uses. The General Fund balance decreased \$11,858,891, from \$42,583,984 to \$30,725,093. The Building Fund had \$157,609,863 in revenues and other financing sources and \$4,463,971 in expenditures and other financing uses and ended the year with a fund balance of \$153,145,892.

Using this Comprehensive Annual Financial Report (CAFR)

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

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2014

The Statement of Net Position and Statement of Activities provide information about the activities of the whole District, presenting both an aggregate view of the 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 District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the District, the General Fund and Building Fund are by far the most significant funds and are reported as major funds.

Reporting the School District as a Whole

The Statement of Net Position and Statement of Activities

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps to answer this question. These 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 private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the District's net position and changes in it. This change in net position is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs, and other factors. In the Statement of Net Position and the Statement of Activities, the District reports governmental activities. Governmental activities are the activities where most of the District's programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major governmental funds begins on page 11 of the financial statements. The governmental fund financial statements begin on page 20 and provide detailed information about the major governmental funds and nonmajor governmental funds – not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's three types of funds, governmental, proprietary and fiduciary, use different accounting approaches as further described in the notes to the financial statements. The District's major governmental funds are the General Fund and Building Fund. The Bellefaire General Rotary Fund is the District's only major enterprise fund.

Governmental Funds

Most of the 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

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2014

are reported using an accounting method called modified accrual accounting, which measures cash and other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or less financial resources available to spend in the near future to finance the District's 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 basic financial statements.

Proprietary Funds

Proprietary funds use the accrual basis of accounting, the same as on the government-wide statements; therefore the statements will essentially match the business-type activities portion of the government-wide statements.

Fiduciary Funds

The District acts in a trustee capacity as an agent for individuals, private organizations, other governmental units and/or other funds. These activities are reported in an agency fund. The District's fiduciary activities are reported in a separate statement on page 30. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the District as a whole. The table below provides a summary of the District's net position for 2014 and 2013.

Net Position

	Governmental Activities <u>2014</u>	Business-Type Activities <u>2014</u>	Governmental Activities <u>2013</u>	Business-Type Activities <u>2013</u>
Assets:				
Current and other assets	\$ 287,661,054	\$ (1,031,610)	\$ 129,793,386	\$ (12,434,459)
Capital assets, net	<u>37,885,939</u>	<u>440,105</u>	<u>35,073,375</u>	<u>472,519</u>
Total assets	<u>325,546,993</u>	<u>(591,505)</u>	<u>164,866,761</u>	<u>(11,961,940)</u>
Liabilities:				
Current and other liabilities	14,929,574	132,855	6,809,606	111,920
Long-term liabilities	<u>176,200,910</u>	<u>67,785</u>	<u>19,939,492</u>	<u>63,414</u>
Total liabilities	<u>191,130,484</u>	<u>200,640</u>	<u>26,749,098</u>	<u>175,334</u>
Deferred inflows of resources	<u>60,179,607</u>	-	<u>58,126,141</u>	-
Net position:				
Net investment in capital assets	30,541,659	440,105	28,594,961	472,519
Restricted	11,430,276	-	6,794,785	-
Unrestricted (deficit)	<u>32,264,967</u>	<u>(1,232,250)</u>	<u>44,601,776</u>	<u>(12,609,793)</u>
Total net position (deficit)	<u>\$ 74,236,902</u>	<u>\$ (792,145)</u>	<u>\$ 79,991,522</u>	<u>\$ (12,137,274)</u>

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2014

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2014, the District's assets exceeded liabilities and deferred inflows of resources by \$73,444,757.

Total assets increased by \$172,050,667 due to an increase in equity in pooled cash and investments and taxes receivable.

Cash increased by \$160,335,919. Last year's cash balance of \$34,034,403 included restricted assets of \$4,226,341. This year's cash balance of \$194,545,281 includes restricted assets of \$4,401,300. The increase in cash is due to the issuance of bonds and certificates of participation. Taxes receivable increased by \$9,547,964 because the voters approved a new bond levy in November 2013.

Net investment in capital assets reported on the government-wide statements represents 41 percent of total governmental activities net position for fiscal year 2014. Capital assets include land, construction in progress, buildings and improvements, furniture, fixtures and equipment and vehicles, and are used to provide services to students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's governmental activities net position, \$11,430,276, or 15 percent, represents resources that are subject to external restrictions on how the funds may be used. Of the total restricted governmental activities net position, \$7,308,765 is restricted for debt service payments, including the Qualified Zone Academy Bonds, \$3,749,045 is restricted for capital projects, and \$372,466 is restricted for other purposes. The remaining balance of governmental activities net position \$32,264,967 is an unrestricted amount available to meet the government's ongoing obligations to students and staff.

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2014

	Changes in Net Position			
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities
	<u>2014</u>	<u>2014</u>	<u>2013</u>	<u>2013</u>
Revenues:				
Program revenues:				
Charges for services	\$ 5,513,276	\$ 1,718,524	\$ 5,398,450	\$ 1,325,079
Operating grants	<u>7,882,498</u>	<u>1,868,291</u>	<u>8,453,767</u>	<u>2,123,327</u>
Total program revenues	<u>13,395,774</u>	<u>3,586,815</u>	<u>14,068,135</u>	<u>3,448,406</u>
General revenues:				
Property taxes	83,186,538	-	73,045,069	-
Grants and entitlements	31,506,047	-	30,580,845	-
Investment earnings	504,723	-	230,870	-
Miscellaneous	<u>1,044,771</u>	<u>-</u>	<u>1,276,706</u>	<u>-</u>
Total general revenues	<u>116,242,079</u>	<u>-</u>	<u>104,917,572</u>	<u>-</u>
Total revenues	<u>129,637,853</u>	<u>3,586,815</u>	<u>118,985,707</u>	<u>3,448,406</u>
Program expenses:				
Instruction:				
Regular	41,223,022	-	43,005,293	-
Special	15,496,883	-	12,536,158	-
Vocational	2,199,170	-	1,988,214	-
Adult/continuing	46	-	258,202	-
Other instruction	8,817,024	-	8,257,928	-
Support services:				
Pupil	7,674,501	-	9,412,636	-
Instructional staff	5,838,505	-	8,004,270	-
Board of education	702,812	-	584,645	-
Administration	8,077,153	-	5,922,772	-
Fiscal	2,920,898	-	2,980,897	-
Business	1,748,679	-	556,890	-
Operation and maintenance of plant	13,286,205	-	12,391,012	-
Pupil transportation	4,168,805	-	4,616,743	-
Central	3,966,623	-	4,452,855	-
Food service operations	20,162	-	15,636	-
Community services	2,255,657	-	2,100,792	-
Shared services	5,149	-	-	-
Other non-instructional services	926	-	120,356	-
Extracurricular activities	2,157,104	-	1,955,860	-
Interest and fiscal charges	3,776,729	-	299,445	-
Food services	-	2,442,610	-	2,507,990
Uniform school supplies	-	31,744	-	21,260
Customer services	-	-	-	34,212
Community services/early childhood	-	821,397	-	770,293
Bellefaire general rotary	<u>-</u>	<u>2,355</u>	<u>-</u>	<u>3,114,669</u>
Total program expenses	<u>124,336,053</u>	<u>3,298,106</u>	<u>119,460,604</u>	<u>6,448,424</u>
Change in net position before transfers	5,301,800	288,709	(474,897)	(3,000,018)
Transfers	<u>(11,056,420)</u>	<u>11,056,420</u>	<u>-</u>	<u>-</u>
Change in net position	(5,754,620)	11,345,129	(474,897)	(3,000,018)
Net position at beginning of year	<u>79,991,522</u>	<u>(12,137,274)</u>	<u>80,466,419</u>	<u>(9,137,256)</u>
Net position at end of year	<u>\$ 74,236,902</u>	<u>\$ (792,145)</u>	<u>\$ 79,991,522</u>	<u>\$ (12,137,274)</u>

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2014

Governmental Activities

The District passed an 8.5 mill levy in March 2004, a 7.2 mill levy in November 2007, a 6.9 mill levy in November 2011 and most recently a \$134.8 bond issue in November 2013. Additionally, the District cut \$6 million from the budget for the 2004-2005 fiscal year, \$1 million from the 2007-2008 fiscal year budget by closing an elementary school, and \$3 million from the 2009-2010 fiscal year budget. Among governmental funds, this had the most significant impact on net position of governmental activities over the past several years.

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by the levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home was reappraised and its value was increased to \$200,000 (and this inflationary increase in value is comparable to other property owners), the effective tax rate would become 0.5 mills and the owner would still pay \$35.00. Thus, school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to voters to maintain a constant level of service. Property taxes made up 64 percent of total governmental activities revenues for the District in fiscal year 2014.

Instruction and support services comprise 54 percent and 39 percent of governmental program expenses, respectively. The operation of non-instructional services made up 4 percent of governmental program expenses. Interest expense was 3 percent. Interest expense was attributable to the outstanding bonds and other borrowings for capital projects. Overall, governmental program expenses increased approximately \$4.9 million, mainly due to an increase in interest and fiscal charges. Interest and fiscal charges are up due to the large increase in long-term liabilities related to new debt issued in fiscal year 2014 for facility upgrades that are planned over the next few years.

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2014

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2014 and 2013. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

	Governmental Activities			
	<u>Total Cost of Services 2014</u>	<u>Net Cost of Services 2014</u>	<u>Total Cost of Services 2013</u>	<u>Net Cost of Services 2013</u>
Program expenses:				
Instruction	\$ 67,736,145	\$ 56,569,590	\$ 66,045,795	\$ 54,342,005
Pupil and instructional staff	13,513,006	13,405,020	17,416,906	17,326,639
Board of education, administration, fiscal and business	13,449,542	13,389,759	10,045,204	10,018,859
Operation and maintenance - plant	13,286,205	13,286,205	12,391,012	12,391,012
Pupil transportation	4,168,805	4,142,640	4,616,743	4,591,646
Central services	3,966,623	3,966,623	4,452,855	4,452,855
Food service operations	20,162	20,162	15,636	15,636
Community services	2,255,657	323,342	2,100,792	249,765
Shared services	5,149	5,149	-	-
Other non-instructional services	926	926	120,356	120,356
Extracurricular activities	2,157,104	2,054,134	1,955,860	1,800,169
Interest and fiscal charges	<u>3,776,729</u>	<u>3,776,729</u>	<u>299,445</u>	<u>299,445</u>
Total program expenses	\$ <u>124,336,053</u>	\$ <u>110,940,279</u>	\$ <u>119,460,604</u>	\$ <u>105,608,387</u>

The dependence upon tax revenues during fiscal year 2014 for governmental activities is apparent.

Business-Type Activities

Business-type activities include Bellefaire, food service operation, uniform school supplies, customer services and community services/early childhood. These programs had revenues, including transfers, of \$14,643,235 and expenses of \$3,298,106 for fiscal year 2014. The Bellefaire General Rotary Fund had expenses of \$2,355 and revenues of \$683,844. Additionally, it had transfers of \$9,969,120, which resulted in an increase of net position for the fiscal year of \$10,650,609. The other enterprise funds had expenses, including transfers, of \$3,303,950 and revenues, including transfers, of \$3,998,470. This resulted in an increase to net position for the fiscal year of \$694,520.

The School District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as useful measure of a government's net resources available for spending at the end of the fiscal year.

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2014

As of the end of the current year, the District's governmental funds reported combined ending fund balances of \$194,565,525, an increase of \$146,200,570 in comparison with the prior year. Approximately 9.7 percent of this total amount, \$18,947,089 constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of the fund balance is not available for new spending because it is restricted by external parties, \$164,189,868; has already been committed or assigned, \$10,942,612; or is in a nonspendable form, \$485,956.

The General Fund is the chief operating fund of the District. The District's General Fund balance decreased by \$11,858,891 in fiscal year 2014 due to transfers out of \$11,615,690 to cover deficit fund balances in other District funds.

<u>Revenues</u>	2014 <u>Amount</u>	2013 <u>Amount</u>	Percentage <u>Change</u>
Taxes	\$ 72,861,915	\$ 68,852,166	6%
Interest earnings	57,813	100,159	(42)%
Intergovernmental	30,692,116	29,545,832	4%
Other revenue	<u>6,198,096</u>	<u>5,540,842</u>	12%
Total	\$ <u>109,809,940</u>	\$ <u>104,038,999</u>	

The property tax revenue increased \$4,009,749. This increase is directly related to the amount of taxes available for advance at June 30, 2014.

Other revenue increased \$657,254. This increase is mainly due to an increase in tuition revenue.

The table that follows assists in illustrating the expenditures of the General Fund.

<u>Expenditures by Function</u>	2014 <u>Amount</u>	2013 <u>Amount</u>	Percentage <u>Change</u>
Instruction	\$ 64,696,566	\$ 62,209,878	4%
Support services	43,854,752	42,129,853	4%
Other non-instructional services	18,724	119,279	(84)%
Food service operations	14,823	8,230	80%
Extracurricular activities	1,627,470	1,483,614	10%
Debt service	<u>178,005</u>	<u>555,550</u>	(68)%
Total	\$ <u>110,390,340</u>	\$ <u>106,506,404</u>	

Overall, increase in instruction is due to an increase in special education expenses. Some costs allocated to the Bellefaire General Rotary Fund in the past were re-allocated to the General Fund. Debt service payments decreased due to the expiration of a large computer equipment capital lease in 2013.

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2014

Proprietary Funds

The District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Other factors concerning the finances of these funds have already been addressed in the discussion of the District's business-type activities.

General Fund Budget Information

The 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 District amended its budget to reflect the fluctuations of actual revenues received/collected. The District uses a modified site-based budgeting technique which is designed to tightly control site budgets but provide flexibility for site management.

The District's General Fund budget was prepared and approved at the fund level for fiscal year 2014. During the course of fiscal year 2014, the total budget was changed multiple times. For the General Fund, final budgeted revenues and other financing sources were \$90,690,839, or \$15,420,813 lower than the original budget. The decrease was due to a decrease in budgeted other revenues. Actual revenues and other financing sources for fiscal year 2014 were \$120,758,483. Actual differed from the final budget mainly due to higher than anticipated collection of intergovernmental revenue and advances in offset by a smaller than expected taxes revenue. General Fund original appropriations and other financing uses of \$107,134,628 increased to \$119,959,560 in the final budget. The increase was due to higher budgeted costs across all functions. The actual expenditures and other financing uses for fiscal year 2014 totaled \$119,746,580, which was \$212,980 less than the final budget appropriations. Actual differed from final budget due to lower than anticipated other financing uses.

Capital Assets

The District had \$38,326,044 invested in capital assets net of depreciation, with \$37,885,939 attributed to government activities. Net acquisition for government activities totaled \$5,403,173 and depreciation was \$2,511,989. There was a loss on disposals of \$78,620. The majority of the additions were for projects that were still in process at year-end related to building renovations and improvements. Detailed information regarding capital asset activities is included in the notes to the basic financial statements (Note 9).

Debt

At June 30, 2014, the District has \$148,518,415 in outstanding long-term bond debt and of this amount \$530,000 is due within one year. The District paid \$1,065,000 in principal on bonds outstanding. In addition, the District has \$20,970,227 of certificates of participation outstanding at June 30, 2014 and of this amount \$670,000 is due within one year. The District has capital leases of \$246,742 outstanding at June 30, 2014, with \$99,238 due within one year. The District paid \$160,155 on capital leases outstanding during the fiscal year ended June 30, 2014. During 2014, the District issued \$134,799,915 of general obligation (unlimited tax) school improvement bonds and \$21,000,000 of certificates of participation for the facilities master plan project. Detailed information regarding long-term debt activity and capital lease obligations activity is included in the notes to the basic financial statements (Notes 14 and 15, respectively).

Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2014

Economic Factors

The Board of Education and the administration closely monitor its revenues and expenditures in accordance with its financial forecast. The financial future of the District is not without its challenges. These challenges stem from issues that are local and at the State level. At the local level, the taxpayers must approve additional levies to pay for unfunded mandates as well as continue the programs they have come to expect as normal operations. The State and local economy is stressed after experiencing a recession. Recovery is anticipated to be slow and drawn out.

The District is dependent on local taxpayers. As discussed earlier, the District passed an 8.5 mill levy in March of 2004. However, as the District lost approximately \$9 million in tax collection due to prior levy defeats, the District was required to make \$6 million in permanent budget reductions. Additionally the District passed a 7.2 mill levy in November of 2007 and a 6.9 mill levy in 2011. The Board of Education and administration of the District continue to exercise careful financial planning and prudent fiscal management in order to preserve the financial stability of the District, including closing an elementary school at the end of fiscal year 2007 to provide more efficient and effective instruction at the elementary level while saving nearly \$1 million annually in operating costs, as well as closing a middle school at the end of fiscal year 2013 saving \$1.5 million in operating costs. The District continues to streamline operations and annually identifies potential budget reductions and opportunities to operate efficiently and effectively.

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 District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Mr. A. Scott Gainer, Chief Financial Officer, Cleveland Heights - University Heights City School District by calling (216) 371-7171.

CLEVELAND HEIGHTS - UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT

University Heights, Ohio



KYLE WASHINGTON-ROSS
12th grade
Cleveland Heights High School

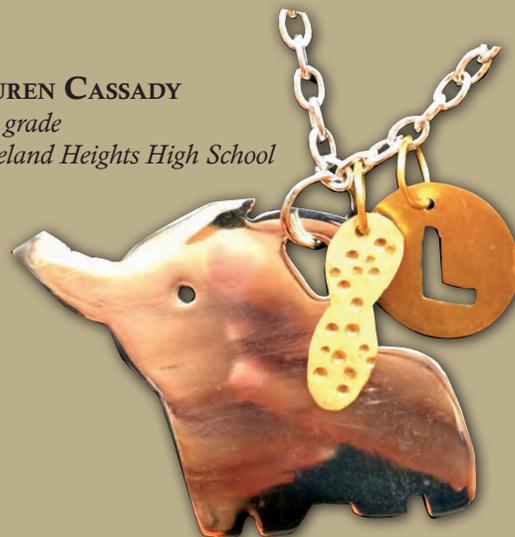


MICHELLE POSCH
11th grade
Cleveland Heights High School



PAIGE COLBERT
5th grade
Fairfax Elementary

LAUREN CASSADY
12th grade
Cleveland Heights High School



Cleveland Heights - University Heights City School District

Basic Financial Statements



PATRICK WALDRON
2nd grade, Fairfax Elementary

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Cleveland Heights-University Heights City School District

Statement of Net Position

June 30, 2014

	Primary Government		Total
	Governmental Activities	Business - Type Activities	
Assets:			
Equity in pooled cash and investments	\$ 190,096,956	\$ 47,025	\$ 190,143,981
Accounts receivable	355,046	3,119	358,165
Prepaid items	123,315	-	123,315
Intergovernmental receivable	3,543,032	-	3,543,032
Internal balances	1,116,512	(1,116,512)	-
Materials and supplies inventory	485,956	9,484	495,440
Inventory held for resale	-	25,274	25,274
Taxes receivable	87,538,937	-	87,538,937
Restricted cash and investments	4,401,300	-	4,401,300
Nondepreciable capital assets	6,200,331	-	6,200,331
Depreciable capital assets, net	<u>31,685,608</u>	<u>440,105</u>	<u>32,125,713</u>
Total assets	<u>325,546,993</u>	<u>(591,505)</u>	<u>324,955,488</u>
Liabilities:			
Accounts payable	2,671,261	53,790	2,725,051
Accrued wages and benefits	7,517,107	27,495	7,544,602
Matured compensated absences	410,411	-	410,411
Intergovernmental payable	1,944,395	51,570	1,995,965
Accrued interest payable	761,300	-	761,300
Claims payable	1,625,100	-	1,625,100
Long-term liabilities:			
Due within one year	1,748,705	4,745	1,753,450
Due in more than one year	<u>174,452,205</u>	<u>63,040</u>	<u>174,515,245</u>
Total liabilities	<u>191,130,484</u>	<u>200,640</u>	<u>191,331,124</u>
Deferred inflows of resources:			
Property taxes	<u>60,179,607</u>	<u>-</u>	<u>60,179,607</u>
Net position:			
Net investment in capital assets	30,541,659	440,105	30,981,764
Restricted for:			
Capital projects	3,749,045	-	3,749,045
Debt service	2,907,465	-	2,907,465
Federal programs	372,466	-	372,466
Qualified Zone Academy Bond retirement	4,401,300	-	4,401,300
Unrestricted (deficit)	<u>32,264,967</u>	<u>(1,232,250)</u>	<u>31,032,717</u>
Total net position (deficit)	<u>\$ 74,236,902</u>	<u>\$ (792,145)</u>	<u>\$ 73,444,757</u>

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Statement of Activities

For the Fiscal Year Ended June 30, 2014

	<u>Expenses</u>	<u>Program Revenues</u>	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>
Governmental activities:			
Instruction:			
Regular	\$ 41,223,022	\$ 2,033,784	\$ 1,275,340
Special	15,496,883	3,048,640	4,164,420
Vocational	2,199,170	241,934	302,953
Adult/continuing	46	-	99,484
Other instruction	8,817,024	-	-
Support services:			
Pupil	7,674,501	-	107,986
Instructional staff	5,838,505	-	-
Board of education	702,812	-	-
Administration	8,077,153	59,783	-
Fiscal	2,920,898	-	-
Business	1,748,679	-	-
Operations and maintenance of plant	13,286,205	-	-
Pupil transportation	4,168,805	26,165	-
Central	3,966,623	-	-
Operation of non-instructional services:			
Food service operations	20,162	-	-
Community services	2,255,657	-	1,932,315
Shared services	5,149	-	-
Other operation of non-instructional services	926	-	-
Extracurricular activities	2,157,104	102,970	-
Interest and fiscal charges	<u>3,776,729</u>	<u>-</u>	<u>-</u>
Total governmental activities	<u>124,336,053</u>	<u>5,513,276</u>	<u>7,882,498</u>
Business-type activities:			
Food services	2,442,610	331,037	1,868,291
Uniform school supplies	31,744	28,907	-
Customer services	-	11,890	-
Community services/early childhood	821,397	662,846	-
Bellefaire General Rotary	<u>2,355</u>	<u>683,844</u>	<u>-</u>
Total business-type activities	<u>3,298,106</u>	<u>1,718,524</u>	<u>1,868,291</u>
Totals	<u>\$ 127,634,159</u>	<u>\$ 7,231,800</u>	<u>\$ 9,750,789</u>

General revenues:
 Property taxes levies for:
 General purpose
 Debt service
 Capital projects
 Grant and entitlements not restricted to
 specific programs
 Investment earnings
 Miscellaneous
 Transfers
 Total general revenues and transfers
 Change in net position
 Net position (deficit) at beginning of year
 Net position (deficit) at end of year

The accompanying notes are an integral part of these financial statements.

<u>Primary Government</u>		
<u>Governmental</u> <u>Activities</u>	<u>Business -</u> <u>Type</u> <u>Activities</u>	<u>Total</u>
\$ (37,913,898)	\$ -	\$ (37,913,898)
(8,283,823)	-	(8,283,823)
(1,654,283)	-	(1,654,283)
99,438	-	99,438
(8,817,024)	-	(8,817,024)
(7,566,515)	-	(7,566,515)
(5,838,505)	-	(5,838,505)
(702,812)	-	(702,812)
(8,017,370)	-	(8,017,370)
(2,920,898)	-	(2,920,898)
(1,748,679)	-	(1,748,679)
(13,286,205)	-	(13,286,205)
(4,142,640)	-	(4,142,640)
(3,966,623)	-	(3,966,623)
(20,162)	-	(20,162)
(323,342)	-	(323,342)
(5,149)	-	(5,149)
(926)	-	(926)
(2,054,134)	-	(2,054,134)
<u>(3,776,729)</u>	<u>-</u>	<u>(3,776,729)</u>
<u>(110,940,279)</u>	<u>-</u>	<u>(110,940,279)</u>
-	(243,282)	(243,282)
-	(2,837)	(2,837)
-	11,890	11,890
-	(158,551)	(158,551)
<u>-</u>	<u>681,489</u>	<u>681,489</u>
<u>-</u>	<u>288,709</u>	<u>288,709</u>
<u>(110,940,279)</u>	<u>288,709</u>	<u>(110,651,570)</u>
74,045,127	-	74,045,127
5,746,485	-	5,746,485
3,394,926	-	3,394,926
31,506,047	-	31,506,047
504,723	-	504,723
1,044,771	-	1,044,771
<u>(11,056,420)</u>	<u>11,056,420</u>	<u>-</u>
<u>105,185,659</u>	<u>11,056,420</u>	<u>116,242,079</u>
(5,754,620)	11,345,129	5,590,509
<u>79,991,522</u>	<u>(12,137,274)</u>	<u>67,854,248</u>
\$ <u><u>74,236,902</u></u>	\$ <u><u>(792,145)</u></u>	\$ <u><u>73,444,757</u></u>

Cleveland Heights-University Heights City School District

Balance Sheet – Governmental Funds

June 30, 2014

	<u>General</u>	<u>Building</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:				
Equity in pooled cash and investments	\$ 25,195,711	\$ 154,656,237	\$ 5,374,134	\$ 185,226,082
Accounts receivable	148,713	206,333	-	355,046
Intergovernmental receivable	2,881,222	-	355,920	3,237,142
Interfund receivable	1,386,512	-	-	1,386,512
Materials and supplies inventory	485,956	-	-	485,956
Taxes receivable	76,330,558	-	11,208,379	87,538,937
Restricted cash and investments	-	-	4,401,300	4,401,300
Total assets	<u>\$ 106,428,672</u>	<u>\$ 154,862,570</u>	<u>\$ 21,339,733</u>	<u>\$ 282,630,975</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 887,665	\$ 1,612,426	\$ 166,330	\$ 2,666,421
Accrued wages and benefits	7,109,268	-	407,333	7,516,601
Interfund payable	-	-	270,000	270,000
Matured compensated absences	410,411	-	-	410,411
Intergovernmental payable	<u>1,486,364</u>	<u>-</u>	<u>76,193</u>	<u>1,562,557</u>
Total liabilities	<u>9,893,708</u>	<u>1,612,426</u>	<u>919,856</u>	<u>12,425,990</u>
Deferred inflows of resources:				
Property taxes	52,334,761	-	7,844,846	60,179,607
Unavailable revenue	<u>13,475,110</u>	<u>104,252</u>	<u>1,880,491</u>	<u>15,459,853</u>
Total deferred inflows of resources	<u>65,809,871</u>	<u>104,252</u>	<u>9,725,337</u>	<u>75,639,460</u>
Fund balances:				
Nonspendable	485,956	-	-	485,956
Restricted	-	153,145,892	11,043,976	164,189,868
Assigned	10,942,612	-	-	10,942,612
Unassigned	<u>19,296,525</u>	<u>-</u>	<u>(349,436)</u>	<u>18,947,089</u>
Total fund balances	<u>30,725,093</u>	<u>153,145,892</u>	<u>10,694,540</u>	<u>194,565,525</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 106,428,672</u>	<u>\$ 154,862,570</u>	<u>\$ 21,339,733</u>	<u>\$ 282,630,975</u>

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities

June 30, 2014

Total governmental funds balances \$ 194,565,525

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 37,885,939

Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows of resources in the funds.

Property and other taxes	\$	12,499,852	
Investment earnings		126,008	
Tuition		2,478,073	
Grants		<u>355,920</u>	
Total			15,459,853

Internal service funds are used by management to charge the costs of certain activities, such as insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position. 3,287,795

In the government-wide financial statements, interest is accrued on outstanding debt, whereas in governmental funds, an interest expenditure is reported when due. (761,300)

Long-term liabilities are not due and payable in the current period and are therefore not reported in the funds.

Library improvement refunding bonds		(6,345,000)	
Qualified zone academy bonds		(5,500,000)	
Certificates of participation		(21,000,000)	
General obligation school improvement bonds		(134,799,915)	
Accretion of CABs		(62,516)	
Deferred charges - premium		(1,810,984)	
Deferred charges – discount		29,773	
Capital leases		(246,742)	
Early retirement incentive		(216,000)	
Compensated absences		<u>(6,249,526)</u>	
Total			<u>(176,200,910)</u>

Net position of governmental activities \$ 74,236,902

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds

For the Fiscal Year Ended June 30, 2014

	<u>General</u>	<u>Building</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Taxes	\$ 72,861,915	\$ -	\$ 8,157,954	\$ 81,019,869
Intergovernmental	30,692,116	-	9,012,891	39,705,007
Tuition and fees	5,205,135	-	-	5,205,135
Earnings on investments	57,813	150,217	175,129	383,159
Extracurricular activities	100,866	-	227,239	328,105
Classroom materials and fees	10,983	-	-	10,983
Miscellaneous	881,112	-	44,495	925,607
Total revenues	<u>109,809,940</u>	<u>150,217</u>	<u>17,617,708</u>	<u>127,577,865</u>
Expenditures:				
Current:				
Instruction:				
Regular	40,652,100	-	600,692	41,252,792
Special	13,193,805	-	2,252,370	15,446,175
Vocational	1,998,366	-	203,766	2,202,132
Adult/continuing	-	-	42	42
Other	8,852,295	-	-	8,852,295
Support services:				
Pupil	7,482,169	-	297,274	7,779,443
Instructional staff	4,163,426	-	1,415,600	5,579,026
Board of education	702,812	-	-	702,812
Administration	7,427,864	-	574,731	8,002,595
Fiscal	2,640,327	-	257,763	2,898,090
Business	1,589,492	-	30,600	1,620,092
Operations and maintenance of plant	12,131,489	-	1,850,757	13,982,246
Pupil transportation	3,846,428	-	19,620	3,866,048
Central	3,870,745	-	59,059	3,929,804
Operation of non-instructional services:				
Food service operations	14,823	-	9,956	24,779
Community services	13,575	-	2,227,990	2,241,565
Shared services	5,149	-	-	5,149
Other non-instructional services	-	-	926	926
Extracurricular activities	1,627,470	-	505,073	2,132,543
Facilities acquisition and construction services	-	3,209,965	-	3,209,965
Debt services:				
Principal	160,155	-	1,065,000	1,225,155
Interest and fiscal charges	17,850	-	1,643,474	1,661,324
Bond issuance costs	-	1,224,233	-	1,224,233
Total expenditures	<u>110,390,340</u>	<u>4,434,198</u>	<u>13,014,693</u>	<u>127,839,231</u>
Excess of revenues over (under) expenditures	<u>(580,400)</u>	<u>(4,283,981)</u>	<u>4,603,015</u>	<u>(261,366)</u>

Continued

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds (continued)

For the Fiscal Year Ended June 30, 2014

	<u>General</u>	<u>Building</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Other financing sources (uses):				
Inception of capital lease	88,483	-	-	88,483
General obligation bonds issued	-	134,799,915	-	134,799,915
Premium on general obligation bonds issued	-	1,659,731	-	1,659,731
Certificates of participation issued	-	21,000,000	-	21,000,000
Discount on certificates of participation issued	-	(29,773)	-	(29,773)
Transfers - in	248,716	-	556,634	805,350
Transfers - out	<u>(11,615,690)</u>	<u>-</u>	<u>(246,080)</u>	<u>(11,861,770)</u>
Total other financing sources (uses)	<u>(11,278,491)</u>	<u>157,429,873</u>	<u>310,554</u>	<u>146,461,936</u>
Net change in fund balance	(11,858,891)	153,145,892	4,913,569	146,200,570
Fund balance at beginning of year	<u>42,583,984</u>	<u>-</u>	<u>5,780,971</u>	<u>48,364,955</u>
Fund balance at end of year	\$ <u>30,725,093</u>	\$ <u>153,145,892</u>	\$ <u>10,694,540</u>	\$ <u>194,565,525</u>

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities

For the Fiscal Year Ended June 30, 2014

Net change in fund balances - total governmental funds \$ 146,200,570

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 outlays and depreciation differed in the current period.

Capital outlay	\$ 5,403,173	
Depreciation	(2,511,989)	
Total		2,891,184

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. (78,620)

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

Delinquent property and other taxes	2,166,669	
Investment earnings	121,564	
Tuition	23,035	
Intergovernmental	(251,280)	
Total		2,059,988

Other financing sources in the Governmental Funds that increase long-term liabilities in the Statement of Net Position. These sources were attributed to the issuance of long-term capital leases, bonds and certificates of participation. (157,518,356)

Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 1,225,155

Internal service funds are used by management to charge to costs of certain activities, such as insurance to individual funds. The net revenue (expense) of the internal service funds are reported with governmental activities. 297,486

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

Early retirement incentive	(60,000)	
Compensated absences	119,145	
Amortization of premium	35,154	
Accretion on capital appreciation bonds	(62,516)	
Interest expense	(863,810)	
Total		(832,027)

Change in net position of governmental activities \$ (5,754,620)

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Statement of Revenues, Expenditures and Changes in Fund Balances Budget (Non-GAAP Budgetary Basis) and Actual – General Fund

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 73,100,742	\$ 73,590,739	\$ 68,854,251	\$ (4,736,488)
Intergovernmental	19,400,755	9,876,748	30,329,306	20,452,558
Tuition and fees	3,329,569	1,695,054	5,205,135	3,510,081
Earnings on investments	21,374	10,881	33,414	22,533
Miscellaneous	536,711	288,084	1,094,407	806,323
Total revenues	<u>96,389,151</u>	<u>85,461,506</u>	<u>105,516,513</u>	<u>20,055,007</u>
Expenditures:				
Current:				
Instruction:				
Regular	33,186,630	37,093,598	36,993,026	100,572
Special	10,539,610	11,780,407	12,000,368	(219,961)
Vocational	1,639,002	1,831,956	1,832,514	(558)
Other instruction	5,742,817	6,418,901	9,397,563	(2,978,662)
Support services:				
Pupil	6,015,392	6,723,569	6,759,141	(35,572)
Instructional staff	4,471,577	4,998,001	3,749,379	1,248,622
Board of education	485,977	543,188	705,249	(162,061)
Administration	6,190,529	6,919,323	7,368,359	(449,036)
Fiscal	2,549,075	2,849,171	2,991,799	(142,628)
Business	1,819,398	2,033,588	1,968,267	65,321
Operation and maintenance of plant	12,447,326	13,912,713	13,141,227	771,486
Pupil transportation	4,065,138	4,602,629	4,259,764	342,865
Central	4,413,090	4,932,623	4,114,320	818,303
Operation of non-instructional services:				
Food service operations	37,442	41,850	14,711	27,139
Community services	18,596	20,786	13,330	7,456
Extracurricular activities:				
Academic and subject oriented	244,781	273,601	293,857	(20,256)
Occupational oriented	7,751	8,666	11,421	(2,755)
Sports oriented	965,871	1,079,581	970,602	108,979
Co-curricular activities	74,133	82,860	94,752	(11,892)
Total expenditures	<u>94,914,135</u>	<u>106,147,011</u>	<u>106,679,649</u>	<u>(532,638)</u>
Excess of revenues over (under) expenditures	<u>1,475,016</u>	<u>(20,685,505)</u>	<u>(1,163,136)</u>	<u>19,522,369</u>

Continued

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Statement of Revenues, Expenditures and Changes in Fund Balances Budget (Non-GAAP Budgetary Basis) and Actual – General Fund (continued)

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Proceeds from inception of capital lease	-	-	88,483	88,483
Transfers - in	190,038	376,443	251,334	(125,109)
Transfers - out	(10,980,627)	(12,410,434)	(11,664,816)	745,618
Advances - in	9,532,463	4,852,890	14,902,153	10,049,263
Advances - out	<u>(1,239,866)</u>	<u>(1,402,115)</u>	<u>(1,402,115)</u>	-
Total other financing sources (uses)	<u>(2,497,992)</u>	<u>(8,583,216)</u>	<u>2,175,039</u>	<u>10,758,255</u>
Net change in fund balance	(1,022,976)	(29,268,721)	1,011,903	30,280,624
Fund balance beginning of year	17,930,388	17,930,388	17,930,388	-
Prior year encumbrances appropriated	<u>3,295,575</u>	<u>3,295,575</u>	<u>3,295,575</u>	-
Fund balance end of year	\$ <u>20,202,987</u>	\$ <u>(8,042,758)</u>	\$ <u>22,237,866</u>	\$ <u>30,280,624</u>

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Statement of Fund Net Position – Proprietary Funds

June 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental
	Bellefaire	Nonmajor	Total	Activities
	General	Enterprise		Internal
	Rotary			Service
				Funds
Assets:				
Current assets:				
Equity in pooled cash and investments	\$ -	\$ 47,025	\$ 47,025	\$ 4,870,874
Accounts receivable	-	3,119	3,119	-
Prepaid items	-	-	-	123,315
Intergovernmental receivable	-	-	-	305,890
Materials and supplies inventory	-	9,484	9,484	-
Inventory held for resale	-	25,274	25,274	-
Total current assets	-	84,902	84,902	5,300,079
Non-current assets:				
Capital assets, net of depreciation	-	440,105	440,105	-
Total assets	-	525,007	525,007	5,300,079
Liabilities:				
Current liabilities:				
Accounts payable	-	53,790	53,790	4,840
Accrued wages and benefits	-	27,495	27,495	506
Interfund payable	-	1,116,512	1,116,512	-
Intergovernmental payable	-	51,570	51,570	381,838
Claims payable	-	-	-	1,625,100
Current portion of accrued compensated absences	-	4,745	4,745	-
Total current liabilities	-	1,254,112	1,254,112	2,012,284
Non-current liabilities:				
Accrued compensated absences	-	63,040	63,040	-
Total liabilities	-	1,317,152	1,317,152	2,012,284
Net position:				
Net investment in capital assets	-	440,105	440,105	-
Unrestricted (deficit)	-	(1,232,250)	(1,232,250)	3,287,795
Total net position (deficit)	\$ -	\$ (792,145)	\$ (792,145)	\$ 3,287,795

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds

For the Fiscal Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental
	Bellefaire General Rotary	Nonmajor Enterprise	Total	Internal Service Funds
Operating revenues:				
Tuition and fees	\$ 550,334	\$ 662,846	\$ 1,213,180	\$ -
Charges for services	-	-	-	15,112,835
Classroom materials and fees	-	12,417	12,417	-
Food services	-	321,681	321,681	-
Miscellaneous	133,510	37,736	171,246	-
Total operating revenues	<u>683,844</u>	<u>1,034,680</u>	<u>1,718,524</u>	<u>15,112,835</u>
Operating expenses:				
Salaries and wages	1,844	1,190,493	1,192,337	506
Fringe benefits	511	624,588	625,099	14,777,688
Purchased services	-	1,277,838	1,277,838	37,155
Supplies and materials	-	168,493	168,493	-
Depreciation	-	32,414	32,414	-
Other	-	1,925	1,925	-
Total operating expenses	<u>2,355</u>	<u>3,295,751</u>	<u>3,298,106</u>	<u>14,815,349</u>
Operating income (loss)	<u>681,489</u>	<u>(2,261,071)</u>	<u>(1,579,582)</u>	<u>297,486</u>
Non-operating revenues:				
Federal donated commodities	-	103,224	103,224	-
Intergovernmental grants	-	1,765,067	1,765,067	-
Total non-operating revenues	<u>-</u>	<u>1,868,291</u>	<u>1,868,291</u>	<u>-</u>
Net income (loss) before transfers	681,489	(392,780)	288,709	297,486
Transfers, net	<u>9,969,120</u>	<u>1,087,300</u>	<u>11,056,420</u>	<u>-</u>
Net income (loss)	10,650,609	694,520	11,345,129	297,486
Total net position (deficit) at beginning of year	<u>(10,650,609)</u>	<u>(1,486,665)</u>	<u>(12,137,274)</u>	<u>2,990,309</u>
Total net position (deficit) at end of year	\$ <u>-</u>	\$ <u>(792,145)</u>	\$ <u>(792,145)</u>	\$ <u>3,287,795</u>

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Statement of Cash Flows – Proprietary Funds

For the Fiscal Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental
	Bellefaire	Nonmajor	Total	Internal
	General	Enterprise		Service
	Rotary			Funds
Increase in cash and cash equivalents:				
Cash flows from operating activities:				
Cash received from customers	\$ 550,334	\$ 1,003,081	\$ 1,553,415	\$ 15,252,053
Cash received from other operating sources	177,010	42,223	219,233	-
Cash payments for materials and supplies	-	(51,807)	(51,807)	-
Cash payments for goods and services	-	(1,271,846)	(1,271,846)	(2,530,179)
Cash payments to employees for services	(2,207)	(1,178,330)	(1,180,537)	-
Cash payments for employee benefits	(511)	(617,387)	(617,898)	-
Cash payments for claims	-	-	-	(12,632,556)
Cash payments for other	-	(1,925)	(1,925)	-
Net cash provided by (used for) operating activities	<u>724,626</u>	<u>(2,075,991)</u>	<u>(1,351,365)</u>	<u>89,318</u>
Cash flows from non-capital financing activities:				
Intergovernmental grants received	-	1,765,067	1,765,067	-
Transfers - in	9,969,120	1,095,499	11,064,619	-
Transfers - out	-	(8,199)	(8,199)	-
Advances - in	-	1,116,512	1,116,512	-
Advances - out	<u>(10,980,960)</u>	<u>(1,911,168)</u>	<u>(12,892,128)</u>	<u>-</u>
Net cash (used for) provided by non-capital financing activities	<u>(1,011,840)</u>	<u>2,057,711</u>	<u>1,045,871</u>	<u>-</u>
Net decrease in cash and cash equivalents	(287,214)	(18,280)	(305,494)	89,318
Cash and cash equivalents at beginning of year	<u>287,214</u>	<u>65,305</u>	<u>352,519</u>	<u>4,781,556</u>
Cash and cash equivalents at end of year	\$ <u>-</u>	\$ <u>47,025</u>	\$ <u>47,025</u>	\$ <u>4,870,874</u>
Non-cash capital and non-capital financing activities:				
Federal donated commodities	\$ -	\$ 103,224	\$ 103,224	\$ -
Reconciliation of operating loss to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ 681,489	\$ (2,261,071)	\$ (1,579,582)	\$ 297,486
Adjustments:				
Depreciation	-	32,414	32,414	-
Federal donated commodities	-	103,224	103,224	-
Changes in assets/liabilities:				
Decrease in accounts receivable	-	3,937	3,937	-
Decrease in prepaid items	-	-	-	13,918
Decrease (increase) in intergovernmental receivable	43,500	6,687	50,187	(166,672)
Increase in materials and supplies inventories	-	(418)	(418)	-
Decrease in inventory held for resale	-	13,568	13,568	-
Increase in accounts payable	-	6,304	6,304	4,840
(Decrease) increase in accrued wages and benefits	(363)	7,792	7,429	506
Increase in intergovernmental payable	-	7,201	7,201	29,540
Increase in accrued compensated absences	-	4,371	4,371	-
Decrease in claims payable	-	-	-	(90,300)
Total adjustments	<u>43,137</u>	<u>185,080</u>	<u>228,217</u>	<u>(208,168)</u>
Net cash provided by (used for) operating activities	\$ <u>724,626</u>	\$ <u>(2,075,991)</u>	\$ <u>(1,351,365)</u>	\$ <u>89,318</u>

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Statement of Fiduciary Assets and Liabilities – Agency Funds

June 30, 2014

Assets:	
Equity in pooled cash and investments	\$ <u>60,917</u>
Liabilities:	
Due to students	\$ <u>60,917</u>

The accompanying notes are an integral part of these financial statements.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies

A. Description of the School District and Reporting Entity

The Cleveland Heights-University Heights City School District (the “District”) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District operates under a locally elected five-member Board form of government and provides educational services as mandated by State and/or federal agencies. The Board of Education (the “Board”) controls the District’s twelve instructional/support facilities staffed by 430 classified employees, 513 certificated full-time teaching personnel and approximately 56 administrators who provide services to 5,693 students and other community members.

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

The following non-public schools operate within the District’s boundaries: Beaumont High School, GESU School, Hebrew Academy of Cleveland, Lutheran East High School, Monarch School, Mosdos Ohr Hatorah, Ruffing Montessori, and Communion of Saints School. Current State legislation provides funding to these non-public schools. These monies are received and disbursed by the District on behalf of the non-public schools by the Treasurer of the District, as directed by the non-public schools. The activity of these monies by the District is reflected in a special revenue fund for financial reporting purposes.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization’s governing board and:

1. The District is able to significantly influence the programs or services performed or provided by the organization; or
2. The District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the District is obligated for the debt of the organization.

Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. The District has no component units.

The District is associated with two organizations which are defined as a jointly governed organization and a related organization. The Ohio School Council Association is a jointly governed organization and the Cleveland Heights-University Heights Library is a related organization. The jointly governed organization is presented in Note 16 and the related organization is presented in Note 20 to the basic financial statements.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

The financial statements of the 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 District's accounting policies are described below.

B. Fund Accounting

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

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

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

Building Fund - The Building Fund is a capital projects fund that is used to account for the proceeds from the issuance of School Improvement Bonds and Certificates of Participation to be used for the school facility upgrades.

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

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

Enterprise Funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's major enterprise fund is:

Bellefaire General Rotary Fund - This fund accounts for the activity for the Bellefaire School.

The other enterprise funds of the District account for food services, uniform school supplies, customer services, and community services.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

B. Fund Accounting (continued)

Internal Service Funds - Internal service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governmental units, on a cost-reimbursement basis. One internal service fund of the District accounts for a self-insurance program, which provides medical and dental benefits to employees. The other internal service fund accounts for the claims and premiums paid to the State for workers' compensation insurance.

Fiduciary Funds Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District has no trust funds.

Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District maintains two agency funds. The first fund accounts for resources that belong to the student bodies of the various schools, accounting for sales and other revenue generating activities. The second fund accounts for activities related to high school tournaments held by the District for the Ohio High School Athletic Association.

C. Basis of Presentation

Government-wide Financial Statements The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements except for interfund services provided and used. Internal service fund operating activity is eliminated to avoid overstatement of revenues and expenses. The statements distinguish between governmental and business-type activities of the District.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund 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.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function.

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

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

C. Basis of Presentation (continued)

Fund Financial Statements Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

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

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The Statement of Cash Flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary funds and fiduciary funds also use the accrual basis of accounting.

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 District, available means expected to be received within sixty days of fiscal year end.

Non-exchange transactions, in which the District receives value without directly giving equal value to the resource provider in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6).

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

D. Basis of Accounting (continued)

Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

Unearned Revenue Unearned revenue represents amounts under the accrual and modified accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not yet been met because such amounts have not yet been earned. The District does not have any unearned revenue at June 30, 2014.

Deferred Outflows/Inflows of Resources In addition to assets, the financial statements that report net position may include a section for deferred outflows of resources. Deferred outflows of resources represent 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. At June 30, 2014, the District had no deferred outflows of resources.

In addition to liabilities, the statements that report net position may include 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 inflow of resources (revenue) until that time. For the 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 District, unavailable revenue includes delinquent property taxes, intergovernmental grants and investment income. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

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

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

E. Budgets

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents 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.

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

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

Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be re-appropriated. Cash disbursements plus encumbrances may not legally exceed budgeted appropriations at the legal level of budgetary control for the fund.

F. Cash and Cash Equivalents

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as "equity in pooled cash and investments" on the financial statements. During fiscal year 2014, investments were limited to United States government securities and State Treasury Asset Reserve of Ohio (STAR Ohio).

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements are reported at cost.

The District has invested funds in STAR Ohio during fiscal year 2014. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2014.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2014 amounted to \$57,813. The amount allocated from the other funds during fiscal year 2014 amounted to \$11,703.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

F. Cash and Cash Equivalents (continued)

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

G. Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other governments, or imposed by enabling legislation. Restricted assets include the amount for the future repayment of the Qualified Zone Academy Bond ("QZAB") held with a fiscal agent until the debt becomes due. See Note 14 for additional information regarding the QZAB.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2014, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the fiscal year in which services are consumed.

I. Inventory

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

J. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide Statement of Net Position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000 for individual items. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

J. Capital Assets (continued)

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

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land improvements	20 years	20 years
Buildings and improvements	20 - 99 years	20 - 50 years
Furniture and equipment	4 - 20 years	5 - 20 years
Vehicles	8 years	N/A

K. Interfund Transactions

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivable” or “interfund payable.” These amounts are eliminated in the governmental and business-type activities columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are presented as “internal balances.”

L. Compensated Absences

Vacation benefits are accrued as a liability in the government-wide and proprietary fund financial statements as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability in the government-wide and proprietary fund financial statements for accumulated unused vacation time when earned for all employees with more than one year of service and salary related payments, if applicable. Sick leave benefits are accrued as a liability using the termination payment method. An accrual in the government-wide and proprietary fund financial statements for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is an estimate based on the District’s past experience of making termination payments. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

M. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current expendable available financial resources. In general, payments made more than sixty days after year end are considered not to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

N. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the District 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. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

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

Committed: The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the Board. Those committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be re-deployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the Board, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. 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.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

N. Fund Balance (continued)

Assigned: Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Board or a District official delegated that authority by the District Board of Education. Through the District's purchasing policy, the Board has given the Treasurer the authority to constrain monies for intended purposes.

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 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.

O. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. 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 capital 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. The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available. As of June 30, 2014, the District did not have net position restricted by enabling legislation.

P. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are tuition for adult and special education classes, sales for food service and uniform school supplies, collection of classroom fees and charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as non-operating.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 1: Summary of Significant Accounting Policies (continued)

Q. Interfund Activity

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

R. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the District and that are either unusual in nature or infrequent in occurrence. During fiscal year 2014, the District had neither extraordinary items nor special items.

S. Estimates

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

T. Comparative Data/Reclassifications

Prior year data presented in Management's Discussion and Analysis have been reclassified in order to be comparative and provide an understanding of the changes in financial position and operations. Certain reclassifications have been made to the 2013 financial statements in order to conform to the 2014 presentation.

Note 2: Accountability

The following funds had deficit fund balances/net position at June 30, 2014:

Special Revenue Funds:

Alternative School Grant	\$	6,590
Race to the Top		53,915
Idea (Flo-Thru)		4,575
Title I Improvement		36,588
Title III		1,747
Title I		178,463
Miscellaneous Federal Grants		67,558

Enterprise Funds:

Food Services		741,851
Community services/early childhood		72,907

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 2: Accountability (continued)

The deficits in the special revenue funds are due to timing differences in accruing revenues and expenditures. The deficits in the enterprise funds are due to increased expenses. The General Fund is liable for any deficit in the funds and provides transfers when cash is required, not when accruals occur.

The following funds had appropriations in excess of estimated revenue at June 30, 2014:

Governmental Funds:	
General Fund	\$ 8,042,758
District Management Activity Fund	61,891
Alternative School Grant Fund	221
Adult Basic Education Fund	26,603
Race to the Top Fund	126,327
Title II Technology Grants Fund	2,550
Title I Improvement Fund	160,304
Miscellaneous Federal Grants Fund	24,251
Enterprise Funds:	
Food Services Fund	10,070
Customer Services Fund	595
Community Services/Early Childhood Fund	5,222
Internal Service Funds:	
Self-insurance Fund	635,846

The following funds had expenditures in excess of appropriations at June 30, 2014:

Governmental Funds:	
Building Fund	\$ 354,740
Miscellaneous State Grants Fund	3,365

These negative balances and excess expenditures are based on the non-GAAP budgetary basis of accounting.

Note 3: Budgetary Basis of Accounting

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 3: Budgetary Basis of Accounting (continued)

3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).

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

	<u>General</u>
GAAP Basis	\$ (11,858,891)
Revenue Accruals	(4,048,286)
Advances - in	14,902,153
Expenditure Accruals	5,790,867
Advances - out	(1,402,115)
Encumbrances	(2,605,492)
To reclassify the net change in fund balance for funds combined with the General Fund	<u>233,667</u>
Budget Basis	<u>\$ 1,011,903</u>

Note 4: Fund Balances

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

<u>Fund</u>	<u>General</u>	<u>Building</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable:				
Inventory	\$ <u>485,956</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>485,956</u>
Restricted for:				
Community activities	-	-	192,217	192,217
Athletics	-	-	118,489	118,489
Auxiliary services	-	-	353,182	353,182
Adult education	-	-	15,663	15,663
Special education	-	-	131	131
Improving teacher quality	-	-	4,706	4,706
Miscellaneous State and federal grants	-	-	2,533	2,533
Debt service payments	-	-	2,712,863	2,712,863
Capital improvements	-	<u>153,145,892</u>	<u>7,644,192</u>	<u>160,790,084</u>
Total restricted	<u>-</u>	<u>153,145,892</u>	<u>11,043,976</u>	<u>164,189,868</u>

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 4: Fund Balances (continued)

Assigned to:

Public school support	191,422	-	-	191,422
Subsequent year's budget:				
appropriation of fund balance	8,660,250	-	-	8,660,250
Purchases on order:				
Utilities	415,882	-	-	415,882
Instruction services and supplies	376,627	-	-	376,627
Transportation costs	175,566	-	-	175,566
Maintenance services and supplies	94,136	-	-	94,136
Office equipment	92,463	-	-	92,463
Insurance costs	65,642	-	-	65,642
Security	27,383	-	-	27,383
Other	<u>843,241</u>	<u>-</u>	<u>-</u>	<u>843,241</u>
Total assigned	<u>10,942,612</u>	<u>-</u>	<u>-</u>	<u>10,942,612</u>
Unassigned (deficit)	<u>19,296,525</u>	<u>-</u>	<u>(349,436)</u>	<u>18,947,089</u>
Total	\$ <u>30,725,093</u>	\$ <u>153,145,892</u>	\$ <u>10,694,540</u>	\$ <u>194,565,525</u>

Note 5: Deposits and Investments

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

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the 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.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as a security for repayment, by surety company bonds deposited with the Treasurer of the financial institution, or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 5: Deposits and Investments (continued)

Interim monies may be deposited or invested in the following securities:

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

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held until maturity. Investments may only be made through specified dealers and institutions. Payments for investments may be made only upon delivery of the securities representing the investments to the Treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 5: Deposits and Investments (continued)

Deposits

Custodial Credit Risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District has no deposit policy for custodial risk beyond the requirements of State statute. Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution, by surety company bonds or by a single collateral pool established by the financial institution. In accordance with Chapter 135 of the Ohio Revised Code, any public depository receiving deposits pursuant to an award of District funds shall be required to pledge as security for repayment of all public moneys.

At year-end, the carrying amount of the District's deposits was \$55,951,627 and the bank balance was \$56,995,494. Of the bank balance, \$42,478,808 was covered by Federal depository insurance and \$14,516,686 was uninsured and was collateralized with securities held by the pledging institution's trust department, not in the District's name. At fiscal year-end, the District had \$4,808 undeposited cash on hand, which is included on the balance sheet of the District as part of "equity in pooled cash and investments."

Investments

Investments are reported as fair value. As of June 30, 2014, the District had the following investments:

	<u>Fair Value</u>	<u>Less Than 1 Year</u>	<u>1-5 Years</u>
Federal Home Loan Bank	\$ 22,423,031	\$ 4,398,296	\$ 18,024,735
Federal Farm Credit Bank	7,236,385	-	7,236,385
Federal National Mortgage Association	33,039,620	-	33,039,620
Federal Home Loan Mortgage Corporation	18,949,035	-	18,949,035
U.S. Treasury Notes	38,037,500	-	38,037,500
Commercial paper	14,995,350	14,995,350	-
Money market	3,408,939	3,408,939	-
STAR Ohio	559,903	559,903	-
Total portfolio	\$ <u>138,649,763</u>	\$ <u>23,362,488</u>	<u>115,287,275</u>

Interest Rate Risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The District's investment policy addresses interest rate risk requiring that the District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments, thereby avoiding that need to sell securities on the open market prior to maturity and by investing operating funds primarily in short-term investments. The District investment policy also limits security purchases to those that mature within five years unless specifically matched to a specific cash flow. To date, no investments have been purchased with a maturity greater than one year.

Custodial Risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. All financial institutions and broker/dealers who desire to become qualified for investment transactions with the District must meet a set of prescribed standards and be periodically reviewed.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 5: Deposits and Investments (continued)

Credit Risk is addressed by the District's investment policy by the requirements that all investments are authorized by Ohio Revised Code and that portfolio be diversified both by types of investment and issuer. The Federal Home Loan Bank bonds, Federal Farm Credit Bank bonds, Federal National Mortgage Association bonds and Federal Home Loan Mortgage Corporation bonds all carry a rating of Aaa by Standard and Poor's. The U.S. Treasury Notes carry a rating of Aaa from Standard and Poor's. The commercial paper carry a rating of P1 from Standard and Poor's.

Concentration of Credit Risk is defined by the Governmental Accounting Standards Board as five percent or more in the securities of a single issuer. The District's investment policy requires that no more than twenty-five percent of the District's interim monies shall be invested in either commercial paper notes or bankers' acceptances. The following is the District's allocation as of June 30, 2014:

<u>Investment Issuer</u>	<u>Percentage of Investments</u>
Federal Home Loan Bank	16.2%
Federal Farm Credit Bank	5.2
Federal National Mortgage Association	23.8
Federal Home Loan Mortgage Corporation	13.7
U.S. Treasury Notes	27.4
Commercial paper	10.8
Money market	2.5
STAR Ohio	0.4

Note 6: Property Taxes

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

Property taxes include amounts levied against all real, public utility, and tangible personal property (used in business) located in the District. Real property tax revenue received in calendar 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 taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2014 represents collections of calendar year 2013 taxes. Public utility real and tangible personal property taxes received in calendar year 2013 became 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 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 6: Property Taxes (continued)

The Cuyahoga County Fiscal Officer collects property taxes on behalf of the School District. The County Fiscal Officer periodically advances to the School District its portion of the taxes collected. These tax “advances” are based on three-year historical cash flow collection rates and occur eight times annually. Second-half real property tax payments collected by the County by June 30, 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 represents delinquent taxes outstanding and real property, public utility property, and tangible personal property taxes, which became 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 delayed settlement of personal property tax and the amount available as an advance at June 30 were levied to finance current fiscal year operations, which is recognized as revenue. The receivable is therefore offset by a credit to deferred inflows of resources for that portion not levied to finance current year operations. The amount available as an advance at June 30, 2014 was \$13,020,516 for the General Fund, \$1,218,248 in the Bond Retirement Fund, and \$620,714 in the Permanent Improvement Fund.

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

	2013		2014	
	<u>Second-Half Collections</u>		<u>First- Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 1,068,405,140	98.61%	\$ 1,068,237,550	98.48%
Public utility	<u>15,110,130</u>	<u>1.39%</u>	<u>16,523,940</u>	<u>1.52%</u>
	<u>\$ 1,083,515,270</u>	<u>100.00%</u>	<u>\$ 1,084,761,490</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation		\$ 143.70		\$ 149.59

Note 7: Interfund Transactions

Interfund transactions for the year ended June 30, 2014 consisted of the following:

<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 270,000
General Fund	Nonmajor Enterprise Funds	<u>1,116,512</u>
		<u>\$ 1,386,512</u>

All balances resulted from a time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, or (3) payments between funds are made. As of June 30, 2014, all interfund loans outstanding are anticipated to be repaid in the fiscal year 2014. Interfund balances of \$1,116,512 on the government-wide financial statements are a result of advances for reimbursements due from operations and intrafund balances of \$270,000 being eliminated.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 7: Interfund Transactions (continued)

Interfund transfers for the year ended June 30, 2014, consisted of the following:

	<u>Amount</u>
Transfers from General Fund to:	
Nonmajor Governmental Funds	\$ 553,659
Bellefaire Fund	9,969,120
Nonmajor Enterprise funds	<u>1,092,911</u>
Total transfers from General Fund	<u>11,615,690</u>
Transfer from Nonmajor Governmental Funds to:	
General Fund	240,517
Nonmajor Governmental Funds	2,975
Nonmajor Enterprise Funds	<u>2,588</u>
Total transfers from Nonmajor Governmental Funds	<u>246,080</u>
Transfers from Nonmajor Enterprise Funds to:	
General Fund	<u>8,199</u>
	<u>\$ 11,869,969</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. The transfer from nonmajor governmental funds to the General Fund was to cover costs paid out of the General Fund that could be paid out of the nonmajor governmental funds and to clean up dormant accounts. The transfers from the nonmajor governmental funds to nonmajor governmental funds were to move grant revenues from a prior year to the funds required to report the expenditures. The transfers from the nonmajor governmental funds to nonmajor enterprise funds were to clean up dormant accounts. The transfers from the nonmajor enterprise funds to the General Fund were to move fundraising money to the proper principal accounts where the District is required to report the expenditures.

Note 8: Receivables

Receivables at June 30, 2014, consisted of taxes, accounts (rent and student fees), tuition and intergovernmental grants and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

	<u>Amount</u>
Governmental activities:	
Tuition - special education	\$ 2,478,073
Fuel reimbursements	40,339
Race to the Top grant	67,963
IDEA (flo-thru) grant	30,638
Title I grant	236,381
Other federal grants	383,748
State Employees Retirement System refund	<u>305,890</u>
Total intergovernmental receivable	<u>\$ 3,543,032</u>

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 9: Capital Assets

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

	Balance at 6/30/13	Additions	Disposals	Balance at 6/30/14
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 1,981,623	\$ -	\$ -	\$ 1,981,623
Construction in progress	<u>832,718</u>	<u>4,736,239</u>	<u>(1,350,249)</u>	<u>4,218,708</u>
Total capital assets, not being depreciated	<u>2,814,341</u>	<u>4,736,239</u>	<u>(1,350,249)</u>	<u>6,200,331</u>
Capital assets, being depreciated:				
Land improvements	5,067,967	156,241	-	5,224,208
Buildings and improvements	50,227,805	653,619	-	50,881,424
Furniture and equipment	7,481,085	709,421	(108,277)	8,082,229
Vehicles	<u>3,877,820</u>	<u>497,902</u>	<u>(56,871)</u>	<u>4,318,851</u>
Total capital assets, being depreciated	<u>66,654,677</u>	<u>2,017,183</u>	<u>(165,148)</u>	<u>68,506,712</u>
Less accumulated depreciation:				
Land improvements	(2,453,148)	(202,658)	-	(2,655,806)
Buildings and improvements	(23,835,173)	(1,259,065)	-	(25,094,238)
Furniture and equipment	(5,617,284)	(691,074)	29,657	(6,278,701)
Vehicles	<u>(2,490,038)</u>	<u>(359,192)</u>	<u>56,871</u>	<u>(2,792,359)</u>
Total accumulated depreciation	<u>(34,395,643)</u>	<u>(2,511,989)</u>	<u>86,528</u>	<u>(36,821,104)</u>
Total capital assets being depreciated, net	<u>32,259,034</u>	<u>(494,806)</u>	<u>(78,620)</u>	<u>31,685,608</u>
Governmental activities capital assets, net	\$ <u>35,073,375</u>	\$ <u>4,241,433</u>	\$ <u>(1,428,869)</u>	\$ <u>37,885,939</u>

Depreciation expense was charged to governmental activities as follows:

Instruction:	
Regular	\$ 351,076
Vocational	8,234
Support services:	
Instructional staff	368,779
Administration	333
Business	162,577
Operations and maintenance of plant	1,286,003
Pupil transportation	284,561
Central	19,769
Food services	5,339
Community services	8,503
Extracurricular activities	<u>16,815</u>
	\$ <u>2,511,989</u>

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 9: Capital Assets (continued)

	<u>Balance at 6/30/13</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance at 6/30/14</u>
Business-type activities:				
Capital assets, being depreciated:				
Land improvements	\$ 6,274	\$ -	\$ -	\$ 6,274
Buildings and improvements	1,250,810	-	-	1,250,810
Furniture and equipment	<u>579,211</u>	<u>-</u>	<u>-</u>	<u>579,211</u>
Total capital assets, being depreciated	<u>1,836,295</u>	<u>-</u>	<u>-</u>	<u>1,836,295</u>
Less accumulated depreciation:				
Land improvements	(6,274)	-	-	(6,274)
Buildings and improvements	(920,214)	(12,142)	-	(932,356)
Furniture and equipment	<u>(437,288)</u>	<u>(20,272)</u>	<u>-</u>	<u>(457,560)</u>
Total accumulated depreciation	<u>(1,363,776)</u>	<u>(32,414)</u>	<u>-</u>	<u>(1,396,190)</u>
Business-type activities capital assets, net	\$ <u>472,519</u>	\$ <u>(32,414)</u>	\$ <u>-</u>	\$ <u>440,105</u>

Note 10: Risk Management

A. Property and Liability

The 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 District contracted with several companies for various types of insurance as follows:

<u>Type of Coverage</u>	<u>Deductible/Limit of Coverage</u>
Property Liability	\$10,000 deductible \$209,216,317 limit
Inland Marine – Equipment-type listed with different limits	\$250 deductible \$11,490,520 limit
Flood and Earthquake Limit	\$50,000 deductible (and 5%) \$1,000,000 limit (each)
Crime	\$250,000 limit
General Liability/Employer’s Liability	\$1,000,000 limit \$2,000,000 aggregate
Employee Benefits Liability	\$1,000 deductible \$1,000,000 limit
School Leaders Professional Liability	\$3,000,000 aggregate \$10,000 deductible \$1,000,000 limit/aggregate

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 10: Risk Management (continued)

A. Property and Liability (continued)

Fleet:	\$1,000,000 limit
Vehicles other than buses	\$250 comprehensive deductible \$500 collision deductible
Buses	\$1,000 comprehensive deductible \$1,000 collision deductible
Umbrella	\$6,000,000 limit
Property and Inland Marine	\$1,000 deductible-boilers
Boiler and Machinery	\$1,000 deductible \$50,000,000 limit
Public Official Bonds	\$20,000-\$100,000 limit
Sexual Misconduct and Molestation	\$1,000,000 limit/aggregate
Data Compromise	\$50,000 limit/aggregate
Law Enforcement	\$1,000,000 limit/aggregate

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no change from prior year's coverage.

B. Workers Compensation

The State of Ohio provides workers' compensation coverage. The District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

C. Employee Medical Benefits

The District is self-insured for medical, dental, vision and prescription of District employees and their covered dependents. Under the program, the District is obligated for claim payments. Incurred but not reported claims of \$1,625,100 have been accrued in the Self-Insurance Internal Service Fund at June 30, 2014, based on an estimate from a third-party administrator. Individual funds are charged for medical expenses based on an estimate of total cost for the District as prepared by the plan administrator, and are recorded as revenues of the Self-Insurance Internal Service Fund.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 10: Risk Management (continued)

C. Employee Medical Benefits (continued)

The claims liability of \$1,625,100 reported in the Self-Insurance Internal Service Fund at June 30, 2014, is based on an estimate provided by the third-party administrator 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 Self-Insurance Internal Service Fund's claims liability amount in 2012, 2013, and 2014 are as follows:

	<u>Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
June 30, 2012	\$ 1,886,600	\$ 12,325,104	\$ 12,444,704	\$ 1,767,000
June 30, 2013	1,767,000	13,633,910	13,685,510	1,715,400
June 30, 2014	1,715,400	12,297,949	12,388,249	1,625,100

Note 11: Defined Benefit Pension Plans

A. School Employees Retirement System

The District contributes to the School Employees Retirement System of Ohio (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 state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained on SERS' website at www.ohsers.org under *Employers/Audit Resources*.

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For fiscal year ended June 30 2014, the allocation to pension and death benefits was 13.1 percent. The remaining 0.9 percent of the 14 percent employer contribution rate was allocated to the Health Care and Medicare B Funds.

The District's required contributions for pension obligations to SERS for the years ended June 30, 2014, 2013 and 2012 were \$2,021,712, \$1,669,065, and \$2,173,028, respectively; 87.4 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012. The unpaid balance is reported as an intergovernmental payable.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 11: Defined Benefit Pension Plans (continued)

B. State Teachers Retirement System

The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771 or by calling toll free 1-888-227-7877 or by visiting the STRS Ohio web site at www.strsoh.org.

New members have a choice of three retirement plan options. In addition to the Defined Benefit (DB) Plan, new members are offered a Defined Contribution (DC) Plan and a Combined Plan. The DC Plan allows members to allocate all their member contributions and employer contributions equal to 10.5 percent of earned compensation among various investment choices. The Combined Plan offers features of the DC Plan and the DB Plan. In the Combined Plan, member contributions are allocated to investment choices by the member, and employer contributions are used to fund a defined benefit payment at a reduced level from the regular DB Plan. Contributions into the DC Plan and the Combined Plan are credited to member accounts as employers submit their payroll information to STRS Ohio, generally on a biweekly basis. DC and Combined Plan members may transfer to a different STRS Ohio retirement plan during their fifth year of membership. Eligible members who do not make a choice during the reselection period will permanently remain in their current plan.

The DB Plan benefits are established under Chapter 3307 of the Ohio Revised Code. Any member may retire who has (i) five years of service credit and attained age 60; (ii) 25 years of service credit and attained age 55; or (iii) 30 years of service credit regardless of age. The annual retirement allowance, payable for life, is the greater of the "formula benefit" or the "money-purchase benefit" calculation. Under the "formula benefit," the retirement allowance is based on years of credited service and final average salary, which is the average of the member's three highest salary years. The annual allowance is calculated by using a base percentage of 2.2 percent multiplied by the total number of years of service credit (including Ohio-valued purchased credit) times the final average salary. The 31st year of earned Ohio service credit is calculated at 2.5 percent. An additional one-tenth of a percent is added to the calculation for every year of earned Ohio service over 31 years (2.6 percent for 32 years, 2.7 percent for 33 years and so on) until 100 percent of final average salary is reached. For members with 35 or more years of Ohio contributing service, the first 30 years will be calculated at 2.5 percent instead of 2.2 percent. Under the "money-purchase benefit" calculation, a member's lifetime contributions plus interest at specified rates are matched by an equal amount from other STRS Ohio funds. This total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance.

The DC Plan benefits are established under Sections 3307.80 and 3307.89 of the Ohio Revised Code. For members who select the DC Plan, all member contributions and employer contributions at a rate of 10.5 percent are placed in an investment account. The member determines how to allocate the member and employer money among various investment choices. 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. Employer contributions into members' accounts are vested after the first anniversary of the first day of paid service. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 11: Defined Benefit Pension Plans (continued)

B. State Teachers Retirement System (continued)

In the Combined plan, member contributions are allocated by the member, and employer contributions are used to fund a defined benefit payment. A member's defined benefit is determined by multiplying one percent of the member's final average salary by the member's years of service credit. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60. The defined contribution portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50.

A retiree of STRS Ohio or another Ohio public retirement system is eligible for reemployment as a teacher following the elapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during the reemployment. Upon termination of reemployment or age 65, whichever comes later, the retiree is eligible for an annuity benefit or equivalent lump-sum payment in addition to the original retirement allowance. A reemployed retiree may alternatively receive a refund of only member contributions with interest before age 65, once employment is terminated.

Benefits were increased by 3 percent of the original base amount for DB Plan participants.

The DB and Combined Plans offer access to health care coverage to eligible retirees who participated in the plans and their eligible dependents. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare Part B premiums. By Ohio law, health care benefits are not guaranteed.

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 members who die before retirement may qualify for survivor benefits. A death benefit of \$1,000 is payable to the beneficiary of each deceased retired member who participated in the DB Plan. Death benefit coverage up to \$2,000 can be purchased by participants in the DB, DC, or Combined Plans. Various other benefits are available to members' beneficiaries.

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 recommendations of its consulting actuary, not to exceed statutory maximum rates of 14 percent for members and 14 percent for employers. For the fiscal year ended June 30, 2014 plan members were required to contribute 11 percent. For fiscal year ended June 30, 2013 and 2012, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent for all three years.

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2014, 2013, and 2012, were \$5,871,720, \$6,380,596, and \$7,003,377 respectively; 100 percent has been contributed for fiscal years 2014, 2013 and 2012. Contributions to the DC and Combined Plans for fiscal year 2014 were \$288,938 made by the District and \$227,023 made by the plan members.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 12: Post-Employment Benefits

A. School Employees Retirement System

The District participates in two cost-sharing, multiple-employer defined benefit OPEB plans administered by SERS for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Medicare B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code (ORC) 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B monthly premium for calendar year 2014 was \$104.90 for most participants, but could be as high as \$335.70 per month depending on their income. SERS' reimbursement to retirees was \$45.50 if they participated in one of SERS' health care plans.

The Retirement Board, acting with advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare Part B Fund. For fiscal year 2014, this actuarially required allocation was 0.76 percent. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2014, 2013, and 2012 were \$109,750, \$109,645, and \$116,412, respectively; 87.40 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012.

ORC 3309.375 and 3309.69 permit SERS to offer health care benefits to eligible retirees and beneficiaries. SERS' Retirement Board reserves the right to change or discontinue any health plan or program. SERS offers several types of health plans from various vendors, including HMOs, PPOs, Medicare Advantage and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively.

The ORC provides the statutory authority to fund SERS' post-employment benefits through employer contributions. Active members do not make contributions to the post-employment benefit plans.

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14 percent contribution to the Health Care Fund. For the year ended June 30, 2014, the health care allocation is 0.14 percent. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than two percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2014, the minimum compensation level was established at \$20,250. The surcharge, added to the unallocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. For the fiscal years ended June 30, 2014, 2013 and 2012 the School District's contributions assigned to health care were \$274,869, \$295,663, and \$326,508, respectively; 87.40 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012. The unpaid balance is reported as an intergovernmental payable.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 12: Post-Employment Benefits (continued)

A. School Employees Retirement System (continued)

The SERS Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

The financial reports for SERS' Health Care and Medicare B plans are included in its Comprehensive Annual Financial Report. The report can be obtained on SERS' website at www.ohsers.org under *Employers/Audit Resources*.

B. State Teachers Retirement System

STRS Ohio administers a pension plan that is comprised of: a Defined Benefit Plan; a self-directed Defined Contribution Plan, and a Combined Plan that is a hybrid of the Defined Benefit Plan and the Defined Contribution Plan.

Ohio Law authorizes STRS Ohio to offer a cost-sharing, multiple-employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the Defined Benefit or Combined Plans. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs, and reimbursement of monthly Medicare Part B premiums.

Pursuant to Chapter 3307 of the Ohio Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS Ohio. All benefit recipients, for the most recent year, pay a portion of the health care costs in the form of a monthly premium.

STRS Ohio issues a stand-alone financial report. Interested parties can view the most recent *Comprehensive Annual Financial Report* by visiting www.strsoh.org or by requesting a copy by calling toll-free 1-888-227-7877.

Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14 percent employer contribution rate, one percent of covered payroll was allocated to post-employment health care for the years ended June 30, 2014, 2013, and 2012. The 14 percent employer contribution rate is the maximum rate established under Ohio law. For the fiscal years ended June 30, 2014, 2013, and 2012, the District's contributions for health care were \$419,409, \$490,815, and \$500,241, respectively. The District has contributed 100 percent for fiscal years 2014, 2013, and 2012.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 13: Employee Benefits

A. Compensated Absences

The criteria for determining vacation, personal leave, sick leave, and compensatory time components are derived from negotiated agreements and State laws. Classified employees and administrators earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

Each employee earns sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated with no maximum. Upon retirement, payment is made for one-fourth of the first 360 days of total sick leave accumulation plus one-eighth the next 99 days. The entire compensated absence liability is reported on the government-wide financial statements.

B. Early Retirement Incentive

The District offers employees participation in a Retirement Incentive program. Participation is open to teachers who have been employed by the District for at least ten years and who opt to retire at the end of any school year and have been approved by STRS to receive retirement benefits other than disability retirement with thirty years or fewer of service credit. Eligible employees must notify the Board of their intention to retire in writing, no later than March 1 of the year they intend to retire. Eligible employees who fulfill the above requirements will receive two equal lump sums of \$12,000, each to be paid as soon after June 30 as practicable in the year of retirement and the following year. Certain classified employees are also eligible to receive a retirement incentive.

The last installment of the 2012-2013 and the first installment of the 2013-2014 Retirement Incentive Programs were paid prior to June 30, 2014. These payments of \$252,000 were made from the General Fund.

The last installment of the 2013-2014 and the first installment of the 2014-2015 Retirement Incentive Programs will be paid starting in July 2014. The payments of \$348,000 will be made from the General Fund. Of this amount \$12,000 is considered a long-term liability and will be reported on the government-wide financial statements only with the remainder reported as a General Fund liability in the fund financial statements.

The last installment of the 2014-2015 Retirement Incentive Programs will be completed in July 2015. The payments of \$204,000 will be made from the General Fund and are reported on the government-wide financial statements.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 14: Long - Term Liabilities

The changes in the District's long-term obligations during fiscal year 2014 were as follows:

	Principal Outstanding 6/30/13	Additions	Deletions	Principal Outstanding at 6/30/14	Amounts Due in One Year
Governmental activities:					
2003 \$5,800,000 Energy Conservation Bonds – interest rates of 2.00-4.00%	\$ 660,000	\$ -	\$ 660,000	\$ -	\$ -
2012 \$6,750,000 Library Improvement Refunding Bonds – interest rates of 2.00-2.25%	6,750,000	-	405,000	6,345,000	430,000
Premium on Library Improvement Refunding Bonds	186,407	-	13,315	173,092	-
2014 \$21,000,000 Certificates of Participation – interest rates of 1.5-5.0%	-	21,000,000	-	21,000,000	670,000
Discount on Certificates of Participation	-	(29,773)	-	(29,773)	-
2014 \$134,799,915 School Improvement Bonds – interest Rates of 1.50-19.85%	-	134,799,915	-	134,799,915	100,000
Premium on School Improvement Bonds	-	1,659,731	21,839	1,637,892	-
Appreciation on Capital Appreciation Bonds	-	62,516	-	62,516	-
Qualified Zone Academy Bonds	5,500,000	-	-	5,500,000	-
Capital lease obligations	318,414	88,483	160,155	246,742	99,238
Early retirement incentive	156,000	216,000	156,000	216,000	12,000
Compensated absences	6,368,671	1,130,763	1,249,908	6,249,526	437,467
Total governmental long-term liabilities	\$ <u>19,939,492</u>	\$ <u>158,927,635</u>	\$ <u>2,666,217</u>	\$ <u>176,200,910</u>	\$ <u>1,748,705</u>
Business-type activities:					
Compensated absences	\$ <u>63,414</u>	\$ <u>17,928</u>	\$ <u>13,557</u>	\$ <u>67,785</u>	\$ <u>4,745</u>

The energy conservation bonds and school improvement bonds will be paid from property taxes. Compensated absences will be paid from the General Fund, various other governmental and enterprise funds as they are paid.

During fiscal year 2004, the District was authorized to issue \$5.5 million in Qualified Zone Academy Bonds (QZAB) in accordance with Section 226 of the Taxpayer Relief Act of 1997 (Public Law 105-34), which was used for the rehabilitation and repair portions of the District's facilities. On April 2, 2004, the District issued the \$5.5 million QZAB that matures on April 25, 2019. The entire principal balance of \$5.5 million is due at maturity and the bonds do not bear interest. To satisfy escrow requirements of the program, the District placed \$2.5 million in an escrow account with a local bank, which is included in the restricted cash and cash equivalents on the Statement of Net Position, as well as the Permanent Improvement Fund.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 14: Long - Term Liabilities (continued)

During fiscal year 2013, the District issued \$6,750,000 in General Obligation (Unlimited Tax) Library Refunding Bonds for the purpose of refunding Library Improvement Bonds outstanding in order to take advantage of lower interest rates. The interest rates range from 2.00 percent to 2.25 percent.

The refunding bonds were sold at a premium of \$199,722. Proceeds and premium of \$6,949,722 and cash reserves of \$170,318 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the certificates of participation. As a result, \$6,825,000 of the Series 2002 bonds is considered defeased and the liability for the refunded portion of these bonds has been removed from the District's financial statements. The refunded bonds were called and redeemed in full in December 2012.

On March 4, 2014, the District issued \$134,799,915 in General Obligation (Unlimited Tax) School Improvement Bonds for the purpose of constructing, renovating, remodeling, enlarging, furnishing, equipping and otherwise improving school district buildings and facilities and acquiring, improving and equipping sites for such buildings and facilities. The interest rates range from 1.5 percent to 19.85 percent.

On March 18, 2014 the District entered into a \$21,000,000 lease agreement with the Ohio School Building Leasing Corporation ("Leasing Corporation") for facility upgrades. The lease is an annual lease subject to renewal for 31 years through December 1, 2043. The Leasing Corporation entered into an agreement with a trustee through which it assigned and transferred rights and interest under the lease to the Huntington National Bank as Trustee. The Trustee issued Certificates of Participation in the lease agreement enabling holders of the Certificates to receive a portion of the semi-annual lease payments. Proceeds from the issuance are mainly being used to make facility upgrades.

The obligation of the District under the lease and any subsequent lease renewal is subject to annual appropriation of the rental payments. Legal title of the facilities remains with the Leasing Corporation until all payments required under the lease have been made. At that time, title will transfer to the District. The annual principal and interest requirements are payable from proceeds from the permanent improvement tax levy. The Certificates of Participation are not a general obligation of the District but are payable only from appropriations by the District for annual lease payments.

The legal debt margin of the District as of June 30, 2014, was \$-0- with an unvoted debt margin of \$1,084,761.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 14: Long - Term Liabilities (continued)

Principal and interest requirements to retire general obligation bonds and library improvement bonds outstanding at June 30, 2014, are as follows:

	School Improvement Bonds			Library Refunding Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2015	\$ 100,000	\$ 6,192,126	\$ 6,292,126	\$ 430,000	\$ 125,313	\$ 555,313
2016	10,000	6,191,300	6,201,300	440,000	116,613	556,613
2017	35,000	6,190,962	6,225,962	450,000	107,713	557,713
2018	565,000	6,186,463	6,751,463	455,000	98,662	553,662
2019	575,000	6,177,913	6,752,913	470,000	89,412	559,412
2020-2024	3,855,535	30,868,000	34,723,535	2,490,000	301,062	2,791,062
2025-2029	8,199,380	30,417,681	38,617,061	1,610,000	54,244	1,664,244
2030-2034	13,575,000	27,633,871	41,208,871	-	-	-
2035-2039	19,460,000	23,464,339	42,924,339	-	-	-
2040-2044	26,640,000	17,914,639	44,554,639	-	-	-
2045-2049	35,225,000	10,941,326	46,166,326	-	-	-
2050-2052	26,560,000	2,035,250	28,595,250	-	-	-
Total	\$ <u>134,799,915</u>	\$ <u>174,213,870</u>	\$ <u>309,013,785</u>	\$ <u>6,345,000</u>	\$ <u>893,019</u>	\$ <u>7,238,019</u>

	Certificates of Participation			Total
	Principal	Interest	Total	
2015	\$ 670,000	\$ 966,541	\$ 1,636,541	\$ 8,483,980
2016	440,000	794,418	1,234,418	7,992,331
2017	450,000	787,743	1,237,743	8,021,418
2018	455,000	780,956	1,235,956	8,541,081
2019	460,000	774,094	1,234,094	8,546,419
2020-2024	2,465,000	3,693,245	6,158,245	43,672,842
2025-2029	2,875,000	3,263,628	6,138,628	46,419,933
2030-2034	3,465,000	2,654,492	6,119,492	47,328,363
2035-2039	4,285,000	1,800,327	6,085,327	49,009,666
2040-2044	5,435,000	635,736	6,070,736	50,625,375
2045-2049	-	-	-	46,166,326
2050-2052	-	-	-	28,595,250
Total	\$ <u>21,000,000</u>	\$ <u>16,151,180</u>	\$ <u>37,151,180</u>	\$ <u>353,402,984</u>

Note 15: Lease Obligations

The District has entered into capital leases for copier equipment. These leases meet the criteria of a capital lease. Governmental activities capital assets consisting of copier equipment have capital lease balances at June 30, 2014 in the amounts of \$246,742. For the copier equipment, the present value of the future minimum payments at the time of acquisition was \$485,829 less accumulated depreciation, \$313,480. Principal payments for all of capital leases in the 2014 fiscal year totaled \$160,155. These amounts are reported as debt service principal expenditures of the General Fund.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 15: Lease Obligations (continued)

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

	Capital Leases
2015	\$ 108,150
2016	100,803
2017	19,941
2018	19,941
2019	<u>14,955</u>
Total minimum lease payments	263,790
Less: amounts representing interest	<u>(17,048)</u>
Present value minimum capital lease payments	<u>\$ 246,742</u>

Note 16: Jointly Governed Organization

The Ohio Schools' Council Association (the "Council") is a jointly governed organization among 199 school districts, educational service centers, joint vocational districts and Developmental Disabilities boards. The jointly governed organization was created for the purpose of saving money through volume purchases. Each member supports the Council by paying an annual participation fee. Each 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 "Council Board"). The Council Board is the policy making authority of the Council. The Council Board meets monthly September to June. The Council Board appoints the Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Council Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2014, the District paid \$933,901 to the Council. Financial information can be obtained by contacting William J. Zelei, the Executive Director of the Ohio Schools' Council at 6393 Oak Tree Blvd, Suite 377, Independence, Ohio 44131.

The School District also participates in the Council's electricity group purchase program. The Council's current program, Power 4 Schools, provided for a fixed per kilowatt-hour for electricity generation until May 2014, and then converted to a new fixed price or percent off the Price to Compare (PTC), whichever provided the greatest savings until December 2019.

The District participates in the Council's prepaid natural gas program. This program allows school districts to purchase natural gas at reduced rates. Compass Energy had been selected as the natural gas supplier and program manager for the period April 1, 2013 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 beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 17: Set-Aside Requirements

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

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

	<u>Capital Improvements</u>
Set-aside reserve balance as of June 30, 2013	\$ -
Current year set-aside requirements	969,656
Qualifying disbursements	<u>(1,610,667)</u>
Total set-aside reserve balance as of June 30, 2014	\$ <u><u>(641,011)</u></u>

Although the District had qualifying disbursements during the year that reduced the capital improvements set-aside amount below zero, this amount may not be used to reduce the set-aside requirement for future fiscal years. This negative balance is therefore not presented as being carried forward to future fiscal years.

Note 18: Contractual Commitments and Other Significant Commitments

At June 30, 2014, the District's significant contractual commitments consisted of:

<u>Project</u>	<u>Contract Amount</u>	<u>Amount Paid</u>	<u>Remaining on Contract</u>
Delisle Center roof replacement	\$ 462,702	\$ 401,006	\$ 61,696
Master facilities plan	<u>13,855,063</u>	<u>2,781,317</u>	<u>11,073,746</u>
Total	\$ <u><u>14,317,765</u></u>	\$ <u><u>3,182,323</u></u>	\$ <u><u>11,135,442</u></u>

Other significant commitments include the encumbrances outstanding for the General Fund, Building Fund and Nonmajor Funds other than capital projects were as follows:

	<u>Encumbrances</u>
General Fund	\$ 2,094,618
Building Fund	13,090,253
Nonmajor Funds	<u>608,229</u>
Total other significant commitments	\$ <u><u>15,793,100</u></u>

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 19: Contingencies

A. Grants

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2014.

B. Litigation

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

Note 20: Related Organization

The Cleveland Heights-University Heights Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the District's Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the District for operational subsidies. Although the District serves as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate, and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Cleveland Heights-University Heights Public Library at 2345 Lee Road, Cleveland Heights, Ohio 44118.

Note 21: Change in Accounting Principles

For fiscal year 2014, the District implemented Governmental Accounting Standards Board ("GASB") Statement No. 65, *Items Previously Reported as Assets and Liabilities*, GASB Statement No. 66, *Technical Corrections – 2012; and amendment of GASB Statements No. 10 and No. 62*, GASB Statement No. 69, *Government Combinations and Disposals of Government Operations* and GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*.

GASB Statement No. 65 specifies the items that were previously reported as assets and liabilities that should now be reported as deferred outflows of resources, deferred inflows of resources, outflows of resources, and inflows of resources. The implementation of GASB Statement No. 65 did have an effect on the presentation of the financial statements of the District; however, the implementation did not require any restatements of beginning balances.

GASB Statement No. 66 resolves conflicting guidance that resulted from the issuance of two pronouncements, GASB Statement No. 54 and GASB Statement No. 62. The implementation of GASB Statement No. 66 did not have an effect on the financial statements of the District.

Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

For the Fiscal Year Ended June 30, 2014

Note 21: Change in Accounting Principles (continued)

GASB Statement No. 69 establishes accounting and financial reporting standards for mergers, acquisitions, and transfers of operations (i.e., government combinations). The Statements also provides guidance on how to determine the gain or loss on a disposal of government operations. The implementation of GASB Statement No. 69 did not have an effect on the financial statements of the District.

GASB Statement No. 70 establishes accounting and financial reporting standards for situations where a state or local government, as a guarantor, agrees to indemnify a third-party obligation holder under specified conditions. The implementation of GASB Statement No. 70 did not have an effect on the financial statements of the District.

In June 2012, the GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions*. The requirements for this Statement are effective for financial statements for periods beginning after June 15, 2014. The District has not determined the impact, if any, that this Statement will have on its financial statements or disclosures.

Cleveland
University **Heights**



City School District

Combining Statements and Individual Fund Schedules



SHAMARIE JOHNSON
3rd grade, Noble Elementary

Cleveland Heights-University Heights City School District

Combining Statements – Nonmajor Governmental Funds Fund Descriptions

June 30, 2014

Nonmajor Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditure for specified purposes. Following is a description of the District's nonmajor special revenue funds:

Other Grants This fund is used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

District Managed Activity This fund is used to account for those student activity programs which have student participation in the activity but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

Auxiliary Services This fund accounts for state funds for the purchase of science and math materials, as well as psychological and other supplemental services at the non-public schools within the District.

Educational Management Information System This fund is used to account for funds provided by the State of Ohio to be used solely for costs associated with the requirements of the education management information system required by Senate Bill 140.

Public School Preschool Grant This fund accounts for the state revenues which address the educational needs of 4 year olds who are at risk of being poor achievers.

Data Communication This fund accounts for restricted State grant monies used for classroom wiring for technology.

Stimulus - School Improvement This fund is provided to account for restricted Federal grant monies from the American Recovery and Reinvestment Act to assist the District in implementing a school improvement plan.

Ohio Reads This fund accounts for funds to be utilized to improve reading skills for students in grades K-3.

Summer School Subsidy This fund accounts for summer intervention services satisfying criteria defined in Division (E) of Section 2318.608 of the Ohio Revised Code.

Career Technical/Adult Education This fund is used to account for Vocational Education Enhancements that: 1) expand the number of students enrolled in tech prep programs, 2) enable students to develop career plans, to identify initial educational and career goals, and to develop a career passport which provides a clear understanding of the student's knowledge, skills, and credentials to present to future employers, universities, and other training institutes and 3) replace or update equipment essential for the instruction of students in job skills taught as part of a vocational program or programs approved for such instruction by the State Board of Education.

Cleveland Heights-University Heights City School District

Combining Statements – Nonmajor Governmental Funds Fund Descriptions

June 30, 2014

Nonmajor Special Revenue Funds (continued)

Education Jobs Fund This fund accounts for a Federal program established by the U.S. Department of Education designed to pass-through states to local entities to save or create education jobs.

Alternative School Grant The Alternative School Grant was established to provide funding for Saturday School for discipline problem students. The funds will be used for intervention programs, support groups for families, homework centers, tutoring programs, and various other programs to aid severe behavior students. The fund will be used for salaries, benefits, supplies, purchased services, and equipment associated with the program.

Miscellaneous State Grants This fund represents State monies that support academic and enrichment programs for the student body.

Adult Basic Education This fund accounts for federal monies used to provide computer equipment, library resource materials, salaries, and room rental for adult education classes.

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

Vocational Education Provides funds to boards of education, training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including six equity grants.

Race to the Top The purpose of this fund accounts for federal monies that are part of the American Recovery and Reinvestment Act and assist the District in raising student achievement and accelerate their reforms in the future.

Title II-D Technology Grants The purpose of this fund accounts for federal monies received and expended to improve student academic achievement through the use of technology in schools and to encourage the effective integration of technology with teacher training and curriculum development.

Title I Improvement The purpose of this federal program is to improve student achievement in Title I schools identified for improvement.

Title III This fund accounts for funds to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency. These programs provide structured English language instruction, with respect to the years of study to which the program is applicable, and instruction in the child's native language to the extent necessary to allow a child to achieve competence in English. The instruction incorporates the cultural heritage of these children and of other children in American society. The instruction must, to the extent necessary, be in all courses or subjects of study which will allow a child to meet grade promotion and graduation standards.

Cleveland Heights-University Heights City School District

Combining Statements – Nonmajor Governmental Funds
Fund Descriptions

June 30, 2014

Nonmajor Special Revenue Funds (continued)

Title I The purpose of this federal program is to provide financial assistance to state and local education agencies to meet the special needs of educationally deprived children.

Title V Innovative Program The purpose of this federal program is to consolidate various programs into a single authorization of grants to states for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the state and local agencies.

Drug Free Schools This fund accounts for federal revenues to implement programs to educate and encourage students to live lives free of drug dependency.

Preschool Disabilities Grant The Preschool Grant Program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Title IIA - Improving Teacher Quality This fund is used to account for various monies received through state agencies from the Federal government or directly from the Federal government which are not classified elsewhere.

Miscellaneous Federal Grants This fund is used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. A separate cost center must be used for each grant and be approved by the Auditor of State.

Nonmajor Debt Service Fund

Bond Retirement Fund This fund provides for the retirement of serial bonds and short-term loans. All revenue derived from general or special levies, either within or exceeding the ten-mill limitation, which is levied for debt charges on bonds or loans shall be paid into this fund.

Nonmajor Capital Projects Fund

Permanent Improvement This fund accounts for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705 of the Ohio Revised Code.

Cleveland Heights-University Heights City School District

Combining Balance Sheet Nonmajor Governmental Funds

June 30, 2014

	Nonmajor Special Revenue	Nonmajor Debt Service	Nonmajor Capital Projects	Total Nonmajor Governmental Funds
Assets:				
Equity in pooled cash and investments	\$ 1,224,959	\$ 1,494,615	\$ 2,654,560	\$ 5,374,134
Intergovernmental receivable	355,920	-	-	355,920
Taxes receivable	-	7,490,696	3,717,683	11,208,379
Restricted cash	-	-	4,401,300	4,401,300
Total assets	<u>\$ 1,580,879</u>	<u>\$ 8,985,311</u>	<u>\$ 10,773,543</u>	<u>\$ 21,339,733</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 133,948	\$ -	\$ 32,382	\$ 166,330
Accrued wages and benefits	407,333	-	-	407,333
Interfund payable	270,000	-	-	270,000
Intergovernmental payable	76,193	-	-	76,193
Total liabilities	<u>887,474</u>	<u>-</u>	<u>32,382</u>	<u>919,856</u>
Deferred inflows of resources:				
Property taxes	-	5,254,030	2,590,816	7,844,846
Unavailable revenue	355,920	1,018,418	506,153	1,880,491
Deferred inflows of resources	<u>355,920</u>	<u>6,272,448</u>	<u>3,096,969</u>	<u>9,725,337</u>
Fund balances:				
Restricted	686,921	2,712,863	7,644,192	11,043,976
Unassigned	(349,436)	-	-	(349,436)
Total fund balances (deficit)	<u>337,485</u>	<u>2,712,863</u>	<u>7,644,192</u>	<u>10,694,540</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,580,879</u>	<u>\$ 8,985,311</u>	<u>\$ 10,773,543</u>	<u>\$ 21,339,733</u>

Cleveland Heights-University Heights 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 <u>Revenue</u>	Nonmajor Debt <u>Service</u>	Nonmajor Capital <u>Projects</u>	Total Nonmajor Governmental <u>Funds</u>
Revenues:				
Taxes	\$ -	\$ 4,817,980	\$ 3,339,974	\$ 8,157,954
Intergovernmental	8,084,809	466,140	461,942	9,012,891
Earnings on investments	170	-	174,959	175,129
Extracurricular activities	227,239	-	-	227,239
Miscellaneous	<u>44,495</u>	<u>-</u>	<u>-</u>	<u>44,495</u>
Total revenues	<u>8,356,713</u>	<u>5,284,120</u>	<u>3,976,875</u>	<u>17,617,708</u>
Expenditures:				
Current:				
Instruction:				
Regular	600,692	-	-	600,692
Special	2,252,370	-	-	2,252,370
Vocational	203,766	-	-	203,766
Adult/continuing	42	-	-	42
Support services:				
Pupil	297,274	-	-	297,274
Instructional staff	1,415,600	-	-	1,415,600
Administration	574,731	-	-	574,731
Fiscal	116,753	25,768	115,242	257,763
Business	30,600	-	-	30,600
Operations and maintenance of plant	-	-	1,850,757	1,850,757
Pupil transportation	19,620	-	-	19,620
Central	59,059	-	-	59,059
Operation of non-instructional services:				
Community services	2,227,990	-	-	2,227,990
Food service operations	9,956	-	-	9,956
Other non-instructional services	926	-	-	926
Extracurricular activities	505,073	-	-	505,073
Debt services:				
Principal	-	1,065,000	-	1,065,000
Interest and fiscal charges	<u>-</u>	<u>1,643,474</u>	<u>-</u>	<u>1,643,474</u>
Total expenditures	<u>8,314,452</u>	<u>2,734,242</u>	<u>1,965,999</u>	<u>13,014,693</u>
Excess of revenues over (under) expenditures	<u>42,261</u>	<u>2,549,878</u>	<u>2,010,876</u>	<u>4,603,015</u>

Continued

Cleveland Heights-University Heights City School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds (continued)

For the Fiscal Year Ended June 30, 2014

	Nonmajor Special <u>Revenue</u>	Nonmajor Debt <u>Service</u>	Nonmajor Capital <u>Projects</u>	Total Nonmajor Governmental <u>Funds</u>
Other financing sources (uses):				
Transfers - in	556,634	-	-	556,634
Transfers - out	<u>(246,080)</u>	<u>-</u>	<u>-</u>	<u>(246,080)</u>
Total other financing sources (uses)	<u>310,554</u>	<u>-</u>	<u>-</u>	<u>310,554</u>
Net change in fund balance	352,815	2,549,878	2,010,876	4,913,569
Fund balance (deficit) at beginning of year	<u>(15,330)</u>	<u>162,985</u>	<u>5,633,316</u>	<u>5,780,971</u>
Fund balance (deficit) at end of year	\$ <u>337,485</u>	\$ <u>2,712,863</u>	\$ <u>7,644,192</u>	\$ <u>10,694,540</u>

Cleveland Heights-University Heights City School District

Combining Balance Sheet Nonmajor Special Revenue Funds

June 30, 2014

	<u>Other Grants</u>	<u>District Managed Activity</u>	<u>Auxiliary Services</u>	<u>Educational Management Information System</u>	<u>Public School Preschool Grant</u>
Assets:					
Equity in pooled cash and investments	\$ 204,815	\$ 121,959	\$ 444,230	\$ -	\$ 5,994
Intergovernmental receivable	-	-	-	-	-
Total assets	<u>\$ 204,815</u>	<u>\$ 121,959</u>	<u>\$ 444,230</u>	<u>\$ -</u>	<u>\$ 5,994</u>
Liabilities, deferred inflows of resources and fund balances:					
Liabilities:					
Accounts payable	\$ 7,624	\$ 3,470	\$ 90,530	\$ -	\$ -
Accrued wages and benefits	4,731	-	-	-	-
Interfund payable	-	-	-	-	-
Intergovernmental payable	243	-	518	-	3,575
Total liabilities	<u>12,598</u>	<u>3,470</u>	<u>91,048</u>	<u>-</u>	<u>3,575</u>
Deferred inflows of resources:					
Unavailable revenue	-	-	-	-	-
Fund balances:					
Restricted	192,217	118,489	353,182	-	2,419
Unassigned	-	-	-	-	-
Total fund balances (deficit)	<u>192,217</u>	<u>118,489</u>	<u>353,182</u>	<u>-</u>	<u>2,419</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 204,815</u>	<u>\$ 121,959</u>	<u>\$ 444,230</u>	<u>\$ -</u>	<u>\$ 5,994</u>

<u>Data Communication</u>	<u>Stimulus - School Improvement</u>	<u>Ohio Reads</u>	<u>Summer School Subsidy</u>	<u>Career Technical/ Adult Education</u>	<u>Education Jobs</u>	<u>Alternative School Grant</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,000</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	5,122
-	-	-	-	-	-	30,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,468</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,590</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,590)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,590)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,000</u>

Continued

Cleveland Heights-University Heights City School District

Combining Balance Sheet Nonmajor Special Revenue Funds (continued)

June 30, 2014

	Miscellaneous State <u>Grants</u>	Adult Basic <u>Education</u>	IDEA (Flo-Thru)	Vocational <u>Education</u>
Assets:				
Equity in pooled cash and investments	\$ 167	\$ -	\$ 64,000	\$ 103,944
Intergovernmental receivable	<u>-</u>	<u>-</u>	<u>30,638</u>	<u>-</u>
Total assets	<u>\$ 167</u>	<u>\$ -</u>	<u>\$ 94,638</u>	<u>\$ 103,944</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 913	\$ 4,219
Accrued wages and benefits	-	-	40,269	14,654
Interfund payable	-	-	-	65,000
Intergovernmental payable	<u>53</u>	<u>-</u>	<u>27,393</u>	<u>4,408</u>
Total liabilities	<u>53</u>	<u>-</u>	<u>68,575</u>	<u>88,281</u>
Deferred inflows of resources:				
Unavailable revenue	<u>-</u>	<u>-</u>	<u>30,638</u>	<u>-</u>
Fund balances:				
Restricted	114	-	-	15,663
Unassigned	<u>-</u>	<u>-</u>	<u>(4,575)</u>	<u>-</u>
Total fund balances (deficit)	<u>114</u>	<u>-</u>	<u>(4,575)</u>	<u>15,663</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 167</u>	<u>\$ -</u>	<u>\$ 94,638</u>	<u>\$ 103,944</u>

<u>Race to the Top</u>	<u>Title II-D Technology Grants</u>	<u>Title I Improvement</u>	<u>Title III</u>	<u>Title I</u>	<u>Title V Innovative Program</u>
\$ 34,430	\$ -	\$ 24,165	\$ 8,622	\$ 103,637	\$ -
<u>67,963</u>	<u>-</u>	<u>-</u>	<u>2,107</u>	<u>236,381</u>	<u>-</u>
<u>\$ 102,393</u>	<u>\$ -</u>	<u>\$ 24,165</u>	<u>\$ 10,729</u>	<u>\$ 340,018</u>	<u>\$ -</u>
\$ 3,331	\$ -	\$ -	\$ -	\$ 16,780	\$ -
18,240	-	55,915	-	239,823	-
65,000	-	-	10,000	-	-
<u>1,774</u>	<u>-</u>	<u>4,838</u>	<u>369</u>	<u>25,497</u>	<u>-</u>
<u>88,345</u>	<u>-</u>	<u>60,753</u>	<u>10,369</u>	<u>282,100</u>	<u>-</u>
<u>67,963</u>	<u>-</u>	<u>-</u>	<u>2,107</u>	<u>236,381</u>	<u>-</u>
-	-	-	-	-	-
<u>(53,915)</u>	<u>-</u>	<u>(36,588)</u>	<u>(1,747)</u>	<u>(178,463)</u>	<u>-</u>
<u>(53,915)</u>	<u>-</u>	<u>(36,588)</u>	<u>(1,747)</u>	<u>(178,463)</u>	<u>-</u>
<u>\$ 102,393</u>	<u>\$ -</u>	<u>\$ 24,165</u>	<u>\$ 10,729</u>	<u>\$ 340,018</u>	<u>\$ -</u>

Continued

Cleveland Heights-University Heights City School District

Combining Balance Sheet Nonmajor Special Revenue Funds (continued)

June 30, 2014

	Drug Free Schools	Preschool Disabilities Grant	Title IIA- Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue
Assets:					
Equity in pooled cash and investments	\$ -	\$ 9,554	\$ 11,648	\$ 57,794	\$ 1,224,959
Intergovernmental receivable	-	-	3,586	15,245	355,920
Total assets	<u>\$ -</u>	<u>\$ 9,554</u>	<u>\$ 15,234</u>	<u>\$ 73,039</u>	<u>\$ 1,580,879</u>
Liabilities, deferred inflows of resources and fund balances:					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 4,581	\$ 2,500	\$ 133,948
Accrued wages and benefits	-	8,919	1,676	17,984	407,333
Interfund payable	-	-	-	100,000	270,000
Intergovernmental payable	-	504	685	4,868	76,193
Total liabilities	<u>-</u>	<u>9,423</u>	<u>6,942</u>	<u>125,352</u>	<u>887,474</u>
Deferred inflows of resources:					
Unavailable revenue	<u>-</u>	<u>-</u>	<u>3,586</u>	<u>15,245</u>	<u>355,920</u>
Fund balances:					
Restricted	-	131	4,706	-	686,921
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>(67,558)</u>	<u>(349,436)</u>
Total fund balances (deficit)	<u>-</u>	<u>131</u>	<u>4,706</u>	<u>(67,558)</u>	<u>337,485</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ -</u>	<u>\$ 9,554</u>	<u>\$ 15,234</u>	<u>\$ 73,039</u>	<u>\$ 1,580,879</u>

Cleveland **Heights**
University



City School District

Cleveland Heights-University Heights City School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Special Revenue Funds

For the Fiscal Year Ended June 30, 2014

	Other Grants	District Managed Activity	Auxiliary Services	Educational Management Information System	Public School Preschool Grant
Revenues:					
Intergovernmental	\$ -	\$ -	\$ 1,932,315	\$ -	\$ 94,836
Earnings on investments	-	-	170	-	-
Extracurricular activities	-	227,239	-	-	-
Miscellaneous	<u>25,151</u>	<u>9,295</u>	<u>9,759</u>	<u>-</u>	<u>-</u>
Total revenues	<u>25,151</u>	<u>236,534</u>	<u>1,942,244</u>	<u>-</u>	<u>94,836</u>
Expenditures:					
Current:					
Instruction:					
Regular	14,041	-	-	-	81,467
Special	62	-	-	-	-
Vocational	14,851	-	-	-	-
Adult/continuing	-	-	-	-	-
Support services:					
Pupil	259	1,243	-	-	-
Instructional staff	6,387	-	-	-	5,116
Administration	3,768	-	-	-	-
Fiscal	-	-	-	-	-
Business	-	-	-	-	-
Pupil transportation	-	-	-	-	-
Central	22,348	-	-	711	-
Operation of non-instructional services					
Community services	500	-	1,862,646	-	163
Food service operations	-	-	-	-	-
Other non-instructional services	926	-	-	-	-
Extracurricular activities	<u>-</u>	<u>505,073</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>63,142</u>	<u>506,316</u>	<u>1,862,646</u>	<u>711</u>	<u>86,746</u>
Excess of revenues over (under) expenditures	<u>(37,991)</u>	<u>(269,782)</u>	<u>79,598</u>	<u>(711)</u>	<u>8,090</u>
Other financing sources (uses):					
Transfers - in	2,975	381,472	10,895	-	16,268
Transfers - out	<u>(38,735)</u>	<u>(11,415)</u>	<u>(229)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(35,760)</u>	<u>370,057</u>	<u>10,666</u>	<u>-</u>	<u>16,268</u>
Net change in fund balance	(73,751)	100,275	90,264	(711)	24,358
Fund balance (deficit) at beginning of year	<u>265,968</u>	<u>18,214</u>	<u>262,918</u>	<u>711</u>	<u>(21,939)</u>
Fund balance (deficit) at end of year	<u>\$ 192,217</u>	<u>\$ 118,489</u>	<u>\$ 353,182</u>	<u>\$ -</u>	<u>\$ 2,419</u>

<u>Data Communication</u>	<u>Stimulus - School Improvement</u>	<u>Ohio Reads</u>	<u>Summer School Subsidy</u>	<u>Career Technical/ Adult Education</u>	<u>Education Jobs</u>	<u>Alternative School Grant</u>
\$ 19,800	\$ 250,598	\$ -	\$ -	\$ -	\$ -	\$ 88,186
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>19,800</u>	<u>250,598</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>88,186</u>
-	-	-	-	-	-	51,010
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	4,800	35,394
-	-	-	-	-	-	-
-	-	-	-	-	-	6,907
-	1,208	-	-	-	-	-
30,600	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>30,600</u>	<u>1,208</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,800</u>	<u>93,311</u>
<u>(10,800)</u>	<u>249,390</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,800)</u>	<u>(5,125)</u>
-	2,120	12,158	19,312	-	-	2,228
-	(1,261)	-	-	(1,771)	-	-
-	<u>859</u>	<u>12,158</u>	<u>19,312</u>	<u>(1,771)</u>	<u>-</u>	<u>2,228</u>
(10,800)	250,249	12,158	19,312	(1,771)	(4,800)	(2,897)
<u>10,800</u>	<u>(250,249)</u>	<u>(12,158)</u>	<u>(19,312)</u>	<u>1,771</u>	<u>4,800</u>	<u>(3,693)</u>
\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(6,590)</u>

Continued

Cleveland Heights-University Heights City School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Special Revenue Funds (continued)

For the Fiscal Year Ended June 30, 2014

	Miscellaneous State Grants	Adult Basic Education	IDEA (Flo-Thru)	Vocational Education
Revenues:				
Intergovernmental	\$ 20,000	\$ 8,755	\$ 1,496,488	\$ 302,953
Earnings on investments	-	-	-	-
Extracurricular activities	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>20,000</u>	<u>8,755</u>	<u>1,496,488</u>	<u>302,953</u>
Expenditures:				
Current:				
Instruction:				
Regular	17,984	-	-	-
Special	2,000	-	767,593	-
Vocational	-	-	-	188,915
Adult/continuing	-	42	-	-
Support services:				
Pupil	-	2,007	185,244	2,500
Instructional staff	13,251	369	7,933	84,515
Administration	-	85	413,781	-
Fiscal	-	1,544	33,175	-
Business	-	-	-	-
Pupil transportation	-	-	-	-
Central	-	-	-	-
Operation of non-instructional services				
Community services	2,017	66	49,837	-
Food service operations	-	-	-	-
Other non-instructional services	-	-	-	-
Extracurricular activities	-	-	-	-
Total expenditures	<u>35,252</u>	<u>4,113</u>	<u>1,457,563</u>	<u>275,930</u>
Excess of revenues over (under) expenditures	<u>(15,252)</u>	<u>4,642</u>	<u>38,925</u>	<u>27,023</u>
Other financing sources (uses):				
Transfers - in	6,377	-	-	6,672
Transfers - out	<u>(91,593)</u>	<u>(7,003)</u>	<u>(39,932)</u>	<u>-</u>
Total other financing sources (uses)	<u>(85,216)</u>	<u>(7,003)</u>	<u>(39,932)</u>	<u>6,672</u>
Net change in fund balance	(100,468)	(2,361)	(1,007)	33,695
Fund balance (deficit) at beginning of year	<u>100,582</u>	<u>2,361</u>	<u>(3,568)</u>	<u>(18,032)</u>
Fund balance (deficit) at end of year	\$ <u>114</u>	\$ <u>-</u>	\$ <u>(4,575)</u>	\$ <u>15,663</u>

<u>Race to the Top</u>	<u>Title II-D Technology Grants</u>	<u>Title I Improvement</u>	<u>Title III</u>	<u>Title I</u>	<u>Title V Innovative Program</u>
\$ 667,659	\$ -	\$ 330,000	\$ 21,913	\$ 2,075,392	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>237</u>	<u>-</u>	<u>53</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>667,896</u>	<u>-</u>	<u>330,053</u>	<u>21,913</u>	<u>2,075,392</u>	<u>-</u>
197,330	-	1,078	-	-	-
-	-	94,200	20,286	1,367,096	-
-	-	-	-	-	-
-	-	-	-	-	-
27,680	-	-	134	-	-
357,073	-	256,427	675	431,210	-
-	-	-	-	87,053	-
14,587	278	6,025	498	46,649	-
-	-	-	-	-	-
-	-	-	79	5,115	-
28,500	-	-	-	-	-
-	-	-	984	269,726	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>625,170</u>	<u>278</u>	<u>357,730</u>	<u>22,656</u>	<u>2,206,849</u>	<u>-</u>
<u>42,726</u>	<u>(278)</u>	<u>(27,677)</u>	<u>(743)</u>	<u>(131,457)</u>	<u>-</u>
555	3,550	2,698	4,314	59,266	3,309
<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,951)</u>	<u>(148)</u>	<u>(611)</u>
<u>555</u>	<u>3,550</u>	<u>2,698</u>	<u>2,363</u>	<u>59,118</u>	<u>2,698</u>
43,281	3,272	(24,979)	1,620	(72,339)	2,698
<u>(97,196)</u>	<u>(3,272)</u>	<u>(11,609)</u>	<u>(3,367)</u>	<u>(106,124)</u>	<u>(2,698)</u>
\$ <u>(53,915)</u>	\$ <u>-</u>	\$ <u>(36,588)</u>	\$ <u>(1,747)</u>	\$ <u>(178,463)</u>	\$ <u>-</u>

Continued

Cleveland Heights-University Heights City School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Special Revenue Funds (continued)

For the Fiscal Year Ended June 30, 2014

	Drug Free Schools	Preschool Disabilities Grant	Title IIA- Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue
Revenues:					
Intergovernmental	\$ -	\$ 46,533	\$ 337,559	\$ 391,822	\$ 8,084,809
Earnings on investments	-	-	-	-	170
Extracurricular activities	-	-	-	-	227,239
Miscellaneous	-	-	-	-	44,495
Total revenues	<u>-</u>	<u>46,533</u>	<u>337,559</u>	<u>391,822</u>	<u>8,356,713</u>
Expenditures:					
Current:					
Instruction:					
Regular	-	4,707	-	233,075	600,692
Special	-	1,133	-	-	2,252,370
Vocational	-	-	-	-	203,766
Adult/continuing	-	-	-	-	42
Support services:					
Pupil	-	36,716	-	1,297	297,274
Instructional staff	-	-	223,806	28,838	1,415,600
Administration	-	-	-	63,137	574,731
Fiscal	-	825	5,568	6,396	116,753
Business	-	-	-	-	30,600
Pupil transportation	-	-	-	14,426	19,620
Central	-	-	-	7,500	59,059
Operation of non-instructional services:					
Community services	-	-	37,491	4,560	2,227,990
Food service operations	-	-	-	9,956	9,956
Other non-instructional services	-	-	-	-	926
Extracurricular activities	-	-	-	-	505,073
Total expenditures	<u>-</u>	<u>43,381</u>	<u>266,865</u>	<u>369,185</u>	<u>8,314,452</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>3,152</u>	<u>70,694</u>	<u>22,637</u>	<u>42,261</u>
Other financing sources (uses):					
Transfers - in	3,664	626	16,932	1,243	556,634
Transfers - out	<u>-</u>	<u>(11,857)</u>	<u>(30,323)</u>	<u>(9,251)</u>	<u>(246,080)</u>
Total other financing sources (uses)	<u>3,664</u>	<u>(11,231)</u>	<u>(13,391)</u>	<u>(8,008)</u>	<u>310,554</u>
Net change in fund balance	3,664	(8,079)	57,303	14,629	352,815
Fund balance (deficit) at beginning of year	<u>(3,664)</u>	<u>8,210</u>	<u>(52,597)</u>	<u>(82,187)</u>	<u>(15,330)</u>
Fund balance (deficit) at end of year	\$ <u>-</u>	\$ <u>131</u>	\$ <u>4,706</u>	\$ <u>(67,558)</u>	\$ <u>337,485</u>

Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget (Non-GAAP Basis) and Actual



JASMINE GAMBLE
2nd grade, Noble Elementary

Cleveland Heights-University Heights City School District

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 73,100,742	\$ 73,590,739	\$ 68,854,251	\$ (4,736,488)
Intergovernmental	19,400,755	9,876,748	30,329,306	20,452,558
Tuition and fees	3,329,569	1,695,054	5,205,135	3,510,081
Earnings on investments	21,374	10,881	33,414	22,533
Miscellaneous	<u>536,711</u>	<u>288,084</u>	<u>1,094,407</u>	<u>806,323</u>
Total revenues	<u>96,389,151</u>	<u>85,461,506</u>	<u>105,516,513</u>	<u>20,055,007</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and wages	21,551,652	24,088,869	24,052,031	36,838
Employee benefits	8,443,065	9,437,043	10,373,393	(936,350)
Purchased services	1,633,926	1,826,283	1,283,817	542,466
Supplies and materials	1,205,850	1,347,811	1,046,528	301,283
Capital outlay	207,644	232,089	163,480	68,609
Other	<u>144,493</u>	<u>161,503</u>	<u>73,777</u>	<u>87,726</u>
Total regular	<u>33,186,630</u>	<u>37,093,598</u>	<u>36,993,026</u>	<u>100,572</u>
Special:				
Salaries and wages	7,176,513	8,021,381	8,003,306	18,075
Employee benefits	3,038,796	3,396,544	3,466,622	(70,078)
Purchased services	114,334	127,795	426,399	(298,604)
Supplies and materials	150,491	168,208	89,721	78,487
Capital outlay	10,540	11,781	1,224	10,557
Other	<u>48,936</u>	<u>54,698</u>	<u>13,096</u>	<u>41,602</u>
Total special	<u>10,539,610</u>	<u>11,780,407</u>	<u>12,000,368</u>	<u>(219,961)</u>
Vocational:				
Salaries and wages	1,149,823	1,285,188	1,285,059	129
Employee benefits	368,203	411,551	415,484	(3,933)
Purchased services	6,123	6,844	6,581	263
Supplies and materials	75,756	84,674	70,181	14,493
Capital outlay	36,498	40,795	52,031	(11,236)
Other	<u>2,599</u>	<u>2,904</u>	<u>3,178</u>	<u>(274)</u>
Total vocational	<u>1,639,002</u>	<u>1,831,956</u>	<u>1,832,514</u>	<u>(558)</u>

Continued

Cleveland Heights-University Heights City School District

General Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other instruction:				
Salaries and wages	247,608	276,757	280,913	(4,156)
Employee benefits	78,179	87,383	82,248	5,135
Purchased services	5,412,780	6,050,011	9,006,067	(2,956,056)
Supplies and materials	4,250	4,750	2,955	1,795
Other	-	-	25,380	(25,380)
Total other instruction	<u>5,742,817</u>	<u>6,418,901</u>	<u>9,397,563</u>	<u>(2,978,662)</u>
Total instruction	<u>51,108,059</u>	<u>57,124,862</u>	<u>60,223,471</u>	<u>(3,098,609)</u>
Support services:				
Pupil:				
Salaries and wages	4,036,632	4,511,855	4,509,572	2,283
Employee benefits	1,473,048	1,646,466	1,672,672	(26,206)
Purchased services	319,079	356,643	430,410	(73,767)
Supplies and materials	130,221	145,551	109,520	36,031
Capital outlay	3,107	3,473	1,169	2,304
Other	53,305	59,581	35,798	23,783
Total pupil	<u>6,015,392</u>	<u>6,723,569</u>	<u>6,759,141</u>	<u>(35,572)</u>
Instructional staff:				
Salaries and wages	1,821,408	2,035,837	2,079,419	(43,582)
Employee benefits	789,569	882,521	892,033	(9,512)
Purchased services	1,210,319	1,352,807	427,899	924,908
Supplies and materials	162,149	181,238	158,652	22,586
Capital outlay	428,613	479,072	123,211	355,861
Other	59,519	66,526	68,165	(1,639)
Total instructional staff	<u>4,471,577</u>	<u>4,998,001</u>	<u>3,749,379</u>	<u>1,248,622</u>
Board of education:				
Salaries and wages	22,702	25,375	24,125	1,250
Employee benefits	3,086	3,449	3,394	55
Purchased services	454,417	507,914	660,318	(152,404)
Supplies and materials	672	750	1,010	(260)
Other	5,100	5,700	16,402	(10,702)
Total board of education	<u>485,977</u>	<u>543,188</u>	<u>705,249</u>	<u>(162,061)</u>
Administration:				
Salaries and wages	3,610,932	4,036,037	4,039,028	(2,991)
Employee benefits	1,893,793	2,116,743	2,844,567	(727,824)
Purchased services	315,687	352,852	286,144	66,708
Supplies and materials	252,386	282,100	141,890	140,210
Capital outlay	5,527	6,178	1,635	4,543
Other	112,204	125,413	55,095	70,318
Total administration	<u>6,190,529</u>	<u>6,919,323</u>	<u>7,368,359</u>	<u>(449,036)</u>

Continued

Cleveland Heights-University Heights City School District

General Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fiscal:				
Salaries and wages	642,418	718,049	718,313	(264)
Employee benefits	591,358	660,976	642,802	18,174
Purchased services	96,715	108,101	191,067	(82,966)
Supplies and materials	11,920	13,324	7,944	5,380
Capital outlay	2,050	2,291	1,346	945
Other	<u>1,204,614</u>	<u>1,346,430</u>	<u>1,430,327</u>	<u>(83,897)</u>
Total fiscal	<u>2,549,075</u>	<u>2,849,171</u>	<u>2,991,799</u>	<u>(142,628)</u>
Business:				
Salaries and wages	227,697	254,503	253,904	599
Employee benefits	119,932	134,051	136,289	(2,238)
Purchased services	849,765	949,804	967,332	(17,528)
Supplies and materials	152,358	170,294	157,669	12,625
Capital outlay	43,437	48,551	1,731	46,820
Other	<u>426,209</u>	<u>476,385</u>	<u>451,342</u>	<u>25,043</u>
Total business	<u>1,819,398</u>	<u>2,033,588</u>	<u>1,968,267</u>	<u>65,321</u>
Operations and maintenance of plant:				
Salaries and wages	4,623,028	5,167,283	5,150,315	16,968
Employee benefits	2,624,885	2,933,905	2,969,813	(35,908)
Purchased services	3,748,855	4,190,196	3,610,599	579,597
Supplies and materials	940,645	1,051,385	974,988	76,397
Capital outlay	479,904	536,402	411,483	124,919
Other	<u>30,009</u>	<u>33,542</u>	<u>24,029</u>	<u>9,513</u>
Total operations and maintenance of plant	<u>12,447,326</u>	<u>13,912,713</u>	<u>13,141,227</u>	<u>771,486</u>
Pupil transportation:				
Salaries and wages	1,470,946	1,644,116	1,634,896	9,220
Employee benefits	750,305	838,636	857,337	(18,701)
Purchased services	1,134,667	1,268,249	1,117,932	150,317
Supplies and materials	656,430	733,711	592,001	141,710
Capital outlay	5,611	6,272	5,212	1,060
Other	<u>47,179</u>	<u>111,645</u>	<u>52,386</u>	<u>59,259</u>
Total pupil transportation	<u>4,065,138</u>	<u>4,602,629</u>	<u>4,259,764</u>	<u>342,865</u>

Continued

Cleveland Heights-University Heights City School District

General Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Central:				
Salaries and wages	1,175,403	1,313,778	1,309,581	4,197
Employee benefits	712,220	796,065	755,850	40,215
Purchased services	1,675,221	1,872,439	1,744,477	127,962
Supplies and materials	346,165	386,917	191,287	195,630
Capital outlay	419,444	468,824	85,818	383,006
Other	84,637	94,600	27,307	67,293
Total central	<u>4,413,090</u>	<u>4,932,623</u>	<u>4,114,320</u>	<u>818,303</u>
Total support services	<u>42,457,502</u>	<u>47,514,805</u>	<u>45,057,505</u>	<u>2,457,300</u>
Operation of non-instructional services:				
Food service operations:				
Salaries and wages	1,839	2,056	2,467	(411)
Employee benefits	292	326	418	(92)
Purchased services	2,423	2,708	-	2,708
Capital outlay	31,000	34,650	9,692	24,958
Other	1,888	2,110	2,134	(24)
Total food service operations	<u>37,442</u>	<u>41,850</u>	<u>14,711</u>	<u>27,139</u>
Community services:				
Salaries and wages	3,735	4,175	4,934	(759)
Employee benefits	1,441	1,611	1,658	(47)
Purchased services	13,420	15,000	6,738	8,262
Total community services	<u>18,596</u>	<u>20,786</u>	<u>13,330</u>	<u>7,456</u>
Total operation of non-instructional services	<u>56,038</u>	<u>62,636</u>	<u>28,041</u>	<u>34,595</u>
Extracurricular activities:				
Academic and subject oriented:				
Salaries and wages	173,870	194,339	215,959	(21,620)
Employee benefits	56,698	63,374	64,920	(1,546)
Purchased services	5,887	6,581	2,518	4,063
Supplies and materials	4,672	5,222	7,555	(2,333)
Other	3,654	4,085	2,905	1,180
Total academic and subject oriented	<u>244,781</u>	<u>273,601</u>	<u>293,857</u>	<u>(20,256)</u>
Occupational oriented:				
Salaries and wages	6,226	6,959	8,224	(1,265)
Fringe benefits	1,525	1,707	1,867	(160)
Purchased services	-	-	1,330	(1,330)
Total occupational oriented	<u>7,751</u>	<u>8,666</u>	<u>11,421</u>	<u>(2,755)</u>

Continued

Cleveland Heights-University Heights City School District

General Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Sports oriented:				
Salaries and wages	792,505	885,805	762,773	123,032
Employee benefits	170,770	190,873	205,040	(14,167)
Purchased services	2,033	2,273	2,049	224
Supplies and materials	447	500	610	(110)
Other	116	130	130	-
Total sports oriented	<u>965,871</u>	<u>1,079,581</u>	<u>970,602</u>	<u>108,979</u>
Co-curricular activities:				
Salaries and wages	55,645	62,196	73,328	(11,132)
Employee benefits	18,488	20,664	21,424	(760)
Total co-curricular activities	<u>74,133</u>	<u>82,860</u>	<u>94,752</u>	<u>(11,892)</u>
Total extracurricular activities	<u>1,292,536</u>	<u>1,444,708</u>	<u>1,370,632</u>	<u>74,076</u>
Total expenditures	<u>94,914,135</u>	<u>106,147,011</u>	<u>106,679,649</u>	<u>(532,638)</u>
Excess of revenues over (under) expenditures	<u>1,475,016</u>	<u>(20,685,505)</u>	<u>(1,163,136)</u>	<u>19,522,369</u>
Other financing sources (uses):				
Proceeds from inception of capital lease	-	-	88,483	88,483
Transfers - in	190,038	376,443	251,334	(125,109)
Transfers - out	(10,980,627)	(12,410,434)	(11,664,816)	745,618
Advances - in	9,532,463	4,852,890	14,902,153	10,049,263
Advances - out	<u>(1,239,866)</u>	<u>(1,402,115)</u>	<u>(1,402,115)</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,497,992)</u>	<u>(8,583,216)</u>	<u>2,175,039</u>	<u>10,758,255</u>
Net change in fund balance	(1,022,976)	(29,268,721)	1,011,903	30,280,624
Fund balance at beginning of year	17,930,388	17,930,388	17,930,388	-
Prior year encumbrances appropriated	<u>3,295,575</u>	<u>3,295,575</u>	<u>3,295,575</u>	<u>-</u>
Fund balance at end of year	\$ <u>20,202,987</u>	\$ <u>(8,042,758)</u>	\$ <u>22,237,866</u>	\$ <u>30,280,624</u>

Cleveland Heights-University Heights City School District

Special Trust Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Miscellaneous	\$ -	\$ -	\$ 8,515	\$ 8,515
Expenditures:				
Current:				
Instruction:				
Regular:				
Purchased services	749	9,810	-	9,810
Supplies and materials	-	-	311	(311)
Total instruction	<u>749</u>	<u>9,810</u>	<u>311</u>	<u>9,499</u>
Support services:				
Pupil:				
Supplies and materials	-	-	30	(30)
Other	<u>153</u>	<u>2,000</u>	<u>1,611</u>	<u>389</u>
Total pupil	153	2,000	1,641	359
Central:				
Purchased services	<u>191</u>	<u>2,500</u>	<u>2,465</u>	<u>35</u>
Total support services	<u>344</u>	<u>4,500</u>	<u>4,106</u>	<u>394</u>
Operation of non-instructional services:				
Shared services:				
Other	<u>-</u>	<u>-</u>	<u>5,149</u>	<u>(5,149)</u>
Extracurricular activities:				
Co-curricular activities:				
Purchased services	396	5,190	5,486	(296)
Other	<u>420</u>	<u>5,500</u>	<u>8,859</u>	<u>(3,359)</u>
Total extracurricular activities	<u>816</u>	<u>10,690</u>	<u>14,345</u>	<u>(3,655)</u>
Total expenditures	<u>1,909</u>	<u>25,000</u>	<u>23,911</u>	<u>1,089</u>
Excess of revenues over (under) expenditures	<u>(1,909)</u>	<u>(25,000)</u>	<u>(15,396)</u>	<u>9,604</u>
Other financing sources (uses):				
Transfers - in	-	-	39,078	39,078
Transfers - out	<u>(18,092)</u>	<u>(237,118)</u>	<u>(236,731)</u>	<u>387</u>
Total other financing sources (uses)	<u>(18,092)</u>	<u>(237,118)</u>	<u>(197,653)</u>	<u>39,465</u>
Net change in fund balance	(20,001)	(262,118)	(213,049)	49,069
Fund balance at beginning of year	375,106	375,106	375,106	-
Prior year encumbrances appropriated	<u>5,190</u>	<u>5,190</u>	<u>5,190</u>	<u>-</u>
Fund balance at end of year	\$ <u>360,295</u>	\$ <u>118,178</u>	\$ <u>167,247</u>	\$ <u>49,069</u>

Note: The above fund is combined with the General Fund for GASB 54 financial reporting purposes.

Cleveland Heights-University Heights City School District

Public School Support Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Extracurricular activities	\$ -	\$ 36,231	\$ 100,866	\$ 64,635
Classroom materials and fees	-	3,946	10,983	7,037
Miscellaneous	-	22,656	66,398	43,742
Total revenues	-	62,833	178,247	115,414
Expenditures:				
Current:				
Instruction:				
Regular:				
Purchased services	76,574	152,408	27,090	125,318
Supplies and materials	2,511	5,000	22,374	(17,374)
Other	12,561	25,000	20,864	4,136
Total regular	91,646	182,408	70,328	112,080
Special:				
Purchased services	2,512	5,000	104	4,896
Supplies and materials	-	-	3,563	(3,563)
Other	-	-	37	(37)
Total special	2,512	5,000	3,704	1,296
Vocational:				
Capital outlay	1,001	1,992	2,181	(189)
Total instruction	95,159	189,400	76,213	113,187
Support services:				
Pupil:				
Purchased services	11,297	22,484	36,197	(13,713)
Supplies and materials	-	-	24,644	(24,644)
Capital outlay	-	-	20,887	(20,887)
Other	-	-	2,056	(2,056)
Total pupil	11,297	22,484	83,784	(61,300)
Instructional staff:				
Purchased services	-	-	1,407	(1,407)
Supplies and materials	-	-	6,076	(6,076)
Other	-	-	185	(185)
Total instructional staff	-	-	7,668	(7,668)
Board of education:				
Other	5,075	10,100	10,100	-

Continued

Cleveland Heights-University Heights City School District

Public School Support Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Administration:				
Purchased services	-	-	5,651	(5,651)
Supplies and materials	-	-	15,205	(15,205)
Other	-	-	2,199	(2,199)
Total administration	-	-	23,055	(23,055)
Total support services	16,372	32,584	124,607	(92,023)
Operation of non-instructional services:				
Community services:				
Purchased services	-	-	300	(300)
Supplies and materials	-	-	99	(99)
Total operation of non-instructional services	-	-	399	(399)
Extracurricular activities:				
Academic and subject oriented:				
Purchased services	-	-	325	(325)
Supplies and materials	-	-	1,108	(1,108)
Total academic and subject oriented	-	-	1,433	(1,433)
Sports oriented:				
Other	-	-	278	(278)
Co-curricular activities:				
Purchased services	-	-	1,785	(1,785)
Supplies and materials	-	-	3,830	(3,830)
Other	-	-	1,000	(1,000)
Total co-curricular activities	-	-	6,615	(6,615)
Total extracurricular activities	-	-	8,326	(8,326)
Total expenditures	111,531	221,984	209,545	12,439
Excess of revenues over (under) expenditures	(111,531)	(159,151)	(31,298)	127,853
Other financing sources (uses):				
Transfers - in	-	21,168	16,683	(4,485)
Transfers - out	(23,469)	(46,712)	(7,775)	38,937
Total other financing sources (uses)	(23,469)	(25,544)	8,908	34,452
Net change in fund balance	(135,000)	(184,695)	(22,390)	162,305
Fund balance at beginning of year	205,470	205,470	205,470	-
Prior year encumbrances appropriated	5,893	5,893	5,893	-
Fund balance at end of year	\$ 76,363	\$ 26,668	\$ 188,973	\$ 162,305

Note: The above fund is combined with the General Fund for GASB 54 financial reporting purposes.

Cleveland Heights-University Heights City School District

Building Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Facilities acquisition and construction services:				
Architecture and engineering services:				
Purchased services	\$ -	\$ 10,917,344	\$ 8,057,994	\$ 2,859,350
Other	-	-	66,643	(66,643)
Total architecture and engineering services	-	10,917,344	8,124,637	2,792,707
Building acquisition and construction services:				
Purchased services	-	5,582,656	4,428,102	1,154,554
Capital outlay	-	-	3,029,688	(3,029,688)
Total building acquisition and construction services	-	5,582,656	7,457,790	(1,875,134)
Building improvement services:				
Capital outlay	-	-	15,037	(15,037)
Other facilities acquisition and construction services:				
Capital outlay	-	-	3,270	(3,270)
Total facilities acquisition and construction services	-	16,500,000	15,600,734	899,266
Debt services:				
Bond issuance costs	-	-	1,224,233	(1,224,233)
Total expenditures	-	16,500,000	16,824,967	(324,967)
Excess of revenues over (under) expenditures	-	(16,500,000)	(16,824,967)	(324,967)
Other financing sources (uses):				
Proceeds from issuance of bonds	-	16,500,000	134,799,915	118,299,915
Premium on bonds issued	-	-	1,659,731	1,659,731
Proceeds from certificates of participation	-	-	21,000,000	21,000,000
Discount on certificates of participation issued	-	-	(29,773)	(29,773)
Total other financing sources (uses)	-	16,500,000	157,429,873	140,929,873
Net change in fund balance	-	-	140,604,906	140,604,906
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ 140,604,906	\$ 140,604,906

Cleveland Heights-University Heights City School District

Other Grants Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Miscellaneous	\$ 17,327	\$ 69,307	\$ 25,510	\$ (43,797)
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and wages	-	-	8,150	(8,150)
Employee benefits	-	-	2,176	(2,176)
Supplies and materials	393	1,500	4,678	(3,178)
Total regular	393	1,500	15,004	(13,504)
Special:				
Supplies and materials	-	-	62	(62)
Vocational:				
Purchased services	2,657	10,150	2,588	7,562
Supplies and materials	1,481	5,657	3,970	1,687
Capital outlay	2,744	10,482	10,172	310
Other	105	400	196	204
Total vocation	6,987	26,689	16,926	9,763
Total instruction	7,380	28,189	31,992	(3,803)
Support services:				
Pupil:				
Purchased services	-	-	50	(50)
Supplies and materials	-	-	500	(500)
Total pupil	-	-	550	(550)
Instructional staff:				
Salaries and wages	-	-	1,002	(1,002)
Employee benefits	-	-	648	(648)
Purchased services	66	253	-	253
Total instructional staff	66	253	1,650	(1,397)
Administration:				
Salaries and wages	-	-	840	(840)
Employee benefits	-	-	390	(390)
Purchased services	1,028	3,928	2,828	1,100
Supplies and materials	445	1,700	1,147	553
Other	87	335	310	25
Total administration	1,560	5,963	5,515	448

Continued

Cleveland Heights-University Heights City School District

Other Grants Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Central:				
Purchased services	14,032	53,612	30,139	23,473
Supplies and materials	1,571	6,000	4,000	2,000
Capital outlay	131	500	-	500
Other	131	500	-	500
Total central	<u>15,865</u>	<u>60,612</u>	<u>34,139</u>	<u>26,473</u>
Total support services	<u>17,491</u>	<u>66,828</u>	<u>41,854</u>	<u>24,974</u>
Operation of non-instructional services:				
Community services:				
Purchased services	131	500	500	-
Supplies and materials	249	950	-	950
Other	13	50	-	50
Total community services	<u>393</u>	<u>1,500</u>	<u>500</u>	<u>1,000</u>
Other non-instructional services:				
Purchased services	<u>493</u>	<u>1,883</u>	<u>926</u>	<u>957</u>
Total operation of non-instruction services	<u>886</u>	<u>3,383</u>	<u>1,426</u>	<u>1,957</u>
Total expenditures	<u>25,757</u>	<u>98,400</u>	<u>75,272</u>	<u>23,128</u>
Excess of revenues over (under) expenditures	<u>(8,430)</u>	<u>(29,093)</u>	<u>(49,762)</u>	<u>(20,669)</u>
Other financing sources (uses):				
Transfers - in	12,673	50,693	2,975	(47,718)
Transfers - out	<u>(14,244)</u>	<u>(54,419)</u>	<u>(38,735)</u>	<u>15,684</u>
Total other financing sources (uses)	<u>(1,571)</u>	<u>(3,726)</u>	<u>(35,760)</u>	<u>(32,034)</u>
Net change in fund balance	(10,001)	(32,819)	(85,522)	(52,703)
Fund balance at beginning of year	262,829	262,829	262,829	-
Prior year encumbrances appropriated	<u>3,086</u>	<u>3,086</u>	<u>3,086</u>	<u>-</u>
Fund balance at end of year	\$ <u>255,914</u>	\$ <u>233,096</u>	\$ <u>180,393</u>	\$ <u>(52,703)</u>

Cleveland Heights-University Heights City School District

District Managed Activity Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Extracurricular activities	\$ 111,453	\$ 186,198	\$ 227,239	\$ 41,041
Miscellaneous	4,003	6,688	9,400	2,712
Total revenues	<u>115,456</u>	<u>192,886</u>	<u>236,639</u>	<u>43,753</u>
Expenditures:				
Current:				
Support services:				
Pupil:				
Purchased services	191	352	952	(600)
Supplies and materials	681	1,258	291	967
Total support services	<u>872</u>	<u>1,610</u>	<u>1,243</u>	<u>367</u>
Operation of non-instructional services:				
Community services:				
Purchased services	108	200	-	200
Extracurricular activities:				
Purchased services	302,962	559,428	347,286	212,142
Supplies and materials	4,832	8,920	172,389	(163,469)
Capital outlay	-	-	6,639	(6,639)
Other	511	943	6,298	(5,355)
Total extracurricular activities	<u>308,305</u>	<u>569,291</u>	<u>532,612</u>	<u>36,679</u>
Total expenditures	<u>309,285</u>	<u>571,101</u>	<u>533,855</u>	<u>37,246</u>
Excess of revenues over (under) expenditures	<u>(193,829)</u>	<u>(378,215)</u>	<u>(297,216)</u>	<u>80,999</u>
Other financing sources (uses):				
Transfers - in	218,545	365,114	381,472	16,358
Transfers - out	<u>(40,715)</u>	<u>(75,182)</u>	<u>(11,415)</u>	<u>63,767</u>
Total other financing sources (uses)	<u>177,830</u>	<u>289,932</u>	<u>370,057</u>	<u>80,125</u>
Net change in fund balance	(15,999)	(88,283)	72,841	161,124
Fund balance at beginning of year	4,532	4,532	4,532	-
Prior year encumbrances appropriated	<u>21,860</u>	<u>21,860</u>	<u>21,860</u>	<u>-</u>
Fund balance at end of year	\$ <u>10,393</u>	\$ <u>(61,891)</u>	\$ <u>99,233</u>	\$ <u>161,124</u>

Cleveland Heights-University Heights City School District

Auxiliary Services Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 2,226,011	\$ 2,087,504	\$ 1,932,315	\$ (155,189)
Earnings on investments	196	184	170	(14)
Miscellaneous	11,242	10,543	9,759	(784)
Total revenues	<u>2,237,449</u>	<u>2,098,231</u>	<u>1,942,244</u>	<u>(155,987)</u>
Expenditures:				
Current:				
Operation of non-instructional services:				
Community services:				
Salaries and wages	12,058	12,221	12,220	1
Employee benefits	2,532	2,566	2,481	85
Purchased services	1,236,869	1,253,581	1,327,803	(74,222)
Supplies and materials	827,797	838,980	646,326	192,654
Capital outlay	183,550	186,030	194,097	(8,067)
Other	55,641	56,393	22,442	33,951
Total expenditures	<u>2,318,447</u>	<u>2,349,771</u>	<u>2,205,369</u>	<u>144,402</u>
Excess of revenues over (under) expenditures	<u>(80,998)</u>	<u>(251,540)</u>	<u>(263,125)</u>	<u>(11,585)</u>
Other financing sources (uses):				
Transfers - in	12,551	11,770	10,895	(875)
Transfers - out	(3,869)	(3,921)	(229)	3,692
Advances - out	(26,640)	(27,000)	(27,000)	-
Total other financing sources (uses)	<u>(17,958)</u>	<u>(19,151)</u>	<u>(16,334)</u>	<u>2,817</u>
Net change in fund balance	(98,956)	(270,691)	(279,459)	(8,768)
Fund balance at beginning of year	69	69	69	-
Prior year encumbrances appropriated	<u>443,899</u>	<u>443,899</u>	<u>443,899</u>	-
Fund balance at end of year	\$ <u>345,012</u>	\$ <u>173,277</u>	\$ <u>164,509</u>	\$ <u>(8,768)</u>

Cleveland Heights-University Heights City School District

Educational Management Information System Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 350,000	\$ -	\$ -	\$ -
Net change in fund balance	350,000	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ 350,000	\$ -	\$ -	\$ -

Cleveland Heights-University Heights City School District

Public School Preschool Grant Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 93,832	\$ 96,391	\$ 95,165	\$ (1,226)
Miscellaneous	128	132	130	(2)
Total revenue	<u>93,960</u>	<u>96,523</u>	<u>95,295</u>	<u>(1,228)</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and wages	36,233	45,836	54,878	(9,042)
Employee benefits	13,187	16,682	21,593	(4,911)
Purchased services	6,324	8,000	120	7,880
Supplies and materials	8,854	11,200	2,718	8,482
Other	223	282	84	198
Total instruction	<u>64,821</u>	<u>82,000</u>	<u>79,393</u>	<u>2,607</u>
Support services:				
Instructional staff:				
Purchased services	4,384	5,545	4,101	1,444
Supplies and materials	2,344	2,965	1,015	1,950
Other	40	50	-	50
Total support services	<u>6,768</u>	<u>8,560</u>	<u>5,116</u>	<u>3,444</u>
Operation of non-instructional services:				
Community services:				
Salaries and wages	-	-	108	(108)
Employee benefits	-	-	53	(53)
Total operation of non-instructional Services	<u>-</u>	<u>-</u>	<u>161</u>	<u>(161)</u>
Total expenditures	<u>71,589</u>	<u>90,560</u>	<u>84,670</u>	<u>5,890</u>
Excess of revenues over (under) expenditures	<u>22,371</u>	<u>5,963</u>	<u>10,625</u>	<u>4,662</u>
Other financing sources (uses):				
Transfers - in	16,040	16,478	16,268	(210)
Advances - out	<u>(18,972)</u>	<u>(24,000)</u>	<u>(24,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,932)</u>	<u>(7,522)</u>	<u>(7,732)</u>	<u>(210)</u>
Net change in fund balance	19,439	(1,559)	2,893	4,452
Fund balance at beginning of year	541	541	541	-
Prior year encumbrances appropriated	<u>2,560</u>	<u>2,560</u>	<u>2,560</u>	<u>-</u>
Fund balance at end of year	\$ <u>22,540</u>	\$ <u>1,542</u>	\$ <u>5,994</u>	\$ <u>4,452</u>

Cleveland Heights-University Heights City School District

Data Communication Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 20,000	\$ 19,800	\$ (200)
Expenditures:				
Current:				
Support services:				
Business:				
Purchased services	-	30,600	30,600	-
Net change in fund balance	-	(10,600)	(10,800)	(200)
Fund balance at beginning of year	10,800	10,800	10,800	-
Fund balance at end of year	\$ 10,800	\$ 200	\$ -	\$ (200)

Cleveland Heights-University Heights City School District

Stimulus - School Improvement Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 912,755	\$ 286,161	\$ 252,013	\$ (34,148)
Miscellaneous	4,567	1,432	1,261	(171)
Total revenue	<u>917,322</u>	<u>287,593</u>	<u>253,274</u>	<u>(34,319)</u>
Expenditures:				
Current:				
Instruction:				
Special:				
Salaries and wages	-	2,287	1,845	442
Employee benefits	-	-	324	(324)
Supplies and materials	-	11,852	9,920	1,932
Total instruction	<u>-</u>	<u>14,139</u>	<u>12,089</u>	<u>2,050</u>
Support services:				
Instructional staff:				
Purchased services	<u>-</u>	<u>1,350</u>	<u>468</u>	<u>882</u>
Administration:				
Salaries and wages	-	-	1,845	(1,845)
Employee benefits	<u>-</u>	<u>-</u>	<u>322</u>	<u>(322)</u>
Total administration	<u>-</u>	<u>-</u>	<u>2,167</u>	<u>(2,167)</u>
Fiscal:				
Other	<u>-</u>	<u>-</u>	<u>4,017</u>	<u>(4,017)</u>
Total support services	<u>-</u>	<u>1,350</u>	<u>6,652</u>	<u>(5,302)</u>
Total expenditures	<u>-</u>	<u>15,489</u>	<u>18,741</u>	<u>(3,252)</u>
Excess of revenues over (under) expenditures	<u>917,322</u>	<u>272,104</u>	<u>234,533</u>	<u>(37,571)</u>
Other financing sources (uses):				
Transfers - in	7,678	2,407	2,120	(287)
Transfers - out	-	(5,278)	(1,261)	4,017
Advances - out	<u>-</u>	<u>(249,000)</u>	<u>(249,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>7,678</u>	<u>(251,871)</u>	<u>(248,141)</u>	<u>3,730</u>
Net change in fund balance	925,000	20,233	(13,608)	(33,841)
Fund balance at beginning of year	406	406	406	-
Prior year encumbrances appropriated	<u>13,202</u>	<u>13,202</u>	<u>13,202</u>	<u>-</u>
Fund balance at end of year	\$ <u>938,608</u>	\$ <u>33,841</u>	\$ <u>-</u>	\$ <u>(33,841)</u>

Cleveland Heights-University Heights City School District

Career Technical/Adult Education Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers - out	\$ -	\$ (1,771)	\$ (1,771)	\$ -
Fund balance at beginning of year	<u>1,771</u>	<u>1,771</u>	<u>1,771</u>	<u>-</u>
Fund balance at end of year	\$ <u><u>1,771</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

Cleveland Heights-University Heights City School District

Alternative School Grant Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 80,555	\$ 80,921	\$ 88,492	\$ 7,571
Miscellaneous	107	108	118	10
Total revenue	<u>80,662</u>	<u>81,029</u>	<u>88,610</u>	<u>7,581</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and wages	22,695	28,850	36,292	(7,442)
Employee benefits	4,154	5,281	12,137	(6,856)
Supplies and materials	393	500	367	133
Other	1,573	2,000	1,513	487
Total instruction	<u>28,815</u>	<u>36,631</u>	<u>50,309</u>	<u>(13,678)</u>
Support services:				
Pupil:				
Salaries and wages	41,246	52,432	26,897	25,535
Employee benefits	8,698	11,057	4,631	6,426
Total pupil	<u>49,944</u>	<u>63,489</u>	<u>31,528</u>	<u>31,961</u>
Administration:				
Salaries and wages	5,058	6,430	4,993	1,437
Employee benefits	1,469	1,867	1,780	87
Total administration	<u>6,527</u>	<u>8,297</u>	<u>6,773</u>	<u>1,524</u>
Pupil transportation:				
Purchased services	59	75	-	75
Total support services	<u>56,530</u>	<u>71,861</u>	<u>38,301</u>	<u>33,560</u>
Total expenditures	<u>85,345</u>	<u>108,492</u>	<u>88,610</u>	<u>19,882</u>
Excess of revenues over (under) expenditures	<u>(4,683)</u>	<u>(27,463)</u>	<u>-</u>	<u>27,463</u>
Other financing sources (uses):				
Transfers - in	2,028	2,037	2,228	191
Advances - in	27,309	27,433	30,000	2,567
Advances - out	(3,147)	(4,000)	(4,000)	-
Total other financing sources (uses)	<u>26,190</u>	<u>25,470</u>	<u>28,228</u>	<u>2,758</u>
Net change in fund balance	21,507	(1,993)	28,228	30,221
Fund balance at beginning of year	<u>1,772</u>	<u>1,772</u>	<u>1,772</u>	<u>-</u>
Fund balance at end of year	\$ <u>23,279</u>	\$ <u>(221)</u>	\$ <u>30,000</u>	\$ <u>30,221</u>

Cleveland Heights-University Heights City School District

Miscellaneous State Grants Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 19,714	\$ 20,000	\$ 286
Expenditures:				
Current:				
Instruction:				
Regular:				
Purchased services	2,358	14,569	17,168	(2,599)
Supplies and materials	-	-	978	(978)
Other	2	10	5	5
Total regular	2,360	14,579	18,151	(3,572)
Special:				
Supplies and materials	324	2,000	2,000	-
Total instruction	2,684	16,579	20,151	(3,572)
Support services:				
Instructional staff:				
Salaries and wages	705	4,356	5,459	(1,103)
Employee benefits	14	86	384	(298)
Purchased services	1,343	8,300	6,900	1,400
Supplies and materials	74	455	455	-
Total support services	2,136	13,197	13,198	(1)
Operation of non-instructional services:				
Community services:				
Purchased services	293	1,809	1,239	570
Supplies and materials	67	416	778	(362)
Total operation of non-instructional services:	360	2,225	2,017	208
Total expenditures	5,180	32,001	35,366	(3,365)
Excess of revenues over (under) expenditures	(5,180)	(12,287)	(15,366)	(3,079)
Other financing sources (uses):				
Transfers - in	-	6,286	6,377	91
Transfers - out	(14,822)	(91,593)	(91,593)	-
Total other financing sources (uses)	(14,822)	(85,307)	(85,216)	91
Net change in fund balance	(20,002)	(97,594)	(100,582)	(2,988)
Fund balance at beginning of year	100,582	100,582	100,582	-
Fund balance at end of year	\$ 80,580	\$ 2,988	\$ -	\$ (2,988)

Cleveland Heights-University Heights City School District

Adult Basic Education Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 494,598	\$ 75,367	\$ 99,484	\$ 24,117
Expenditures:				
Current:				
Instruction:				
Adult/continuing:				
Salaries and wages	1,483	16,173	7,683	8,490
Employee benefits	-	-	1,267	(1,267)
Purchased services	152	1,659	1,003	656
Supplies and materials	797	8,694	8,166	528
Total instruction	<u>2,432</u>	<u>26,526</u>	<u>18,119</u>	<u>8,407</u>
Support services:				
Pupil:				
Salaries and wages	-	-	4,186	(4,186)
Employee benefits	-	-	1,275	(1,275)
Total pupil	<u>-</u>	<u>-</u>	<u>5,461</u>	<u>(5,461)</u>
Instructional staff:				
Purchased services	<u>39</u>	<u>429</u>	<u>369</u>	<u>60</u>
Administration:				
Salaries and wages	-	-	1,502	(1,502)
Employee benefits	-	-	433	(433)
Total administration	<u>-</u>	<u>-</u>	<u>1,935</u>	<u>(1,935)</u>
Fiscal:				
Other	<u>-</u>	<u>-</u>	<u>1,544</u>	<u>(1,544)</u>
Total support services	<u>39</u>	<u>429</u>	<u>9,309</u>	<u>(8,880)</u>
Operation of non-instructional services:				
Community services:				
Supplies and materials	<u>-</u>	<u>-</u>	<u>66</u>	<u>(66)</u>
Total expenditures	<u>2,471</u>	<u>26,955</u>	<u>27,494</u>	<u>(539)</u>
Excess of revenues over (under) expenditures	<u>492,127</u>	<u>48,412</u>	<u>71,990</u>	<u>23,578</u>

Continued

Cleveland Heights-University Heights City School District

Adult Basic Education Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers - in	30,402	4,633	-	(4,633)
Transfers - out	(1,344)	(14,661)	(7,003)	7,658
Advances - out	(6,967)	(76,000)	(76,000)	-
Total other financing sources (uses)	<u>22,091</u>	<u>(86,028)</u>	<u>(83,003)</u>	<u>3,025</u>
Net change in fund balance	514,218	(37,616)	(11,013)	26,603
Fund balance at beginning of year	228	228	228	-
Prior year encumbrances appropriated	<u>10,785</u>	<u>10,785</u>	<u>10,785</u>	<u>-</u>
Fund balance at end of year	\$ <u>525,231</u>	\$ <u>(26,603)</u>	\$ <u>-</u>	\$ <u>26,603</u>

Cleveland Heights-University Heights City School District

IDEA (Flo-Thru) Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,600,000	\$ 1,702,000	\$ 1,503,001	\$ (198,999)
Expenditures:				
Current:				
Instruction:				
Special:				
Salaries and wages	402,584	442,374	416,185	26,189
Employee benefits	251,979	276,884	286,586	(9,702)
Purchased services	22,205	24,400	24,400	-
Supplies and materials	74,530	81,896	69,869	12,027
Other	6,416	7,050	4,637	2,413
Total instruction	757,714	832,604	801,677	30,927
Support services:				
Pupil:				
Salaries and wages	136,642	150,148	106,164	43,984
Employee benefits	53,153	58,407	32,199	26,208
Purchased services	38,703	42,528	15,910	26,618
Supplies and materials	5,060	5,560	5,037	523
Other	455	500	228	272
Total pupil	234,013	257,143	159,538	97,605
Instructional staff:				
Purchased services	14,801	16,264	11,343	4,921
Supplies and materials	285	313	53	260
Total instructional staff	15,086	16,577	11,396	5,181
Administration:				
Salaries and wages	271,693	298,547	273,974	24,573
Employee benefits	127,870	140,509	137,475	3,034
Purchased services	9,159	10,065	967	9,098
Total administration	408,722	449,121	412,416	36,705
Fiscal:				
Other	31,651	34,779	33,175	1,604
Total support services	689,472	757,620	616,525	141,095

Continued

Cleveland Heights-University Heights City School District

IDEA (Flo-Thru) Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of non-instructional services:				
Community services:				
Purchased services	71,178	78,213	56,560	21,653
Supplies and materials	6,313	6,937	500	6,437
Other	228	250	-	250
Total operation of non-instructional services	<u>77,719</u>	<u>85,400</u>	<u>57,060</u>	<u>28,340</u>
Total expenditures	<u>1,524,905</u>	<u>1,675,624</u>	<u>1,475,262</u>	<u>200,362</u>
Excess of revenues over (under) expenditures	<u>75,095</u>	<u>26,376</u>	<u>27,739</u>	<u>1,363</u>
Other financing sources (uses):				
Transfers - out	<u>(41,651)</u>	<u>(45,768)</u>	<u>(39,932)</u>	<u>5,836</u>
Net change in fund balance	33,444	(19,392)	(12,193)	7,199
Fund balance at beginning of year	7,200	7,200	7,200	-
Prior year encumbrances appropriated	<u>34,350</u>	<u>34,350</u>	<u>34,350</u>	<u>-</u>
Fund balance at end of year	\$ <u>74,994</u>	\$ <u>22,158</u>	\$ <u>29,357</u>	\$ <u>7,199</u>

Cleveland Heights-University Heights City School District

Vocational Education Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 322,291	\$ 243,329	\$ 303,664	\$ 60,335
Miscellaneous	368	278	347	69
Total revenue	<u>322,659</u>	<u>243,607</u>	<u>304,011</u>	<u>60,404</u>
Expenditures:				
Current:				
Instruction:				
Vocational:				
Salaries and wages	91,658	100,925	94,259	6,666
Employee benefits	47,124	51,888	48,943	2,945
Supplies and materials	16,927	18,638	18,557	81
Capital outlay	19,071	20,999	20,999	-
Total instruction	<u>174,780</u>	<u>192,450</u>	<u>182,758</u>	<u>9,692</u>
Support services:				
Pupil:				
Purchased services	<u>2,270</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Instructional staff:				
Salaries and wages	55,440	61,045	54,388	6,657
Employee benefits	28,274	31,133	26,549	4,584
Total instructional staff	<u>83,714</u>	<u>92,178</u>	<u>80,937</u>	<u>11,241</u>
Administration:				
Purchased services	<u>272</u>	<u>300</u>	<u>-</u>	<u>300</u>
Total support services	<u>86,256</u>	<u>94,978</u>	<u>83,437</u>	<u>11,541</u>
Total expenditures	<u>261,036</u>	<u>287,428</u>	<u>266,195</u>	<u>21,233</u>
Excess of revenues over (under) expenditures	<u>61,623</u>	<u>(43,821)</u>	<u>37,816</u>	<u>81,637</u>
Other financing sources (uses):				
Transfers - in	8,354	6,307	6,672	365
Transfers - out	(54)	(59)	-	59
Advances - in	68,987	52,085	65,000	12,915
Advances - out	<u>(26,337)</u>	<u>(29,000)</u>	<u>(29,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>50,950</u>	<u>29,333</u>	<u>42,672</u>	<u>13,339</u>
Net change in fund balance	112,573	(14,488)	80,488	94,976
Fund balance at beginning of year	1,384	1,384	1,384	-
Prior year encumbrances appropriated	<u>17,851</u>	<u>17,851</u>	<u>17,851</u>	<u>-</u>
Fund balance at end of year	\$ <u>131,808</u>	\$ <u>4,747</u>	\$ <u>99,723</u>	\$ <u>94,976</u>

Cleveland Heights-University Heights City School District

Race to the Top Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,001,208	\$ 650,785	\$ 667,659	\$ 16,874
Miscellaneous	487	317	325	8
Total revenue	<u>1,001,695</u>	<u>651,102</u>	<u>667,984</u>	<u>16,882</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Purchased services	107,814	194,250	194,250	-
Supplies and materials	5,550	10,000	9,987	13
Other	-	-	140	(140)
Total regular	<u>113,364</u>	<u>204,250</u>	<u>204,377</u>	<u>(127)</u>
Support services:				
Pupil:				
Capital outlay	<u>19,845</u>	<u>35,755</u>	<u>35,755</u>	<u>-</u>
Instructional staff:				
Salaries and wages	152,721	275,160	162,987	112,173
Employee benefits	27,491	49,531	27,149	22,382
Purchased services	81,670	147,145	183,375	(36,230)
Supplies and materials	12,561	22,632	9,598	13,034
Capital outlay	1,665	3,000	1,571	1,429
Other	444	800	344	456
Total instruction staff	<u>276,552</u>	<u>498,268</u>	<u>385,024</u>	<u>113,244</u>
Fiscal:				
Other	<u>9,269</u>	<u>16,700</u>	<u>14,587</u>	<u>2,113</u>
Central:				
Purchased services	13,321	24,000	25,429	(1,429)
Capital outlay	2,997	5,400	5,370	30
Other	333	600	-	600
Total central	<u>16,651</u>	<u>30,000</u>	<u>30,799</u>	<u>(799)</u>
Total support services	<u>322,317</u>	<u>580,723</u>	<u>466,165</u>	<u>114,558</u>
Total expenditures	<u>435,681</u>	<u>784,973</u>	<u>670,542</u>	<u>114,431</u>
Excess of revenues over (under) expenditures	<u>566,014</u>	<u>(133,871)</u>	<u>(2,558)</u>	<u>131,313</u>

Continued

Cleveland Heights-University Heights City School District

Race to the Top Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers - in	832	541	555	14
Transfers - out	(1,919)	(3,457)	-	3,457
Advances - in	97,473	63,357	65,000	1,643
Advances - out	<u>(74,374)</u>	<u>(134,000)</u>	<u>(134,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>22,012</u>	<u>(73,559)</u>	<u>(68,445)</u>	<u>5,114</u>
Net change in fund balance	588,026	(207,430)	(71,003)	136,427
Fund balance at beginning of year	20,973	20,973	20,973	-
Prior year encumbrances appropriated	<u>60,130</u>	<u>60,130</u>	<u>60,130</u>	<u>-</u>
Fund balance at end of year	\$ <u>669,129</u>	\$ <u>(126,327)</u>	\$ <u>10,100</u>	\$ <u>136,427</u>

Cleveland Heights-University Heights City School District

Title II-D Technology Grants Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers - in	\$ 25,000	\$ 1,000	\$ 3,550	\$ 2,550
Advances - out	-	(4,000)	(4,000)	-
Total other financing sources (uses)	<u>25,000</u>	<u>(3,000)</u>	<u>(450)</u>	<u>2,550</u>
Net change in fund balance	25,000	(3,000)	(450)	2,550
Fund balance at beginning of year	<u>450</u>	<u>450</u>	<u>450</u>	<u>-</u>
Fund balance at end of year	\$ <u><u>25,450</u></u>	\$ <u><u>(2,550)</u></u>	\$ <u><u>-</u></u>	\$ <u><u>2,550</u></u>

Cleveland Heights-University Heights City School District

Title I Improvement Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 313,172	\$ 472,606	\$ 159,434
Miscellaneous	-	40	60	20
Total revenue	<u>-</u>	<u>313,212</u>	<u>472,666</u>	<u>159,454</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and wages	568	819	818	1
Employee benefits	99	143	259	(116)
Total regular	<u>667</u>	<u>962</u>	<u>1,077</u>	<u>(115)</u>
Special:				
Salaries and wages	40,005	57,704	55,994	1,710
Employee benefits	13,967	20,147	22,774	(2,627)
Total special	<u>53,972</u>	<u>77,851</u>	<u>78,768</u>	<u>(917)</u>
Total instruction	<u>54,639</u>	<u>78,813</u>	<u>79,845</u>	<u>(1,032)</u>
Support services:				
Instructional staff:				
Salaries and wages	125,220	180,620	158,072	22,548
Employee benefits	43,889	63,306	61,953	1,353
Total instructional staff	<u>169,109</u>	<u>243,926</u>	<u>220,025</u>	<u>23,901</u>
Fiscal:				
Other	5,034	7,261	6,025	1,236
Total support services	<u>174,143</u>	<u>251,187</u>	<u>226,050</u>	<u>25,137</u>
Total expenditures	<u>228,782</u>	<u>330,000</u>	<u>305,895</u>	<u>24,105</u>
Excess of revenues over (under) expenditures	<u>(228,782)</u>	<u>(16,788)</u>	<u>166,771</u>	<u>183,559</u>
Other financing sources (uses):				
Transfers - in	-	1,788	2,698	910
Advances - out	<u>(101,218)</u>	<u>(146,000)</u>	<u>(146,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(101,218)</u>	<u>(144,212)</u>	<u>(143,302)</u>	<u>910</u>
Net change in fund balance	(330,000)	(161,000)	23,469	184,469
Fund balance at beginning of year	<u>696</u>	<u>696</u>	<u>696</u>	<u>-</u>
Fund balance at end of year	\$ <u><u>(329,304)</u></u>	\$ <u><u>(160,304)</u></u>	\$ <u><u>24,165</u></u>	\$ <u><u>184,469</u></u>

Cleveland Heights-University Heights City School District

Title III Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 20,751	\$ 32,718	\$ 32,360	\$ (358)
Miscellaneous	12	19	23	4
Total revenue	<u>20,763</u>	<u>32,737</u>	<u>32,383</u>	<u>(354)</u>
Expenditures:				
Current:				
Instruction:				
Special:				
Salaries and wages	6,006	11,545	9,064	2,481
Employee benefits	1,785	3,432	3,883	(451)
Purchased services	2,151	4,135	4,115	20
Supplies and materials	3,424	6,581	4,251	2,330
Other	179	344	157	187
Total instruction	<u>13,545</u>	<u>26,037</u>	<u>21,470</u>	<u>4,567</u>
Support services:				
Pupil:				
Salaries and wages	-	-	113	(113)
Employee benefits	-	-	16	(16)
Total pupil	-	-	129	(129)
Instructional staff:				
Purchased services	362	695	675	20
Fiscal:				
Other:	356	685	498	187
Pupil transportation:				
Purchased services	42	80	79	1
Total support services	<u>760</u>	<u>1,460</u>	<u>1,381</u>	<u>79</u>
Operation of non-instructional services:				
Community services:				
Salaries and wages	260	500	-	500
Employee benefits	148	285	-	285
Purchased services	1,454	2,796	2,484	312
Supplies and materials	82	158	-	158
Total operation of non-instruction services	<u>1,944</u>	<u>3,739</u>	<u>2,484</u>	<u>1,255</u>
Total expenditures	<u>16,249</u>	<u>31,236</u>	<u>25,335</u>	<u>5,901</u>
Excess of revenues over (under) expenditures	<u>4,514</u>	<u>1,501</u>	<u>7,048</u>	<u>5,547</u>

Continued

Cleveland Heights-University Heights City School District

Title III Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers - in	2,824	4,453	4,314	(139)
Transfers - out	(1,131)	(2,174)	(1,951)	223
Advances - in	6,413	10,111	10,000	(111)
Advances - out	(7,446)	(14,314)	(14,314)	-
Total other financing sources (uses)	<u>660</u>	<u>(1,924)</u>	<u>(1,951)</u>	<u>(27)</u>
Net change in fund balance	5,174	(423)	5,097	5,520
Fund balance at beginning of year	878	878	878	-
Prior year encumbrances appropriated	<u>268</u>	<u>268</u>	<u>268</u>	<u>-</u>
Fund balance at end of year	\$ <u><u>6,320</u></u>	\$ <u><u>723</u></u>	\$ <u><u>6,243</u></u>	\$ <u><u>5,520</u></u>

Cleveland Heights-University Heights City School District

Title I Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 2,638,548	\$ 3,195,575	\$ 2,637,924	\$ (557,651)
Miscellaneous	2,172	2,630	2,171	(459)
Total revenue	<u>2,640,720</u>	<u>3,198,205</u>	<u>2,640,095</u>	<u>(558,110)</u>
Expenditures:				
Current:				
Instruction:				
Special:				
Salaries and wages	658,540	876,440	839,794	36,646
Employee benefits	66,850	122,015	315,894	(193,879)
Purchased services	10,135	13,950	10,188	3,762
Supplies and materials	53,963	74,277	58,898	15,379
Capital outlay	9,107	12,535	2,426	10,109
Total instruction	<u>798,595</u>	<u>1,099,217</u>	<u>1,227,200</u>	<u>(127,983)</u>
Support services:				
Instructional staff:				
Salaries and wages	330,130	454,403	266,958	187,445
Employee benefits	90,752	124,915	96,724	28,191
Purchased services	7,008	9,645	8,304	1,341
Supplies and materials	559	770	682	88
Other	51	70	45	25
Total instructional staff	<u>428,500</u>	<u>589,803</u>	<u>372,713</u>	<u>217,090</u>
Administration:				
Salaries and wages	48,897	67,303	61,509	5,794
Employee benefits	27,782	38,241	15,316	22,925
Purchased services	1,211	1,667	347	1,320
Total administration	<u>77,890</u>	<u>107,211</u>	<u>77,172</u>	<u>30,039</u>
Fiscal:				
Other	<u>38,567</u>	<u>53,085</u>	<u>46,649</u>	<u>6,436</u>
Pupil transportation:				
Purchased services	<u>4,450</u>	<u>6,125</u>	<u>5,115</u>	<u>1,010</u>
Total support services	<u>549,407</u>	<u>756,224</u>	<u>501,649</u>	<u>254,575</u>

Continued

Cleveland Heights-University Heights City School District

Title I Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of non-instructional services:				
Community services:				
Salaries and wages	1,290	1,775	11,130	(9,355)
Employee benefits	225	310	1,973	(1,663)
Purchased services	470,593	647,742	327,759	319,983
Supplies and materials	10,573	14,553	12,177	2,376
Other	912	1,255	75	1,180
Total operation of non-instructional services	483,593	665,635	353,114	312,521
Total expenditures	1,831,595	2,521,076	2,081,963	439,113
Excess of revenues over (under) expenditures	809,125	677,129	558,132	(118,997)
Other financing sources (uses):				
Transfers - in	59,280	71,795	59,266	(12,529)
Transfers - out	(6,707)	(9,231)	(148)	9,083
Advances - out	(682,922)	(940,000)	(940,000)	-
Total other financing sources (uses)	(630,349)	(877,436)	(880,882)	(3,446)
Net change in fund balance	178,776	(200,307)	(322,750)	(122,443)
Fund balance at beginning of year	645	645	645	-
Prior year encumbrances appropriated	344,288	344,288	344,288	-
Fund balance at end of year	\$ 523,709	\$ 144,626	\$ 22,183	\$ (122,443)

Cleveland Heights-University Heights City School District

Title V Innovative Program Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers - in	\$ -	\$ 3,400	\$ 3,309	\$ (91)
Transfers - out	-	(611)	(611)	-
Advances - out	-	(3,309)	(3,309)	-
Total other financing sources (uses)	<u>-</u>	<u>(520)</u>	<u>(611)</u>	<u>(91)</u>
Net change in fund balance	-	(520)	(611)	(91)
Fund balance at beginning of year	<u>611</u>	<u>611</u>	<u>611</u>	<u>-</u>
Fund balance at end of year	\$ <u><u>611</u></u>	\$ <u><u>91</u></u>	\$ <u><u>-</u></u>	\$ <u><u>(91)</u></u>

Cleveland Heights-University Heights City School District

Drug Free Schools Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses):				
Transfers - in	\$ 51,000	\$ 10,000	\$ 3,664	\$ (6,336)
Transfers - out	-	(5,423)	-	5,423
Advances - out	-	(4,000)	(4,000)	-
Total other financing sources (uses)	<u>51,000</u>	<u>577</u>	<u>(336)</u>	<u>(913)</u>
Net change in fund balance	51,000	577	(336)	(913)
Fund balance at beginning of year	<u>336</u>	<u>336</u>	<u>336</u>	<u>-</u>
Fund balance at end of year	\$ <u><u>51,336</u></u>	\$ <u><u>913</u></u>	\$ <u><u>-</u></u>	\$ <u><u>(913)</u></u>

Cleveland Heights-University Heights City School District

Preschool Disabilities Grant Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 59,143	\$ 59,143	\$ 46,746	\$ (12,397)
Miscellaneous	52	52	41	(11)
Total revenue	<u>59,195</u>	<u>59,195</u>	<u>46,787</u>	<u>(12,408)</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Supplies and materials	3,838	5,079	4,707	372
Special:				
Supplies and materials	4,030	5,333	1,297	4,036
Total instruction	<u>7,868</u>	<u>10,412</u>	<u>6,004</u>	<u>4,408</u>
Support services:				
Pupil:				
Salaries and wages	14,768	22,545	22,371	174
Employee benefits	4,994	3,610	5,643	(2,033)
Total pupil	<u>19,762</u>	<u>26,155</u>	<u>28,014</u>	<u>(1,859)</u>
Fiscal:				
Other	651	862	825	37
Total support services	<u>20,413</u>	<u>27,017</u>	<u>28,839</u>	<u>(1,822)</u>
Total expenditures	<u>28,281</u>	<u>37,429</u>	<u>34,843</u>	<u>2,586</u>
Excess of revenues over (under) expenditures	<u>30,914</u>	<u>21,766</u>	<u>11,944</u>	<u>(9,822)</u>
Other financing sources (uses):				
Transfers - in	805	805	626	(179)
Transfers - out	(9,148)	(12,107)	(11,857)	250
Total other financing sources (uses)	<u>(8,343)</u>	<u>(11,302)</u>	<u>(11,231)</u>	<u>71</u>
Net change in fund balance	22,571	10,464	713	(9,751)
Fund balance at beginning of year	3,598	3,598	3,598	-
Prior year encumbrances appropriated	5,079	5,079	5,079	-
Fund balance at end of year	\$ <u>31,248</u>	\$ <u>19,141</u>	\$ <u>9,390</u>	\$ <u>(9,751)</u>

Cleveland Heights-University Heights City School District

Title IIA - Improving Teacher Quality Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 260,882	\$ 433,251	\$ 337,917	\$ (95,334)
Miscellaneous	2,732	4,537	3,539	(998)
Total revenue	<u>263,614</u>	<u>437,788</u>	<u>341,456</u>	<u>(96,332)</u>
Expenditures:				
Current:				
Support services:				
Instructional staff:				
Salaries and wages	26,343	41,594	31,610	9,984
Employee benefits	3,187	5,032	5,274	(242)
Purchased services	66,690	145,300	148,487	(3,187)
Supplies and materials	13,128	20,729	434	20,295
Other	49,061	77,465	75,600	1,865
Total instructional staff	<u>158,409</u>	<u>290,120</u>	<u>261,405</u>	<u>28,715</u>
Fiscal:				
Other	4,356	6,878	5,568	1,310
Total support services	<u>162,765</u>	<u>296,998</u>	<u>266,973</u>	<u>30,025</u>
Operation of non-instructional services:				
Community services:				
Purchased services	58,047	51,654	37,304	14,350
Supplies and materials	1,140	1,800	1,740	60
Other	253	400	63	337
Total operation of non-instructional services	<u>59,440</u>	<u>53,854</u>	<u>39,107</u>	<u>14,747</u>
Total expenditures	<u>222,205</u>	<u>350,852</u>	<u>306,080</u>	<u>44,772</u>
Excess of revenues over (under) expenditures	41,409	86,936	35,376	(51,560)
Other financing sources (uses):				
Transfers - in	16,386	27,212	16,932	(10,280)
Transfers - out	(21,139)	(33,376)	(30,323)	3,053
Advances - out	(53,791)	(84,932)	(84,932)	-
Total other financial sources (uses)	<u>(58,544)</u>	<u>(91,096)</u>	<u>(98,323)</u>	<u>(7,227)</u>
Net change in fund balance	(17,135)	(4,160)	(62,947)	(58,787)
Fund balance at beginning of year	9,499	9,499	9,499	-
Prior year encumbrances appropriated	<u>58,115</u>	<u>58,115</u>	<u>58,115</u>	<u>-</u>
Fund balance at end of year	\$ <u>50,479</u>	\$ <u>63,454</u>	\$ <u>4,667</u>	\$ <u>(58,787)</u>

Cleveland Heights-University Heights City School District

Miscellaneous Federal Grants Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 573,020	\$ 610,676	\$ 492,539	\$ (118,137)
Miscellaneous	183	195	165	(30)
Total revenue	<u>573,203</u>	<u>610,871</u>	<u>492,704</u>	<u>(118,167)</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and wages	150,560	202,317	131,208	71,109
Employee benefits	28,138	37,811	27,161	10,650
Purchased services	56,249	75,586	39,867	35,719
Supplies and materials	69,295	93,117	41,283	51,834
Other	<u>18,322</u>	<u>24,621</u>	<u>5,995</u>	<u>18,626</u>
Total instruction	<u>322,564</u>	<u>433,452</u>	<u>245,514</u>	<u>187,938</u>
Support services:				
Pupil:				
Salaries and wages	2,233	3,000	882	2,118
Fringe benefits	<u>260</u>	<u>350</u>	<u>225</u>	<u>125</u>
Total pupil	<u>2,493</u>	<u>3,350</u>	<u>1,107</u>	<u>2,243</u>
Instructional staff:				
Salaries and wages	3,721	5,000	21,825	(16,825)
Fringe benefits	679	913	7,267	(6,354)
Purchased services	<u>5,731</u>	<u>7,700</u>	<u>440</u>	<u>7,260</u>
Total instructional staff	<u>10,131</u>	<u>13,613</u>	<u>29,532</u>	<u>(15,919)</u>
Administration:				
Salaries and wages	6,698	9,000	5,908	3,092
Employee benefits	1,626	2,185	2,972	(787)
Purchased services	<u>36,575</u>	<u>49,148</u>	<u>52,588</u>	<u>(3,440)</u>
Total administration	<u>44,899</u>	<u>60,333</u>	<u>61,468</u>	<u>(1,135)</u>
Fiscal:				
Other	<u>8,574</u>	<u>11,521</u>	<u>6,396</u>	<u>5,125</u>
Pupil transportation:				
Purchased services	<u>14,957</u>	<u>20,100</u>	<u>14,826</u>	<u>5,274</u>
Central:				
Purchased services	<u>8,930</u>	<u>12,000</u>	<u>10,000</u>	<u>2,000</u>
Total support services	<u>89,984</u>	<u>120,917</u>	<u>123,329</u>	<u>(2,412)</u>

Continued

Cleveland Heights-University Heights City School District

Miscellaneous Federal Grants Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance –
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of non-instructional services:				
Food service operations:				
Contractual services	5,256	7,063	7,080	(17)
Supplies and materials	<u>7,409</u>	<u>9,956</u>	<u>9,956</u>	-
Total food service operations	<u>12,665</u>	<u>17,019</u>	<u>17,036</u>	<u>(17)</u>
Community services:				
Salaries and wages	18,604	25,000	30,001	(5,001)
Employee benefits	<u>1,116</u>	<u>1,500</u>	<u>22</u>	<u>1,478</u>
Total community services	<u>19,720</u>	<u>26,500</u>	<u>30,023</u>	<u>(3,523)</u>
Total operation of non-instructional services	<u>32,385</u>	<u>43,519</u>	<u>47,059</u>	<u>(3,540)</u>
Total expenditures	<u>444,933</u>	<u>597,888</u>	<u>415,902</u>	<u>181,986</u>
Excess of revenues over (under) expenditures	<u>128,270</u>	<u>12,983</u>	<u>76,802</u>	<u>63,819</u>
Other financing sources (uses):				
Transfers - in	4,506	4,802	1,243	(3,559)
Transfers - out	(9,550)	(12,833)	(9,251)	3,582
Advances - in	122,291	130,327	105,115	(25,212)
Advances - out	<u>(157,766)</u>	<u>(212,000)</u>	<u>(212,000)</u>	-
Total other financing sources (uses)	<u>(40,519)</u>	<u>(89,704)</u>	<u>(114,893)</u>	<u>(25,189)</u>
Net change in fund balance	87,751	(76,721)	(38,091)	38,630
Fund balance at beginning of year	10,481	10,481	10,481	-
Prior year encumbrances appropriated	<u>41,989</u>	<u>41,989</u>	<u>41,989</u>	-
Fund balance at end of year	\$ <u>140,221</u>	\$ <u>(24,251)</u>	\$ <u>14,379</u>	\$ <u>38,630</u>

Cleveland Heights-University Heights City School District

Bond Retirement Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 670,900	\$ 3,770,547	\$ 3,689,526	\$ (81,021)
Intergovernmental	999,966	-	466,140	466,140
Total revenues	<u>1,670,866</u>	<u>3,770,547</u>	<u>4,155,666</u>	<u>385,119</u>
Expenditures:				
Current:				
Support services:				
Fiscal:				
Other	<u>13,929</u>	<u>30,000</u>	<u>25,768</u>	<u>4,232</u>
Debt services:				
Principal	496,786	1,070,000	1,065,000	5,000
Interest and fiscal charges	<u>789,286</u>	<u>1,700,000</u>	<u>1,643,474</u>	<u>56,526</u>
Total debt service	<u>1,286,072</u>	<u>2,770,000</u>	<u>2,708,474</u>	<u>61,526</u>
Total expenditures	<u>1,300,001</u>	<u>2,800,000</u>	<u>2,734,242</u>	<u>65,758</u>
Net change in fund balance	370,865	970,547	1,421,424	450,877
Fund balance at beginning of year	<u>73,191</u>	<u>73,191</u>	<u>73,191</u>	<u>-</u>
Fund balance at end of year	\$ <u>444,056</u>	\$ <u>1,043,738</u>	\$ <u>1,494,615</u>	\$ <u>450,877</u>

Cleveland Heights-University Heights City School District

Permanent Improvement Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 3,366,668	\$ 3,390,890	\$ 3,148,263	\$ (242,627)
Intergovernmental	599,884	349,933	461,942	112,009
Total revenues	<u>3,966,552</u>	<u>3,740,823</u>	<u>3,610,205</u>	<u>(130,618)</u>
Expenditures:				
Current:				
Support services:				
Fiscal:				
Other	<u>-</u>	<u>-</u>	<u>115,242</u>	<u>(115,242)</u>
Business:				
Supplies and materials	499	557	-	557
Capital outlay	<u>1,850</u>	<u>2,067</u>	<u>-</u>	<u>2,067</u>
Total business	<u>2,349</u>	<u>2,624</u>	<u>-</u>	<u>2,624</u>
Operations and maintenance of plant:				
Purchased services	410,405	458,428	270,019	188,409
Supplies and materials	32,224	35,995	32,616	3,379
Capital outlay	<u>2,350,276</u>	<u>2,625,287</u>	<u>2,012,623</u>	<u>612,664</u>
Total operations and maintenance of plant	<u>2,792,905</u>	<u>3,119,710</u>	<u>2,315,258</u>	<u>804,452</u>
Total expenditures	<u>2,795,254</u>	<u>3,122,334</u>	<u>2,430,500</u>	<u>691,834</u>
Excess of revenues over (under) expenditures	1,171,298	618,489	1,179,705	561,216
Other financing sources (uses):				
Transfers - out	<u>(1,204,744)</u>	<u>(1,345,713)</u>	<u>-</u>	<u>1,345,713</u>
Net change in fund balance	(33,446)	(727,224)	1,179,705	1,906,929
Fund balance at beginning of year	517,349	517,349	517,349	-
Prior year encumbrances appropriated	<u>768,045</u>	<u>768,045</u>	<u>768,045</u>	<u>-</u>
Fund balance at end of year	\$ <u>1,251,948</u>	\$ <u>558,170</u>	\$ <u>2,465,099</u>	\$ <u>1,906,929</u>

Cleveland Heights-University Heights City School District

Combining Statements – Nonmajor Proprietary Funds

Fund Descriptions

June 30, 2014

Nonmajor Enterprise Funds

Enterprise funds are established to account for operations that are financed and operated in a manner similar to private sector businesses where the intent is that the expense (including depreciation) of providing goods or services is primarily or solely to the general public be financed or recovered primarily through user charges.

Food Services This fund accounts for the provision of food services to the District.

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

Customer Services This fund accounts for services provided primarily to the general public which are financed or recovered through user charges.

Community Services/Early Childhood This fund is provided for monies received and expended in connection with community recreation programs.

Nonmajor Internal Service Funds

Internal service funds are used to account for the financing of services provided by one department to other departments of the government or to other districts on a cost reimbursement basis.

Self-Insurance This fund is to account for the receipt and expenditure of funds for medical and dental claims for employees.

Workers' Compensation This fund is used to account for the claims and premiums paid to the State for workers' compensation insurance.

Cleveland Heights-University Heights City School District

Combining Statement of Fund Net Position Nonmajor Enterprise Funds

June 30, 2014

	<u>Food Services</u>	<u>Uniform School Supplies</u>	<u>Customer Services</u>	<u>Community Services/ Early Childhood</u>	<u>Total Nonmajor Enterprise Funds</u>
Assets:					
Current assets:					
Equity in pooled cash and investments	\$ -	\$ 22,925	\$ -	\$ 24,100	\$ 47,025
Accounts receivable	3,119	-	-	-	3,119
Materials and supplies inventories	9,484	-	-	-	9,484
Inventory held for resale	<u>25,274</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,274</u>
Total current assets	37,877	22,925	-	24,100	84,902
Non-current assets:					
Capital assets, net of depreciation	<u>117,635</u>	<u>-</u>	<u>-</u>	<u>322,470</u>	<u>440,105</u>
Total assets	<u>155,512</u>	<u>22,925</u>	<u>-</u>	<u>346,570</u>	<u>525,007</u>
Liabilities:					
Current liabilities:					
Accounts payable	53,250	312	-	228	53,790
Accrued wages and benefits	14,982	-	-	12,513	27,495
Interfund payable	766,512	-	-	350,000	1,116,512
Intergovernmental payable	27,862	-	-	23,708	51,570
Current portion of accrued compensated absences	<u>2,433</u>	<u>-</u>	<u>-</u>	<u>2,312</u>	<u>4,745</u>
Total current liabilities	865,039	312	-	388,761	1,254,112
Non-current liabilities:					
Accrued compensated absences	<u>32,324</u>	<u>-</u>	<u>-</u>	<u>30,716</u>	<u>63,040</u>
Total liabilities	<u>897,363</u>	<u>312</u>	<u>-</u>	<u>419,477</u>	<u>1,317,152</u>
Net position:					
Net investment in capital assets	117,635	-	-	322,470	440,105
Unrestricted (deficit)	<u>(859,486)</u>	<u>22,613</u>	<u>-</u>	<u>(395,377)</u>	<u>(1,232,250)</u>
Total net position (deficit)	\$ <u>(741,851)</u>	\$ <u>22,613</u>	\$ <u>-</u>	\$ <u>(72,907)</u>	\$ <u>(792,145)</u>

Cleveland Heights-University Heights City School District

Combining Statement of Revenues, Expenses and Changes in Fund Net Position Nonmajor Enterprise Funds

For the Fiscal Year Ended June 30, 2014

	Food Services	Uniform School Supplies	Customer Services	Community Services/ Early Childhood	Total Nonmajor Enterprise Funds
Operating revenues:					
Tuition and fees	\$ -	\$ -	\$ -	\$ 662,846	\$ 662,846
Classroom materials and fees	-	12,417	-	-	12,417
Food services	321,681	-	-	-	321,681
Miscellaneous	9,356	16,490	11,890	-	37,736
Total operating revenues	<u>331,037</u>	<u>28,907</u>	<u>11,890</u>	<u>662,846</u>	<u>1,034,680</u>
Operating expenses:					
Salaries and wages	680,859	-	-	509,634	1,190,493
Fringe benefits	367,342	-	-	257,246	624,588
Purchased services	1,258,298	1,210	-	18,330	1,277,838
Supplies and materials	116,374	29,934	-	22,185	168,493
Depreciation	19,737	-	-	12,677	32,414
Other	-	600	-	1,325	1,925
Total operating expenses	<u>2,442,610</u>	<u>31,744</u>	<u>-</u>	<u>821,397</u>	<u>3,295,751</u>
Operating (loss) income	<u>(2,111,573)</u>	<u>(2,837)</u>	<u>11,890</u>	<u>(158,551)</u>	<u>(2,261,071)</u>
Non-operating revenues:					
Federal donated commodities	103,224	-	-	-	103,224
Intergovernmental grants	1,765,067	-	-	-	1,765,067
Total non-operating revenues	<u>1,868,291</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,868,291</u>
Net (loss) income before transfers	(243,282)	(2,837)	11,890	(158,551)	(392,780)
Transfers - in	1,083,168	4,626	7,705	-	1,095,499
Transfers - out	<u>-</u>	<u>(8,199)</u>	<u>-</u>	<u>-</u>	<u>(8,199)</u>
Net income (loss)	839,886	(6,410)	19,595	(158,551)	694,520
Net position (deficit) at beginning of year	<u>(1,581,737)</u>	<u>29,023</u>	<u>(19,595)</u>	<u>85,644</u>	<u>(1,486,665)</u>
Net position (deficit) at end of year	\$ <u>(741,851)</u>	\$ <u>22,613</u>	\$ <u>-</u>	\$ <u>(72,907)</u>	\$ <u>(792,145)</u>

Cleveland Heights-University Heights City School District

Combining Statement of Cash Flows Nonmajor Enterprise Funds

For the Fiscal Year Ended June 30, 2014

	<u>Food Services</u>	<u>Uniform School Supplies</u>	<u>Customer Services</u>	<u>Community Services/ Early Childhood</u>	<u>Total Nonmajor Enterprise Funds</u>
(Decrease) increase in cash and cash equivalents:					
Cash flows from operating activities:					
Cash received from customers	\$ 325,618	\$ 12,417	\$ -	\$ 665,046	\$ 1,003,081
Cash received from other operating sources	12,937	16,490	11,890	906	42,223
Cash payments for materials and supplies	-	(29,622)	-	(22,185)	(51,807)
Cash payments for goods and services	(1,252,116)	(1,210)	-	(18,520)	(1,271,846)
Cash payments to employees for services	(676,129)	-	-	(502,201)	(1,178,330)
Cash payments for employee benefits	(364,987)	-	-	(252,400)	(617,387)
Cash payments for other	-	(600)	-	(1,325)	(1,925)
Net cash (used for) provided by operating activities	<u>(1,954,677)</u>	<u>(2,525)</u>	<u>11,890</u>	<u>(130,679)</u>	<u>(2,075,991)</u>
Cash flows from noncapital financing activities:					
Intergovernmental grants received	1,765,067	-	-	-	1,765,067
Transfers - in	1,083,168	4,626	7,705	-	1,095,499
Transfers - out	-	(8,199)	-	-	(8,199)
Advances - in	766,512	-	-	350,000	1,116,512
Advances - out	<u>(1,686,168)</u>	<u>-</u>	<u>(21,000)</u>	<u>(204,000)</u>	<u>(1,911,168)</u>
Net cash provided by (used for) noncapital financing	<u>1,928,579</u>	<u>(3,573)</u>	<u>(13,295)</u>	<u>146,000</u>	<u>2,057,711</u>
Net (decrease) increase in cash and cash equivalents	(26,098)	(6,098)	(1,405)	15,321	(18,280)
Cash and cash equivalents at beginning of year	<u>26,098</u>	<u>29,023</u>	<u>1,405</u>	<u>8,779</u>	<u>65,305</u>
Cash and cash equivalents at end of year	\$ <u>-</u>	\$ <u>22,925</u>	\$ <u>-</u>	\$ <u>24,100</u>	\$ <u>47,025</u>
Non-cash capital and noncapital financing activities:					
Federal donated commodities	\$ 103,224	\$ -	\$ -	\$ -	\$ 103,224

Continued

Cleveland Heights-University Heights City School District

Combining Statement of Cash Flows Nonmajor Enterprise Funds (continued)

For the Fiscal Year Ended June 30, 2014

	<u>Food Services</u>	<u>Uniform School Supplies</u>	<u>Customer Services</u>	<u>Community Services/ Early Childhood</u>	<u>Total Nonmajor Enterprise Funds</u>
Reconciliation of operating (loss) income to net cash (used for) provided by operating activities:					
Operating (loss) income	\$ (2,111,573)	\$ (2,837)	\$ 11,890	\$ (158,551)	\$ (2,261,071)
Adjustments:					
Depreciation	19,737	-	-	12,677	32,414
Federal donated commodities	103,224	-	-	-	103,224
Changes in assets/liabilities:					
Decrease in accounts receivable	3,937	-	-	-	3,937
Decrease in intergovernmental receivable	3,581	-	-	3,106	6,687
Increase in materials and supplies inventories	(418)	-	-	-	(418)
Decrease in inventory held for resale	13,568	-	-	-	13,568
Increase (decrease) in accounts payable	6,182	312	-	(190)	6,304
Increase in accrued wages and benefits	4,938	-	-	2,854	7,792
Increase in intergovernmental payable	2,355	-	-	4,846	7,201
(Decrease) increase in accrued compensated absences	(208)	-	-	4,579	4,371
Total adjustments	<u>156,896</u>	<u>312</u>	<u>-</u>	<u>27,872</u>	<u>185,080</u>
Net cash (used for) provided by operating activities	\$ <u>(1,954,677)</u>	\$ <u>(2,525)</u>	\$ <u>11,890</u>	\$ <u>(130,679)</u>	\$ <u>(2,075,991)</u>

Cleveland Heights-University Heights City School District

Combining Statement of Fund Net Position Nonmajor Internal Service Funds

June 30, 2014

	<u>Self- Insurance</u>	<u>Workers' Compensation</u>	<u>Total Internal Service Funds</u>
Assets:			
Current assets:			
Equity in pooled cash and investments	\$ 4,171,529	\$ 699,345	\$ 4,870,874
Prepaid items	123,315	-	123,315
Intergovernmental receivable	<u>305,890</u>	<u>-</u>	<u>305,890</u>
Total assets	<u>4,600,734</u>	<u>699,345</u>	<u>5,300,079</u>
Liabilities:			
Current liabilities:			
Accounts payable	4,840	-	4,840
Accrued wages and benefits	506	-	506
Intergovernmental payable	-	381,838	381,838
Claims payable	<u>1,625,100</u>	<u>-</u>	<u>1,625,100</u>
Total liabilities	<u>1,630,446</u>	<u>381,838</u>	<u>2,012,284</u>
Net position:			
Unrestricted	\$ <u>2,970,288</u>	\$ <u>317,507</u>	\$ <u>3,287,795</u>

Cleveland Heights-University Heights City School District

Combining Statement of Revenues, Expenses and Changes in Fund Net Position Nonmajor Internal Service Funds

For the Fiscal Year Ended June 30, 2014

	<u>Self- Insurance</u>	<u>Workers' Compensation</u>	<u>Total Internal Service Funds</u>
Operating revenues:			
Charges for services	\$ <u>15,112,835</u>	\$ <u>-</u>	\$ <u>15,112,835</u>
Operating expenses:			
Salaries and wages	506	-	506
Fringe benefits	14,503,841	273,847	14,777,688
Purchased services	<u>13,405</u>	<u>23,750</u>	<u>37,155</u>
Total operating expenses	<u>14,517,752</u>	<u>297,597</u>	<u>14,815,349</u>
Net loss	595,083	(297,597)	297,486
Net position at beginning of year	<u>2,375,205</u>	<u>615,104</u>	<u>2,990,309</u>
Net position at end of year	\$ <u><u>2,970,288</u></u>	\$ <u><u>317,507</u></u>	\$ <u><u>3,287,795</u></u>

Cleveland Heights-University Heights City School District

Combining Statement of Cash Flows Nonmajor Internal Service Funds

For the Fiscal Year Ended June 30, 2014

	<u>Self- Insurance</u>	<u>Workers' Compensation</u>	<u>Total Internal Service Funds</u>
Increase in cash and cash equivalents:			
Cash flows from operating activities:			
Cash received from customers	\$ 15,252,053	\$ -	\$ 15,252,053
Cash payments for goods and services	(2,506,429)	(23,750)	(2,530,179)
Cash payments for claims	<u>(12,388,249)</u>	<u>(244,307)</u>	<u>(12,632,556)</u>
Net cash provided by (used for) operating activities	<u>357,375</u>	<u>(268,057)</u>	<u>89,318</u>
Net increase (decrease) in cash and cash equivalents	357,375	(268,057)	89,318
Cash and cash equivalents at beginning of year	<u>3,814,154</u>	<u>967,402</u>	<u>4,781,556</u>
Cash and cash equivalents at end of year	\$ <u>4,171,529</u>	\$ <u>699,345</u>	\$ <u>4,870,874</u>
Reconciliation of operating income (loss) to net cash used for operating activities:			
Operating (loss) income	\$ 595,083	\$ (297,597)	\$ 297,486
Adjustments:			
Changes in assets/liabilities:			
Decrease in prepaid items	13,918	-	13,918
Increase in intergovernmental receivable	(166,672)	-	(166,672)
Increase in accounts payable	4,840	-	4,840
Increase in accrued wages and benefits	506	-	506
Increase in intergovernmental payable	-	29,540	29,540
Decrease in claims payable	<u>(90,300)</u>	<u>-</u>	<u>(90,300)</u>
Total adjustments	<u>(237,708)</u>	<u>29,540</u>	<u>(208,168)</u>
Net cash provided by (used for) operating activities	\$ <u>357,375</u>	\$ <u>(268,057)</u>	\$ <u>89,318</u>

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



SIDNEY EVANS

1st grade, Fairfax Elementary

Cleveland Heights-University Heights City School District

Bellefaire General Rotary Fund

Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Tuition and fees	\$ 300,696	\$ 536,241	\$ 550,334	\$ 14,093
Miscellaneous	96,716	172,477	177,010	4,533
Total revenue	<u>397,412</u>	<u>708,718</u>	<u>727,344</u>	<u>18,626</u>
Expenses:				
Salaries and wages:				
Special instruction	-	-	492	(492)
Support services - administration	-	-	1,714	(1,714)
Total salaries and wages	<u>-</u>	<u>-</u>	<u>2,206</u>	<u>(2,206)</u>
Fringe benefits:				
Special instruction	-	-	156	(156)
Support services - administration	-	-	355	(355)
Total fringe benefits	<u>-</u>	<u>-</u>	<u>511</u>	<u>(511)</u>
Purchased services:				
Special instruction	-	229	-	229
Support services - pupil	-	350	-	350
Total purchased services	<u>-</u>	<u>579</u>	<u>-</u>	<u>579</u>
Supplies and materials:				
Special instruction	-	4,122	-	4,122
Total expenses	<u>-</u>	<u>4,701</u>	<u>2,717</u>	<u>1,984</u>
Excess of revenues over (under) expenditures	<u>397,412</u>	<u>704,017</u>	<u>724,627</u>	<u>20,610</u>
Other financing sources (uses):				
Transfers - in	5,602,588	9,991,282	9,969,120	(22,162)
Advances - out	-	(10,980,960)	(10,980,960)	-
Total other financing sources (uses)	<u>5,602,588</u>	<u>(989,678)</u>	<u>(1,011,840)</u>	<u>(22,162)</u>
Net change in fund equity	6,000,000	(285,661)	(287,213)	(1,552)
Fund equity at beginning of year	285,229	285,229	285,229	-
Prior year encumbrances appropriated	<u>1,984</u>	<u>1,984</u>	<u>1,984</u>	<u>-</u>
Fund equity at end of year	\$ <u>6,287,213</u>	\$ <u>1,552</u>	\$ <u>-</u>	\$ <u>(1,552)</u>

Cleveland Heights-University Heights City School District

Food Services Fund

Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Food services	\$ 390,770	\$ 709,173	\$ 338,555	\$ (370,618)
Intergovernmental	1,132,763	2,055,755	1,765,067	(290,688)
Total revenues	<u>1,523,533</u>	<u>2,764,928</u>	<u>2,103,622</u>	<u>(661,306)</u>
Expenses:				
Food service operations:				
Salaries and wages	526,724	800,000	676,129	123,871
Fringe benefits	197,522	300,000	364,987	(64,987)
Purchased services	<u>1,415,572</u>	<u>2,150,000</u>	<u>1,347,094</u>	<u>802,906</u>
Total expenses	<u>2,139,818</u>	<u>3,250,000</u>	<u>2,388,210</u>	<u>861,790</u>
Excess of revenues over (under) expenses	<u>(616,285)</u>	<u>(485,072)</u>	<u>(284,588)</u>	<u>200,484</u>
Other financing sources (uses):				
Transfers - in	695,142	1,261,555	1,083,168	(178,387)
Advances - in	481,326	873,517	750,000	(123,517)
Advances - out	<u>(1,110,182)</u>	<u>(1,686,168)</u>	<u>(1,686,168)</u>	<u>-</u>
Total other financing sources (uses)	<u>66,286</u>	<u>448,904</u>	<u>147,000</u>	<u>(301,904)</u>
Net change in fund equity	(549,999)	(36,168)	(137,588)	(101,420)
Fund equity at beginning of year	95	95	95	-
Prior year encumbrances appropriated	<u>26,003</u>	<u>26,003</u>	<u>26,003</u>	<u>-</u>
Fund equity at end of year	\$ <u>(523,901)</u>	\$ <u>(10,070)</u>	\$ <u>(111,490)</u>	\$ <u>(101,420)</u>

Cleveland Heights-University Heights City School District

Uniform School Supplies Fund

Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Classroom materials and fees	\$ 7,140	\$ 8,211	\$ 12,417	\$ 4,206
Miscellaneous	9,482	10,904	16,490	5,586
Total revenues	<u>16,622</u>	<u>19,115</u>	<u>28,907</u>	<u>9,792</u>
Expenses:				
Purchased services:				
Regular instruction	96	188	-	188
Support services - pupil	-	-	100	(100)
Other non-instructional services	1,043	2,044	2,345	(301)
Total purchased services	<u>1,139</u>	<u>2,232</u>	<u>2,445</u>	<u>(213)</u>
Supplies and materials:				
Regular instruction	19,041	37,320	13,477	23,843
Support services - pupil	-	-	4,498	(4,498)
Other non-instructional services	-	-	12,057	(12,057)
Total supplies and materials	<u>19,041</u>	<u>37,320</u>	<u>30,032</u>	<u>7,288</u>
Other operating expenses:				
Regular instruction	-	-	520	(520)
Support services – pupil	-	-	80	(80)
Total other operating expenses	-	-	600	(600)
Total expenses	<u>20,180</u>	<u>39,552</u>	<u>33,077</u>	<u>6,475</u>
Excess of revenues over (under) expenses	<u>(3,558)</u>	<u>(20,437)</u>	<u>(4,170)</u>	<u>16,267</u>
Other financing sources (uses):				
Transfers - in	3,378	3,885	4,626	741
Transfers - out	(4,820)	(9,448)	(8,199)	1,249
Total other financing sources (uses)	<u>(1,442)</u>	<u>(5,563)</u>	<u>(3,573)</u>	<u>1,990</u>
Net change in fund equity	(5,000)	(26,000)	(7,743)	18,257
Fund equity at beginning of year	25,674	25,674	25,674	-
Prior year encumbrances appropriated	<u>3,349</u>	<u>3,349</u>	<u>3,349</u>	<u>-</u>
Fund equity at end of year	\$ <u>24,023</u>	\$ <u>3,023</u>	\$ <u>21,280</u>	\$ <u>18,257</u>

Cleveland Heights-University Heights City School District

Customer Services Fund

Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Miscellaneous	\$ -	\$ 11,718	\$ 11,890	\$ 172
Expenses:				
Purchased services:				
Support services - central	-	273	-	273
Excess of revenues over (under) expenses	-	11,445	11,890	445
Other financing sources (uses):				
Transfers - in	-	10,282	7,705	(2,577)
Transfers - out	-	(2,727)	-	2,727
Advances - out	-	(21,000)	(21,000)	-
Total other financing sources (uses)	-	(13,445)	(13,295)	150
Net change in fund equity	-	(2,000)	(1,405)	595
Fund equity at beginning of year	515	515	515	-
Prior year encumbrances appropriated	890	890	890	-
Fund equity at end of year	\$ 1,405	\$ (595)	\$ -	\$ 595

Cleveland Heights-University Heights City School District

Community Services/Early Childhood Fund

Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Tuition and fees	\$ 523,684	\$ 654,604	\$ 665,046	\$ 10,442
Miscellaneous	713	892	906	14
Total revenue	<u>524,397</u>	<u>655,496</u>	<u>665,952</u>	<u>10,456</u>
Expenses:				
Community services:				
Salaries and wages	592,916	801,622	502,201	299,421
Fringe benefits	-	-	252,400	(252,400)
Purchased services	777	1,050	18,865	(17,815)
Supplies and materials	5,420	7,328	22,221	(14,893)
Other	-	-	1,325	(1,325)
Total expenses	<u>599,113</u>	<u>810,000</u>	<u>797,012</u>	<u>12,988</u>
Excess of revenues over (under) expenses	<u>(74,716)</u>	<u>(154,504)</u>	<u>(131,060)</u>	<u>23,444</u>
Other financing sources (uses):				
Advances - in	275,604	344,504	350,000	5,496
Advances - out	<u>(150,888)</u>	<u>(204,000)</u>	<u>(204,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>124,716</u>	<u>140,504</u>	<u>146,000</u>	<u>5,496</u>
Net change in fund equity	50,000	(14,000)	14,940	28,940
Fund equity at beginning of year	400	400	400	-
Prior year encumbrances appropriated	<u>8,378</u>	<u>8,378</u>	<u>8,378</u>	<u>-</u>
Fund equity at end of year	\$ <u>58,778</u>	\$ <u>(5,222)</u>	\$ <u>23,718</u>	\$ <u>28,940</u>

Cleveland Heights-University Heights City School District

Self-Insurance Fund

Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Miscellaneous	\$ 23,134,463	\$ 11,813,343	\$ 15,016,800	\$ 3,203,457
Expenses:				
Central:				
Fringe benefits	100,001	16,450,000	14,886,113	1,563,887
Purchases services	-	-	8,565	(8,565)
Total expenses	<u>100,001</u>	<u>16,450,000</u>	<u>14,894,678</u>	<u>1,555,322</u>
Excess of revenues over (under) expenses	23,034,462	(4,636,657)	122,122	4,758,779
Other financing sources (uses):				
Transfers - in	<u>365,537</u>	<u>186,657</u>	<u>235,253</u>	<u>48,596</u>
Net change in fund equity	23,399,999	(4,450,000)	357,375	4,807,375
Fund equity at beginning of year	<u>3,814,154</u>	<u>3,814,154</u>	<u>3,814,154</u>	<u>-</u>
Fund equity at end of year	\$ <u>27,214,153</u>	\$ <u>(635,846)</u>	\$ <u>4,171,529</u>	\$ <u>4,807,375</u>

Cleveland Heights-University Heights City School District

Workers' Compensation Fund

Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2014

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenses:				
Support services:				
Central:				
Fringe benefits	\$ 648,750	\$ 648,750	\$ 244,307	\$ 404,443
Purchased services	<u>1,250</u>	<u>1,250</u>	<u>23,750</u>	<u>(22,500)</u>
Total expenses	<u>650,000</u>	<u>650,000</u>	<u>268,057</u>	<u>381,943</u>
Net change in fund equity	(650,000)	(650,000)	(268,057)	381,943
Fund equity at beginning of year	966,152	966,152	966,152	-
Prior year encumbrances appropriated	<u>1,250</u>	<u>1,250</u>	<u>1,250</u>	<u>-</u>
Fund equity at end of year	\$ <u><u>317,402</u></u>	\$ <u><u>317,402</u></u>	\$ <u><u>699,345</u></u>	\$ <u><u>381,943</u></u>

Cleveland Heights-University Heights City School District

Combining Statement of Changes in Assets and Liabilities – Agency Funds

For the Fiscal Year Ended June 30, 2014

	Balance <u>06/30/13</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>06/30/14</u>
Student activities				
Assets:				
Equity in pooled cash and investments	\$ <u>90,844</u>	\$ <u>50,886</u>	\$ <u>80,813</u>	\$ <u>60,917</u>
Liabilities:				
Due to students	\$ <u>90,844</u>	\$ <u>50,886</u>	\$ <u>80,813</u>	\$ <u>60,917</u>
Tournaments				
Assets:				
Equity in pooled cash and investments	\$ <u>-</u>	\$ <u>840</u>	\$ <u>840</u>	\$ <u>-</u>
Liabilities:				
Due to others	\$ <u>-</u>	\$ <u>840</u>	\$ <u>840</u>	\$ <u>-</u>
Total Agency Funds				
Assets:				
Equity in pooled cash and investments	\$ <u>90,844</u>	\$ <u>51,726</u>	\$ <u>81,653</u>	\$ <u>60,917</u>
Liabilities:				
Due to students	90,844	50,886	80,813	60,917
Due to others	<u>-</u>	<u>840</u>	<u>840</u>	<u>-</u>
Total liabilities	\$ <u>90,844</u>	\$ <u>51,726</u>	\$ <u>81,653</u>	\$ <u>60,917</u>

CLEVELAND HEIGHTS - UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT

University Heights, Ohio



LEAH POLLARD

4th grade, Noble Elementary



ANIYAH FLANAGAN

5th grade, Fairfax Elementary



EMMA NAYPAUER

1st grade, Canterbury Elementary

Statistical

S E C T I O N



EMMA SCHUBERT
11th grade
Cleveland Heights High School



KELIA TODD
12th grade
Cleveland Heights High School



ANNA MAJERCAK
12th grade
Cleveland Heights High School



Cleveland Heights-University Heights City School District

Statistical Section

June 30, 2014

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

Contents	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	S2-S10
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	S11-S14
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	S15-S18
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place.	S19-S20
Operating Information These schedules contain service data to help the reader understand how the Information in the District's financial report relates to the services the District provides and the activities it performs.	S21-S26

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

Cleveland Heights-University Heights City School District

Net Position by Component

Last Ten Fiscal Years

Table 1

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental activities:										
Net investment in capital assets	\$ 23,498,247	\$ 22,141,251	\$ 26,323,176	\$ 27,570,443	\$ 30,310,942	\$ 24,153,304	\$ 26,268,632	\$ 27,342,544	\$ 28,594,961	\$ 30,541,659
Restricted for:										
Capital projects	3,865,873	2,859,173	1,427,036	1,927,491	2,467,742	2,568,283	1,481,800	1,220,404	1,858,176	3,749,045
Debt service	-	574,741	581,198	617,346	657,395	304,922	656,723	756,981	239,222	2,907,465
Other purposes	867,606	285,016	4,423	54,665	1,159,654	1,725,730	364,493	461,744	471,046	372,466
Qualified Zone Academy Bond retirement	3,020,809	3,128,805	3,247,269	3,424,494	3,592,508	3,741,214	3,897,177	4,057,651	4,226,341	4,401,300
Unrestricted	22,834,399	50,813,197	50,779,010	58,669,637	61,051,577	58,524,444	51,903,551	46,627,095	44,601,776	32,264,967
Total net position - governmental activities	\$ 54,086,934	\$ 79,802,183	\$ 82,362,112	\$ 92,264,076	\$ 99,239,818	\$ 91,017,897	\$ 84,572,376	\$ 80,466,419	\$ 79,991,522	\$ 74,236,902
Business-type activities:										
Net investment in capital assets	787,690	754,143	721,008	687,993	655,529	572,056	533,397	505,491	472,519	440,105
Unrestricted (deficit)	(969,636)	(1,194,310)	(2,320,676)	(4,039,596)	(4,205,298)	(5,220,860)	(8,139,020)	(9,642,747)	(12,609,793)	(1,232,250)
Total net position - business-type activities	(181,946)	(440,167)	(1,599,668)	(3,351,603)	(3,549,769)	(4,648,804)	(7,605,623)	(9,137,256)	(12,137,274)	(792,145)
Primary government:										
Net investment in capital assets	24,285,937	22,895,394	27,044,184	28,258,436	30,966,471	24,725,360	26,802,029	27,848,035	29,067,480	30,981,764
Restricted for:										
Capital projects	3,865,873	2,859,173	1,427,036	1,927,491	2,467,742	2,568,283	1,481,800	1,220,404	1,858,176	3,749,045
Debt service	-	574,741	581,198	617,346	657,395	304,922	656,723	756,981	239,222	2,907,465
Other purposes	867,606	285,016	4,423	54,665	1,159,654	1,725,730	364,493	461,744	471,046	372,466
Qualified zone academy bond retirement	3,020,809	3,128,805	3,247,269	3,424,494	3,592,508	3,741,214	3,897,177	4,057,651	4,226,341	4,401,300
Unrestricted	21,864,763	49,618,887	48,458,334	54,630,041	56,846,279	53,303,584	43,764,531	36,984,348	31,991,983	31,032,717
Total net position - primary government	\$ 53,904,988	\$ 79,362,016	\$ 80,762,444	\$ 88,912,473	\$ 95,690,049	\$ 86,369,093	\$ 76,966,753	\$ 71,329,163	\$ 67,854,248	\$ 73,444,757

Source: School District financial records.

Cleveland Heights-University Heights City School District

Changes in Net Position

Last Ten Fiscal Years **Table 2**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses:										
Governmental activities:										
Regular instruction	\$ 37,821,356	\$ 35,341,336	\$ 35,895,404	\$ 36,794,327	\$ 35,816,557	\$ 37,442,211	\$ 41,334,122	\$ 40,951,163	\$ 43,005,293	\$ 41,223,022
Special instruction	8,555,472	8,573,448	9,844,902	9,531,722	10,463,382	12,357,959	13,830,108	12,947,396	12,536,158	15,496,883
Vocational instruction	1,761,548	1,662,594	1,701,696	1,738,386	2,033,266	1,917,084	2,075,152	2,306,559	1,988,214	2,199,170
Adult/continuing instruction	257,212	145,191	270,336	981,637	620,287	233,715	346,356	356,150	258,202	46
Other instruction	2,053,694	3,405,263	2,728,650	3,152,431	4,018,831	4,424,806	5,341,468	7,154,104	8,257,928	8,817,024
Pupil	9,482,769	9,436,509	9,342,399	8,713,755	8,651,483	9,001,406	8,922,133	9,891,614	9,412,636	7,674,501
Instructional staff	4,955,130	4,469,078	5,271,776	6,024,296	6,464,766	5,149,498	6,158,641	6,445,138	8,004,270	5,838,505
Board of education	620,020	530,377	484,231	545,385	460,684	482,582	590,673	586,707	584,645	702,812
Administration	6,178,788	6,167,949	6,281,020	7,041,253	6,557,021	6,183,059	5,963,161	6,110,464	5,922,772	8,077,153
Fiscal	1,990,102	2,019,423	2,177,550	2,077,340	2,185,544	3,028,623	2,441,386	2,573,478	2,980,897	2,920,898
Business	2,320,386	2,307,448	2,299,809	1,881,251	1,533,645	1,344,500	1,583,775	1,552,317	556,890	1,748,679
Operation and maintenance of plant	11,949,256	11,451,826	10,444,810	11,149,385	11,392,037	11,722,180	12,471,455	12,510,123	12,391,012	13,286,205
Pupil transportation	3,055,811	3,498,625	3,909,255	4,265,255	4,269,391	4,550,353	4,499,491	5,302,386	4,616,743	4,168,805
Central	2,767,128	2,976,522	2,874,077	2,825,873	3,318,696	3,522,237	3,766,198	5,429,990	4,452,855	3,966,623
Food service operations	-	-	-	-	-	5,776	5,485	2,981	15,636	20,162
Community services	2,038,093	1,920,647	2,467,145	2,065,415	2,664,776	2,215,880	2,538,766	1,958,644	2,100,792	2,255,657
Shared services	-	-	-	-	-	-	-	-	-	5,149
Other operation of non-instructional services	-	-	-	-	-	-	-	-	-	926
Extracurricular activities	1,195,101	1,157,041	1,524,317	1,612,459	1,641,907	1,478,856	1,618,758	1,769,909	1,955,860	2,157,104
Interest and fiscal charges	589,770	570,050	673,878	713,571	736,771	525,075	519,722	461,235	299,445	3,776,729
Total governmental activities expenses	<u>97,591,636</u>	<u>95,633,327</u>	<u>98,191,255</u>	<u>101,113,741</u>	<u>102,829,044</u>	<u>105,585,800</u>	<u>114,006,850</u>	<u>118,407,300</u>	<u>119,460,604</u>	<u>124,336,053</u>
Business-type activities:										
Food services	2,275,179	2,112,230	2,248,241	2,599,332	2,352,105	2,354,293	2,310,751	2,434,896	2,507,990	2,442,610
Uniform school supplies	86,629	75,620	65,933	92,805	61,717	74,610	31,350	31,824	21,260	31,744
Customer services	19,536	9,112	12,347	15,811	10,805	20,356	9,385	-	34,212	-
Community services/early childhood	791,388	821,651	739,277	616,929	635,218	731,703	746,880	743,185	770,293	821,397
Bellefaire General Rotary	2,615,327	2,827,708	2,892,502	2,954,725	3,169,419	3,395,010	3,459,420	3,189,684	3,114,669	2,355
Total business-type activities expenses	<u>5,788,059</u>	<u>5,846,321</u>	<u>5,958,300</u>	<u>6,279,602</u>	<u>6,229,264</u>	<u>6,575,972</u>	<u>6,557,786</u>	<u>6,399,589</u>	<u>6,448,424</u>	<u>3,298,106</u>
Total primary government expenses	<u>103,379,695</u>	<u>101,479,648</u>	<u>104,149,555</u>	<u>107,393,343</u>	<u>109,058,308</u>	<u>112,161,772</u>	<u>120,564,636</u>	<u>124,806,889</u>	<u>125,909,028</u>	<u>127,634,159</u>

Continued

Cleveland Heights-University Heights City School District

Changes in Net Position (continued)

Last Ten Fiscal Years **Table 2**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Program revenues:										
Governmental activities:										
Charges for services:										
Regular instruction	984,055	526,747	263,099	293,408	340,704	304,805	343,243	157,440	1,974,958	2,033,784
Special instruction	-	3,595,546	3,252,614	2,376,298	2,583,786	1,596,975	3,917,868	2,833,543	2,814,090	3,048,640
Vocational instruction	63,695	136,066	6,482	11,122	4,500	2,500	-	-	402,269	241,934
Adult/continuing instruction	-	6,825	9,397	5,465	3,474	930	-	-	-	-
Other instruction	-	-	-	-	-	-	-	-	-	-
Pupil	421	-	-	-	-	-	-	-	-	-
Administration	17,506	62,689	10,847	10,075	6,644	13,196	30,575	132,968	26,345	59,783
Pupil transportation	51,315	93,487	75,075	138,450	134,264	183,378	121,733	205,743	25,097	26,165
Community services	2,312,716	-	-	-	-	-	-	-	-	-
Extracurricular activities	357,465	44,292	92,616	100,420	91,070	95,025	59,767	115,175	155,691	102,970
Operating grants and contributions:										
Regular instruction	3,050,460	2,420,203	4,843,017	4,001,706	3,976,497	861,906	1,842,682	623,151	1,483,338	1,275,340
Special instruction	5,515,582	1,801,912	1,698,848	1,810,241	4,057,069	6,880,495	5,590,342	5,259,112	4,268,212	4,164,420
Vocational instruction	2,860,034	247,590	276,976	265,483	282,167	288,776	293,148	194,247	328,861	302,953
Adult/continuing instruction	-	-	290,714	245,318	343,219	269,869	444,629	537,124	432,062	99,484
Other instruction	2,264	-	-	-	-	-	-	-	-	-
Pupil	162,357	-	249,832	173,942	190,688	93,679	93,459	112,257	90,267	107,986
Instructional staff	-	-	3,300	12,970	12,970	-	-	-	-	-
Administration	-	-	21,633	-	-	-	-	-	-	-
Operation and maintenance of plant	-	77,993	29,821	-	-	-	-	-	-	-
Pupil transportation	-	-	-	-	-	-	-	-	-	-
Central	21,752	64,400	42,000	-	185	-	-	-	-	-
Community services	1,817,509	1,883,275	1,932,606	1,962,731	2,023,367	1,914,708	1,562,377	1,784,599	1,851,027	1,932,315
Capital grants and contributions:										
Regular instruction	48,750	-	-	-	-	-	-	-	-	-
Pupil	-	-	-	43,132	-	-	-	-	-	-
Operation and maintenance of plant	-	30,000	46,513	19,577	36,294	-	-	-	-	-
Pupil transportation	-	-	-	-	-	-	-	-	-	-
Central	-	-	-	42,000	36,000	-	27,300	-	-	-
Total governmental activities	17,265,881	10,991,025	13,145,390	11,512,338	14,122,898	12,506,242	14,327,123	11,955,359	13,852,217	13,395,774

Continued

Cleveland Heights-University Heights City School District

Changes in Net Position (continued)

Last Ten Fiscal Years **Table 2**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	
Business-type activities:											
Charges for services:											
Food services	545,521	732,621	650,639	584,762	543,076	484,176	405,888	384,300	359,057	331,037	
Uniform school supplies	73,630	73,253	60,424	65,986	63,943	48,737	30,361	27,468	23,825	28,907	
Customer services	20,032	35,038	3,359	2,240	17,980	18,430	1,000	-	11,890	11,890	
Community services/early childhood	890,313	784,388	617,183	606,389	695,690	687,621	720,938	620,621	647,205	662,846	
Bellefaire General Rotary	1,776,450	1,861,111	2,007,314	1,538,587	2,727,969	2,515,584	611,951	2,222,430	283,102	683,844	
Operating grants and contributions:											
Food services	2,311,805	2,104,689	1,457,295	1,584,727	1,632,068	1,804,716	166,151	1,613,137	2,123,327	1,868,291	
Capital grants and contributions:											
Food services	-	-	-	-	-	116,347	-	-	-	-	
Total business-type activities	5,617,751	5,591,100	4,796,214	4,382,691	5,680,726	5,675,611	3,431,649	4,867,956	3,448,406	3,586,815	
Program revenues	22,883,632	16,582,125	17,941,604	15,895,029	19,803,624	18,181,853	17,758,772	16,823,315	17,300,623	16,982,589	
Total primary government program revenues	(80,325,755)	(84,642,302)	(85,045,865)	(89,601,403)	(88,706,146)	(93,079,558)	(99,679,727)	(106,451,941)	(105,608,387)	(110,940,279)	
Net expense:	(170,308)	(255,221)	(1,162,086)	(1,896,911)	(548,538)	(900,361)	(3,126,137)	(1,531,633)	(3,000,018)	288,709	
Business-type activities	(80,496,063)	(84,897,523)	(86,207,951)	(91,498,314)	(89,254,684)	(93,979,919)	(102,805,864)	(107,983,574)	(108,608,405)	(110,651,570)	
Total primary government net expense											
General revenues and other changes in net position:											
Governmental activities:											
Property taxes levied for:											
General purpose	60,310,034	76,288,318	57,086,358	66,578,842	62,320,929	55,807,544	57,099,411	65,982,589	69,354,404	74,045,127	
Debt service	929,117	535,005	741,683	648,181	622,174	590,518	604,768	671,452	631,509	5,746,485	
Capital projects	3,069,014	4,455,425	3,131,163	3,235,694	3,068,044	2,708,377	2,748,213	3,087,683	3,059,156	3,394,926	
Payments in lieu of property taxes	-	-	-	178,090	17,774	1,813	-	-	-	-	-
Grants and entitlements not restricted to specific programs	30,581,825	26,687,865	23,469,550	25,907,434	27,656,292	32,788,606	31,992,845	31,837,748	30,580,845	31,506,047	
Investment earnings	462,659	1,432,840	2,322,959	1,900,552	1,200,992	489,176	306,230	273,286	230,870	504,723	
Miscellaneous	392,785	955,098	856,666	1,199,550	1,146,055	1,116,647	652,057	493,226	1,276,706	1,044,771	
Transfers	-	3,000	(2,585)	(144,976)	(350,372)	-	(169,318)	-	-	(11,056,420)	
Total governmental activities	95,745,434	110,357,551	87,605,794	99,503,367	95,681,888	93,502,681	93,234,206	102,345,984	105,133,490	105,185,659	

Continued

Cleveland Heights-University Heights City School District

Changes in Net Position (continued)

Last Ten Fiscal Years	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Business-type activities:										
Transfers	-	(3,000)	2,585	144,976	350,372	-	169,318	-	-	11,056,420
Total primary government general revenues and other changes in net position	95,745,434	110,354,551	87,608,379	99,648,343	96,032,260	93,502,681	93,403,524	102,345,984	105,133,490	116,242,079
Change in net position:										
Governmental activities	15,419,679	25,715,249	2,559,929	9,901,964	6,975,742	423,123	(6,445,521)	(4,105,957)	(474,897)	(5,754,620)
Business-type activities	(170,308)	(258,221)	(1,159,501)	(1,751,935)	(198,166)	(900,361)	(2,956,819)	(1,531,633)	(3,000,018)	11,345,129
Total primary government change in net position	\$ 15,249,371	\$ 25,457,028	\$ 1,400,428	\$ 8,150,029	\$ 6,777,576	\$ (477,238)	\$ (9,402,340)	\$ (5,637,590)	\$ (3,474,915)	\$ 5,590,509

Source: School District financial records.

Cleveland Heights-University Heights City School District

Program Revenues by Function/Program

Last Ten Fiscal Years

Table 3

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental activities:										
Regular instruction	\$ 4,083,265	\$ 2,946,950	\$ 5,106,116	\$ 4,295,114	\$ 4,317,201	\$ 1,166,711	\$ 2,185,925	\$ 780,591	\$ 3,458,296	\$ 3,309,124
Special instruction	5,515,582	5,397,458	4,951,462	4,186,539	6,640,855	8,477,470	9,508,210	8,092,655	7,082,302	7,213,060
Vocational instruction	2,923,729	383,656	283,458	276,605	286,667	291,276	293,148	194,247	731,130	544,887
Adult/continuing instruction	-	6,825	300,111	250,783	346,693	270,799	444,629	537,124	432,062	99,484
Other instruction	2,264	-	-	-	-	-	-	-	-	-
Pupil	162,778	-	249,832	217,074	190,688	93,679	93,459	112,257	90,267	107,986
Instructional staff	-	-	3,300	12,970	12,970	-	-	-	-	-
Administration	17,506	62,689	32,480	10,075	6,644	13,196	30,575	132,968	26,345	59,783
Operation and maintenance of plant	-	107,993	76,334	19,577	36,294	-	-	-	-	-
Pupil transportation	51,315	93,487	75,075	138,450	134,264	183,378	121,733	205,743	-	26,165
Central	21,752	64,400	42,000	42,000	36,185	-	27,300	-	-	-
Community services	4,130,225	1,883,275	1,932,606	1,962,731	2,023,367	1,914,708	1,562,377	1,784,599	1,851,027	1,932,315
Extracurricular activities	357,465	44,292	92,616	100,420	91,070	95,025	59,767	115,175	155,691	102,970
Total governmental activities	<u>17,265,881</u>	<u>10,991,025</u>	<u>13,145,390</u>	<u>11,512,338</u>	<u>14,122,898</u>	<u>12,506,242</u>	<u>14,327,123</u>	<u>11,955,359</u>	<u>13,852,217</u>	<u>13,395,774</u>
Business-type activities:										
Food services	2,857,326	2,837,310	2,107,934	2,169,489	2,175,144	2,405,239	2,067,399	1,997,437	2,482,384	2,199,328
Uniform school supplies	73,630	73,253	60,424	65,986	63,943	48,737	30,361	27,468	23,825	28,907
Customer services	20,032	35,038	3,359	2,240	17,980	18,430	1,000	-	11,890	11,890
Community services/early childhood	890,313	784,388	617,183	606,389	695,690	687,621	720,938	620,621	647,205	662,846
Bellefaire General Rotary	1,776,450	1,861,111	2,007,314	1,538,587	2,727,969	2,515,584	611,951	2,222,430	283,102	683,844
Total business-type activities	<u>5,617,751</u>	<u>5,591,100</u>	<u>4,796,214</u>	<u>4,382,691</u>	<u>5,680,726</u>	<u>5,675,611</u>	<u>3,431,649</u>	<u>4,867,956</u>	<u>3,448,406</u>	<u>3,586,815</u>
Total primary government program revenues	\$ <u>22,883,632</u>	\$ <u>16,582,125</u>	\$ <u>17,941,604</u>	\$ <u>15,895,029</u>	\$ <u>19,803,624</u>	\$ <u>18,181,853</u>	\$ <u>17,758,772</u>	\$ <u>16,823,315</u>	\$ <u>17,300,623</u>	\$ <u>16,982,589</u>

Source: School District financial records.

Cleveland Heights-University Heights City School District

Fund Balances, Governmental Funds

Last Ten Fiscal Years Table 4

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General fund:										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 377,185	\$ 388,565	\$ 421,946	\$ 485,956
Restricted	-	-	-	-	-	-	2,425,675	-	-	-
Committed	-	-	-	-	-	-	-	16,583	169,433	-
Assigned	-	-	-	-	-	-	1,587,479	3,008,658	2,855,580	10,942,612
Unassigned	-	-	-	-	-	-	49,220,502	42,156,930	39,137,025	19,296,525
Reserved	17,421,642	31,484,977	28,287,616	33,065,009	29,045,094	20,559,439	-	-	-	-
Unreserved	13,612,213	21,350,110	27,784,974	31,865,555	37,282,074	40,721,484	-	-	-	-
Total general fund	<u>31,033,855</u>	<u>52,835,087</u>	<u>56,072,590</u>	<u>64,930,564</u>	<u>66,327,168</u>	<u>61,280,923</u>	<u>53,610,841</u>	<u>45,570,736</u>	<u>42,583,984</u>	<u>30,725,093</u>
All other governmental funds:										
Restricted	-	-	-	-	-	-	6,242,013	6,146,770	6,472,636	164,189,868
Unassigned	-	-	-	-	-	-	(1,358,259)	(1,014,561)	(691,665)	(349,436)
Reserved	7,642,807	4,704,397	2,959,452	2,968,533	3,589,646	2,782,844	-	-	-	-
Unreserved, undesignated	-	-	-	-	-	-	-	-	-	-
reported in:										
Special revenue funds	1,179,271	648,244	(719,527)	(144,420)	(325,719)	10,070	-	-	-	-
Debt service funds	211,488	-	-	-	-	-	-	-	-	-
Capital projects funds	265,668	2,415,169	2,957,383	3,430,357	3,641,857	3,912,946	-	-	-	-
Total all other governmental funds	<u>9,297,234</u>	<u>7,767,810</u>	<u>5,197,308</u>	<u>6,254,470</u>	<u>6,905,784</u>	<u>6,705,860</u>	<u>4,883,754</u>	<u>5,132,209</u>	<u>5,780,971</u>	<u>163,840,432</u>
Total governmental funds	\$ <u>40,331,089</u>	\$ <u>60,602,897</u>	\$ <u>61,269,898</u>	\$ <u>71,185,034</u>	\$ <u>73,232,952</u>	\$ <u>67,986,783</u>	\$ <u>58,494,595</u>	\$ <u>50,702,945</u>	\$ <u>48,364,955</u>	\$ <u>194,565,525</u>

Source: School District financial records.
 Note: The District implemented GASB 54 in 2011.

Cleveland Heights-University Heights City School District

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years **Table 5**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues:										
Taxes	\$ 65,125,482	\$ 80,068,149	\$ 62,525,139	\$ 70,309,309	\$ 65,374,496	\$ 58,111,449	\$ 59,741,780	\$ 67,893,727	\$ 72,593,187	\$ 81,019,869
Payments in lieu of property taxes	-	-	-	85,089	110,775	1,813	-	-	-	-
Intergovernmental	40,330,849	35,994,845	35,909,507	37,665,113	38,219,178	42,481,847	45,195,019	41,721,066	39,293,275	39,705,007
Tuition and fees	3,000,244	563,807	1,691,244	718,184	1,084,330	1,132,778	919,510	2,103,521	4,261,340	5,205,135
Transportation fees	51,315	-	-	-	-	-	-	-	-	-
Earnings on investments	462,659	1,432,840	2,322,959	1,900,552	1,200,992	489,176	306,230	229,786	269,926	383,159
Extracurricular activities	357,465	187,545	221,068	225,465	243,331	247,153	193,720	214,197	249,403	328,105
Classroom materials and fees	24,334	21,612	31,683	26,783	36,870	21,525	7,769	6,628	9,899	10,983
Miscellaneous	1,864,071	1,522,733	1,078,839	1,840,138	1,805,193	1,758,554	909,544	590,072	1,288,159	925,607
Total revenues	111,216,419	119,791,531	103,780,439	112,770,633	108,075,165	104,244,295	107,273,572	112,758,997	117,965,189	127,577,865
Expenditures:										
Current:										
Instruction:										
Regular	34,236,479	34,573,204	36,216,029	36,489,302	35,617,232	37,438,613	40,644,644	41,711,646	41,694,037	41,252,792
Special	8,465,988	8,604,906	9,727,158	9,575,382	10,458,889	12,350,826	13,869,106	12,871,556	12,550,247	15,446,175
Vocational	1,717,241	1,670,809	1,681,895	1,718,541	2,006,303	1,917,949	2,133,784	2,253,201	2,025,443	2,202,132
Adult/continuing	256,099	147,662	263,554	1,019,433	1,097,166	243,510	351,808	359,859	258,355	42
Other instruction	2,053,694	3,404,613	2,728,650	3,152,431	3,552,064	4,424,310	5,341,468	7,119,352	8,260,680	8,852,295
Support services:										
Pupil	9,398,698	9,460,564	9,397,066	8,718,866	8,728,926	9,040,268	9,059,801	9,710,922	9,471,275	7,779,443
Instructional staff	4,786,153	4,416,605	5,175,284	5,992,632	6,445,317	7,798,200	5,929,177	5,744,220	7,360,021	5,579,026
Board of education	620,020	530,377	484,231	545,385	460,684	482,582	590,673	586,707	584,645	702,812
Administration	6,001,439	6,124,940	6,245,179	7,091,960	6,640,220	6,172,891	6,231,154	6,069,379	5,921,173	8,002,595
Fiscal	1,982,278	2,050,644	2,186,609	2,076,801	2,185,469	3,029,193	2,441,153	2,577,403	2,992,173	2,898,090
Business	2,293,991	2,300,101	2,271,198	2,249,394	1,539,458	1,367,110	1,867,829	1,418,638	486,832	1,620,092
Operation and maintenance of plant	16,773,828	11,076,485	10,230,156	10,331,539	11,521,381	13,204,102	13,667,124	13,738,248	13,995,828	13,982,246
Pupil transportation	2,872,764	3,347,240	3,753,311	4,080,869	4,199,497	4,461,495	4,660,456	4,956,598	4,319,901	3,866,048
Central	2,726,067	2,982,146	2,861,101	2,926,115	3,619,618	3,727,743	3,786,451	5,419,739	4,421,726	3,929,804
Operations of non-instructional services:										
Food service	-	-	-	-	-	5,776	5,446	2,981	15,636	24,779
Community services	2,026,440	1,828,088	2,359,941	1,965,639	2,528,283	2,126,328	2,356,186	1,965,327	2,146,012	2,241,565
Shared services	-	-	-	-	-	-	-	-	-	5,149
Other	-	94,520	96,664	105,715	115,736	120,946	123,112	117,942	120,356	926
Extracurricular activities	1,202,092	1,131,599	1,526,574	1,518,699	1,591,867	1,482,333	1,586,270	1,731,341	1,940,700	2,132,543
Facilities acquisition and construction services	-	4,268,101	4,132,268	2,091,645	1,809,386	-	-	-	-	3,209,965
Debt service:										
Principal	910,000	930,000	1,097,667	1,147,357	1,493,387	2,193,347	1,815,920	1,721,314	1,497,177	1,225,155
Interest and fiscal charges	596,144	571,259	676,318	709,119	744,720	503,908	532,226	474,274	328,040	1,661,324
Bond issuance costs	-	-	-	-	-	-	-	-	-	1,224,233
Total expenditures	98,919,415	99,513,863	103,110,853	103,506,824	106,355,603	112,091,430	116,993,788	120,550,647	120,514,978	127,839,231

Continued

Cleveland Heights-University Heights City School District

Changes in Fund Balances, Governmental Funds (continued)

Last Ten Fiscal Years **Table 5**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Excess of revenues over (under) expenditures	12,297,004	20,277,668	669,586	9,263,809	1,719,562	(7,847,135)	(9,720,216)	(7,791,650)	(2,549,789)	(261,366)
Other financing sources (uses):										
Inception of capital leases	577,492	-	-	796,303	678,728	2,600,966	397,346	-	87,077	88,483
General obligation Bonds issued	-	-	-	-	-	-	-	-	-	134,799,915
Refunding bonds issued	-	-	-	-	-	-	-	-	6,750,000	-
Premium on bonds issued	-	-	-	-	-	-	-	-	199,722	1,659,731
Certificates of participation issued	-	-	-	-	-	-	-	-	-	21,000,000
Discount on certificates of participation issued	-	-	-	-	-	-	-	-	-	-
Transfers-in	1,432,606	997,692	1,339,411	1,383,323	2,077,014	570,000	1,303,351	914,388	625,321	(29,773)
Refund of prior year expenditures	-	71,786	-	-	-	-	-	-	-	-
Transfers-out	(1,432,606)	(994,692)	(1,341,996)	(1,528,299)	(2,427,386)	(570,000)	(1,472,669)	(914,388)	(625,321)	(11,861,770)
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	-	(6,825,000)	-
Refund of prior year receipts	-	(80,646)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	577,492	(5,860)	(2,585)	651,327	328,356	2,600,966	228,028	-	211,799	146,461,936
Net change in fund balances	\$ 12,874,496	\$ 20,271,808	\$ 667,001	\$ 9,915,136	\$ 2,047,918	\$ (5,246,169)	\$ (9,492,188)	\$ (7,791,650)	\$ (2,337,990)	\$ 146,200,570
Debt service as a percentage of noncapital expenditures	1.53%	1.51%	1.79%	1.83%	2.16%	2.52%	2.07%	1.86%	1.55%	2.36%

Source: School District financial records.

Cleveland Heights-University Heights City School District

Assessed and Estimated Actual Value of Taxable Property

Last Ten Years Table 6

Year	Real Property		Public Utility Personal Property		Tangible Personal Property		Total		Total Direct	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Tax Rate	Ratio
2005	\$ 1,135,565,940	\$ 3,244,474,114	\$ 30,356,400	\$ 34,495,909	\$ 22,495,796	\$ 97,807,809	\$ 1,188,418,136	\$ 3,376,777,832	129.50	35.0%
2006	1,068,833,330	3,053,809,514	27,878,630	31,680,261	23,111,301	100,483,917	1,119,823,261	3,185,973,692	129.50	35.0
2007	1,218,353,600	3,481,010,286	17,706,520	20,121,046	11,791,553	94,332,424	1,247,851,673	3,595,463,756	129.60	34.7
2008	1,230,715,140	3,516,328,971	11,548,270	13,123,034	9,140,242	73,121,936	1,251,403,652	3,675,695,877	136.70	34.7
2009	1,217,296,300	3,477,989,429	12,095,890	13,745,330	4,791,945	76,671,120	1,234,184,135	3,568,405,879	136.70	34.6
2010	1,131,890,150	3,233,971,857	12,905,470	14,665,307	-	-	1,144,795,620	3,248,637,167	136.80	35.2
2011	1,133,384,720	3,238,242,057	13,289,430	15,101,625	-	-	1,146,674,150	3,253,343,682	136.80	35.2
2012	1,120,618,240	3,201,766,400	13,770,650	15,648,466	-	-	1,134,388,890	3,217,414,866	143.70	35.3
2013	1,068,405,140	3,052,586,114	15,110,130	17,170,602	-	-	1,083,515,270	3,069,756,716	143.70	35.3
2014	1,068,237,550	3,052,107,286	16,523,940	18,777,205	-	-	1,084,761,490	3,070,884,491	149.59	35.3

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

Estimated actual values are calculated based on the following percentages:

Real estate is assessed at 35 percent of actual value.

Public utility is assessed at 88 percent of actual value.

Tangible personal property is assessed at 23 percent of actual value for 1999 through 2006; 12.5 percent of actual value for 2007; 6.25 percent of actual value for 2008, 0 percent of actual value for 2009.

Property in Cuyahoga County is reassessed once every three years on average. Tax rates are per \$1,000 of assessed value.

Cleveland Heights-University Heights City School District

Principal Taxpayers – Real Estate Tax

Fiscal Year 2014 and Fiscal Year 2005

Table 7

Name of Taxpayer	December 31, 2013 (1)	
	Assessed Value (1)	Percent of Total Assessed Value
Cleveland Electric Illuminating Co.	\$ 12,577,190	1.16%
Kaiser Foundation Health Plan of Ohio	11,348,150	1.05%
Severance SPE Lease Co, LLC	9,711,730	0.90%
Inland Cedar Center South, LLC	6,212,210	0.57%
University Heights Holdings 4, LLC	5,443,380	0.50%
Severance SPC Lease Co, LLC	4,466,180	0.41%
East Ohio Gas Co.	3,017,350	0.28%
Cedar Center North, LLC	2,766,370	0.26%
ARC Cleveland Heights, LLC	2,724,580	0.25%
The May Department Stores Co.	2,607,500	0.24%
Total	\$ 60,874,640	5.62%

Name of Taxpayer	December 31, 2004 (2)	
	Assessed Value (2)	Percent of Total Assessed Value
Kaiser Foundation Health Plan of Ohio	\$ 8,407,390	0.75%
AT&T Wireless PCS	8,072,530	0.72%
The Cleveland Electric Illuminating Company	5,853,160	0.52%
Ohio Bell Telephone Company	5,842,560	0.52%
Severance SPC Lease Co, LLC	4,195,490	0.37%
Kensington Ltd. Partnership	3,795,960	0.34%
Severance SPE Feeco, LLC	2,691,580	0.24%
Concord Company	2,366,530	0.21%
CAS Real Estate Company	2,206,020	0.20%
City of Cleveland Heights	2,153,780	0.19%
Total	\$ 45,585,000	4.06%

Source: Cuyahoga County Fiscal Officer

(1) Assessed values are for the 2014 collection year.

(2) Assessed values are for the 2005 collection year.

Cleveland Heights-University Heights City School District

Property Tax Rates – Direct and Overlapping Governments

Last Ten Years Table 8

<u>Tax Year</u>	<u>School Levy</u>	<u>County Levy</u>	<u>City Levy</u>	<u>Metro Parks</u>		<u>Library Levy</u>	<u>Tri-C Levy</u>	<u>Cleveland Port Authority</u>		<u>Debt Service Included in Total Levy</u>		
				<u>Levy</u>	<u>Levy</u>			<u>Levy</u>	<u>Levy</u>	<u>School</u>	<u>County</u>	<u>City</u>
2004/2005	\$ 129.50	\$ 13.52	\$ 13.10	\$ 1.85	\$ 5.90	\$ 2.80	\$ 0.13	\$ 166.80	\$ 3.80	\$ 0.61	\$ 6.48	\$ 10.89
2005/2006	129.50	13.52	13.00	1.85	5.90	2.80	0.13	166.70	3.80	0.71	6.48	10.99
2006/2007	129.60	13.42	13.00	1.85	5.90	2.80	0.13	166.70	3.80	0.74	6.48	11.02
2007/2008	136.70 ⁽¹⁾	13.42	12.90	1.85	5.90	2.80	0.13	173.70	3.80	0.74	6.48	11.02
2008/2009	136.70 ⁽¹⁾	13.32	12.90	1.85	7.80	2.80	0.13	175.50	3.80	0.74	6.48	11.02
2009/2010	136.80 ⁽²⁾	13.32	12.90	1.85	7.80	2.80	0.13	175.60	3.80	0.74	6.48	11.02
2010/2011	136.80 ⁽²⁾	13.32	12.90	1.85	7.80	2.80	0.13	175.60	3.80	0.74	6.48	11.02
2011/2012	143.70 ⁽³⁾	13.22	12.90	1.85	7.80	3.10	0.13	182.70	0.70	0.85	2.90	4.45
2012/2013	143.70 ⁽³⁾	13.22	13.00	1.85	7.80	3.10	0.13	182.80	0.70	0.85	3.00	4.55
2013/2014	149.59 ⁽⁴⁾	14.05	12.90	2.75	7.80	3.10	0.13	190.32	6.59	0.85	2.55	9.99

Source: Cuyahoga County Fiscal Officer. Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Fiscal Officer.

(1) District's direct rate is comprised of \$132.20 in the General Fund, \$3.80 in the Permanent Improvement Fund and \$.7 in the Bond Retirement Fund.

(2) District's direct rate is comprised of \$132.30 in the General Fund, \$3.80 in the Permanent Improvement Fund and \$.7 in the Bond Retirement Fund.

(3) District's direct rate is comprised of \$139.20 in the General Fund, \$3.80 in the Permanent Improvement Fund and \$.7 in the Bond Retirement Fund.

(4) District's direct rate is comprised of \$139.20 in the General Fund, \$3.80 in the Permanent Improvement Fund and \$6.59 in the Bond Retirement Fund.

Cleveland Heights-University Heights City School District

Property Tax – Levies and Collections – Real and Tangible Personal Property

Last Ten Years Table 9

Tax Year/ Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Percent of Total Collections to Tax Levy
2003/2004	\$ 73,993,743	\$ 6,538,173	\$ 80,531,917	\$ 65,677,215	88.76%	\$ 3,208,654	\$ 68,885,869	85.54%
2004/2005	73,180,871	6,317,749	79,498,620	69,220,320	94.58	4,081,167	73,301,487	92.20
2005/2006	72,118,959	6,209,258	78,328,217	68,342,993	94.76	3,433,220	71,776,214	91.64
2006/2007	80,279,737	6,829,786	87,109,523	69,488,916	86.56	4,198,730	73,687,646	84.59
2007/2008	79,306,636	6,986,422	86,293,058	73,681,014	92.91	4,122,635	77,803,649	90.16
2008/2009	78,224,800	6,840,923	85,065,723	72,761,558	93.02	3,556,037	76,317,595	89.72
2009/2010	77,544,197	7,955,876	85,500,073	70,779,938	91.28	3,834,324	74,614,262	87.27
2010/2011	77,532,166	8,729,765	86,261,931	70,108,742	90.43	3,494,985	73,603,727	85.33
2011/2012	85,035,680	10,219,590	95,255,270	78,252,617	92.02	4,012,461	82,265,078	86.36
2012/2013	84,009,574	11,665,988	95,675,562	77,585,448	92.35	3,779,198	81,364,646	85.04

Source: Cuyahoga County Fiscal Officer – Data is presented on a calendar year basis, consistent with the County Fiscal Officer’s method of maintaining the information.

Delinquent collections are presented in the fiscal year collected, consistent with the County Fiscal Officer’s method of maintaining the information. District is working with the County to obtain the delinquent collection information by original levy year rather than collection year in future years. At this point the information is not available.

Levy information includes Homestead/Rollback taxes assessed locally but distributed through the State and reported as intergovernmental revenue.

Cleveland Heights-University Heights City School District

Computation of Direct and Overlapping General Obligation Bonded Debt

As of December 31, 2013

Table 10

Jurisdiction	General Obligation Bonded Debt Outstanding	Percentage Applicable to School District ⁽¹⁾	Amount Applicable to School District
Direct:			
Cleveland Heights-University Heights City School District	\$ 169,735,384	100.00%	\$ 169,735,384
Total direct	<u>169,735,384</u>		<u>169,735,384</u>
Overlapping:			
City of Cleveland Heights	15,563,000	75.21	11,704,349
City of South Euclid	20,472,486	2.31	473,873
City of University Heights	2,420,000	22.48	543,994
Cuyahoga County	314,245,000	3.92	12,308,461
Regional Transit Authority	116,450,000	3.92	4,561,155
Total overlapping	<u>469,150,486</u>		<u>29,591,832</u>
Grand total	\$ <u>638,885,870</u>		\$ <u>199,327,216</u>

Source: Cuyahoga County Fiscal Officer – Data is presented on a calendar year basis, consistent with the County Fiscal Officer’s method of maintaining the information.

(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 2013 collection year.

Cleveland Heights-University Heights City School District

Computation of Legal Debt Margin

	2005	2006 ⁽²⁾	2007 ⁽²⁾	2008 ⁽²⁾	2009 ⁽²⁾	2010	2011	2012	2013	2014
Assessed valuation	\$1,188,418,136	\$ 1,079,491,310	\$ 1,229,566,760	\$ 1,242,263,410	\$ 1,226,213,160	\$ 1,144,795,620	\$ 1,146,674,150	\$ 1,134,388,890	\$ 1,083,515,270	\$ 1,084,761,490
Debt limit - 9% of assessed value	\$ 106,957,632	\$ 97,154,218	\$ 110,661,008	\$ 111,803,707	\$ 110,359,184	\$ 103,031,606	\$ 103,200,674	\$ 102,095,000	\$ 97,516,374	\$ 97,628,534
Amount of debt applicable to debt limit:										
General obligation bonds	14,624,990	13,694,990	12,856,619	12,009,871	11,170,000	10,295,000	9,390,000	8,455,000	7,596,407	141,144,915
Exempt debt	-	-	-	-	-	-	-	-	-	(40,803,518)
Total	14,624,990	13,694,990	12,856,619	12,009,871	11,170,000	10,295,000	9,390,000	8,455,000	7,596,407	100,341,397
Less: amount available in debt service funds	(394,441)	(574,741)	(581,198)	(626,363)	(634,411)	(289,163)	(619,703)	(683,128)	(162,985)	(2,712,863)
Amount of debt subject to the limit	14,230,549	13,120,249	12,275,421	11,383,508	10,535,589	10,005,837	8,770,297	7,771,872	7,433,422	97,628,534
Overall debt margin	\$ 92,727,083	\$ 84,033,969	\$ 98,385,587	\$ 100,420,199	\$ 99,823,595	\$ 93,025,769	\$ 94,430,377	\$ 94,323,128	\$ 90,082,952	-
Debt margin - .10% of assessed value (1)	\$ 1,188,418	\$ 1,079,491	\$ 1,229,567	\$ 1,242,263	\$ 1,226,213	\$ 1,144,796	\$ 1,146,674	\$ 1,134,389	\$ 1,083,515	\$ 1,084,761
Amount of debt applicable	-	-	-	-	-	-	-	-	-	-
Unvoted debt margin	\$ 1,188,418	\$ 1,079,491	\$ 1,229,567	\$ 1,242,263	\$ 1,226,213	\$ 1,144,796	\$ 1,146,674	\$ 1,134,389	\$ 1,083,515	\$ 1,084,761
Total net debt applicable to the limit as a percentage of debt limit	13.30%	13.50%	11.09%	10.18%	9.55%	9.71%	8.50%	7.61%	7.62%	100%

Source: Cuyahoga County Fiscal Officer and School District financial records

- (1) Ohio Bond law sets an overall limit of 9% for total debt and 1/10 of 1% for unvoted debt.
- (2) Assessed Valuation does not equal the assessed value in Table 6 due to General Tangible Personal Property Values no longer being included in calculation of legal debt margin.

Cleveland Heights-University Heights City School District

Ratio of Outstanding Debt to Total Personal Income and Debt per Capita

Last Ten Fiscal Years Table 12

Year	Governmental Activities										Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Accrued Interest on CABs	Certificates of Participation	Energy Conservation Notes	Capital Leases	Qualified Zone Academy Bonds							
2005	\$ 8,784,990	\$ -	\$ -	\$ 5,840,000	\$ 1,141,507	\$ 5,500,000	\$ 21,266,497	1.62%	\$ 327.61				
2006	8,524,990	-	-	5,170,000	514,173	5,500,000	19,709,163	1.50	303.61				
2007	8,371,619	-	-	4,485,000	254,877	5,500,000	18,611,496	1.42	286.71				
2008	8,219,871	-	-	3,790,000	750,571	5,500,000	18,260,442	1.39	281.30				
2009	8,085,000	-	-	3,085,000	775,783	5,500,000	17,445,783	1.33	268.75				
2010	7,790,000	-	-	2,505,000	2,058,402	5,500,000	17,853,402	1.36	299.25				
2011	7,480,000	-	-	1,910,000	1,544,828	5,500,000	16,434,828	1.18	275.47				
2012	7,160,000	-	-	1,295,000	758,514	5,500,000	14,713,514	1.05	246.62				
2013	6,936,407	-	-	660,000	318,414	5,500,000	13,414,821	0.96	224.85				
2014	142,955,899	62,516	20,970,227	-	246,742	5,500,000	169,735,384	12.16	2,845.04				

Source: School District financial records

Cleveland Heights-University Heights City School District

Ratio of Net General Obligation Debt to Assessed Value and Net Debt per Capita

Last Ten Fiscal Years Table 13

<u>Fiscal Year</u>	<u>Gross General Bonded Debt⁽¹⁾</u>	<u>Less Debt Service Funds</u>	<u>Net General Bonded Debt</u>	<u>Estimated Actual Value⁽²⁾</u>	<u>Population⁽³⁾</u>	<u>Ratio of Net Debt to Estimated Actual Value</u>	<u>Debt Per Capita</u>
2004/2005	\$ 14,624,990	\$ 394,441	\$ 14,230,549	\$ 3,376,777,832	64,915	0.42%	\$ 219
2005/2006	13,694,990	574,741	13,120,249	3,185,973,692	64,915	0.41	202
2006/2007	12,856,619	581,198	12,275,421	3,595,463,756	64,915	0.34	189
2007/2008	12,009,871	626,363	11,383,508	3,602,573,941	64,915	0.32	175
2008/2009	11,170,000	634,411	10,535,589	3,568,405,879	64,915	0.30	162
2009/2010	10,295,000	289,163	10,005,837	3,248,637,164	59,660	0.31	168
2010/2011	9,390,000	619,703	8,770,297	3,253,343,682	59,660	0.27	147
2011/2012	8,455,000	683,128	7,771,872	3,217,414,866	59,660	0.24	130
2012/2013	7,596,407	162,985	7,433,422	3,069,756,716	59,660	0.24	125
2013/2014	142,955,899	2,712,863	140,243,036	3,070,884,491	59,660	4.57	2,351

Sources:

- (1) School District financial records
- (2) Cuyahoga County Fiscal Officer
- (3) U.S. Census data

Cleveland Heights-University Heights City School District

Demographic and Economic Statistics

Last Ten Fiscal Years **Table 14**

Year	County Population(1)	Cleveland Heights Population(1)	University Heights Population(1)	School Enrollment(2)	Unemployment Rate(3)	Cleveland Hts. Median Family Income(1)	University Hts. Median Family Income(1)	Total Personal Income(1)	Total Personal Per Capita
2005	1,393,978	50,769	14,146	6,711	5.90%	\$ 58,028	\$ 75,424	\$ 1,310,043,276	\$ 20,181
2006	1,393,978	50,769	14,146	6,235	5.30	58,028	75,424	1,310,043,276	20,181
2007	1,393,978	50,769	14,146	6,058	5.20	58,028	75,424	1,310,043,276	20,181
2008	1,393,978	50,769	14,146	5,767	7.10	58,028	75,424	1,310,043,276	20,181
2009	1,393,978	50,769	14,146	5,915	8.60	58,028	75,424	1,310,043,276	20,181
2010	1,280,122	46,121	13,539	5,832	9.70	49,056	74,759	1,310,043,276	21,958
2011	1,280,122	46,121	13,539	5,870	8.80	49,056	74,759	1,395,621,460	23,393
2012	1,280,122	46,121	13,539	5,763	6.90	49,056	74,759	1,395,621,460	23,393
2013	1,280,122	46,121	13,539	5,301	8.00	49,056	74,759	1,395,621,460	23,393
2014	1,280,122	46,121	13,539	5,693	7.90	49,056	74,759	1,395,621,460	23,393

Sources:

- (1) Estimated figure from U.S. Census Bureau
- (2) School District records
- (3) Ohio Bureau of Employment Services

Cleveland Heights-University Heights City School District

Principal Employers

Fiscal Year 2006 and Fiscal Year 2014

Table 15

Employer	December 31, 2005		December 31, 2013	
	Number of Employees	Percentage of Total	Employer	Number of Employees
Cleveland Heights-University Heights Board of Education	1,164	27.65%	John Carroll University	2,254
Cleveland Heights City Hall	921	21.88	Cleveland Heights-University Heights Board of Education	984
John Carroll University	585	13.90	Group Management Services	N/A
Wal Mart	300	7.13	City of Cleveland Heights	783
Kaiser Permanente	300	7.13	CAS Investors	394
Heinen's	200	4.75	Bellefaire Jewish Children's Bureau	324
Kauffman's	200	4.75	Cuyahoga County Fiscal Office	321
Target	200	4.75	Home Depot	212
Tops	190	4.51	City of University Heights	174
Home Depot	150	3.55	Toyota on the Heights	136
Total	4,210	100.00%	Total	5,582
Total Employment within the School District	N/A		Total Employment within the School District	N/A

N/A – Information was not available.

Source: Cities of Cleveland Heights and University Heights. Information prior to 2006 was not available.

Cleveland Heights-University Heights City School District

Building Statistics by Function/Program

Last Nine Fiscal Years

Table 16

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Boulevard Elementary School									
Constructed in 1975									
Total Building Square Footage	51,437	51,437	51,437	51,437	51,437	51,437	51,437	51,437	51,437
Enrollment Grades K-5	283	283	392	398	338	340	332	296	304
Regular Instruction Teachers	13	13	25	23	21	24	22	24	24
Special Instruction Teachers	6	4	6	5	4	5	3	5	5
Canterbury Elementary School									
Constructed in 1927									
Total Building Square Footage	65,800	65,800	65,800	65,800	65,800	65,800	65,800	65,800	65,800
Enrollment Grades K-5	384	383	401	395	391	391	354	374	380
Regular Instruction Teachers	18	20	23	23	23	26	24	25	25
Special Instruction Teachers	6	4	2	4	4	5	5	5	5
Bellefaire School									
Constructed in 1928									
Total Building Square Footage	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000
Enrollment Grades K-5	-	-	-	85	87	70	76	71	-
Regular Instruction Teachers	-	-	-	6	7	10	9	8	-
Special Instruction Teachers	-	-	-	13	15	15	13	12	-
Coventry Elementary School									
Constructed in 1975									
Total Building Square Footage	61,200	61,200	61,200	61,200	61,200	61,200	61,200	61,200	61,200
Enrollment Grades K-5	357	319	-	-	-	-	-	-	-
Regular Instruction Teachers	15	17	-	-	-	-	-	-	-
Special Instruction Teachers	7	6	-	-	-	-	-	-	-
Fairfax Elementary School									
Constructed in 1975									
Total Building Square Footage	59,000	59,000	59,000	59,000	59,000	59,000	59,000	59,000	59,000
Enrollment Grades K-5	392	402	430	412	409	412	386	392	299
Regular Instruction Teachers	18	20	25	23	24	27	26	26	22
Special Instruction Teachers	14	8	6	6	6	6	6	6	5
Gearity Professional Development School									
Constructed in 1954									
Total Building Square Footage	70,856	70,856	70,856	70,856	70,856	70,856	70,856	70,856	70,856
Enrollment Grades K-5	216	238	287	289	297	297	360	338	365
Regular Instruction Teachers	12	13	16	17	18	22	20	24	24
Special Instruction Teachers	7	10	8	10	10	12	11	10	10
Noble Elementary School									
Constructed in 1922									
Total Building Square Footage	74,250	74,250	74,250	74,250	74,250	74,250	74,250	74,250	74,250
Enrollment Grades K-5	421	426	425	406	401	401	424	423	381
Regular Instruction Teachers	20	21	24	23	23	26	24	30	30
Special Instruction Teachers	6	6	5	5	4	4	4	7	7
Deborah S. Delisle Educational Options Center									
Constructed in 1923									
Total Building Square Footage	59,000	59,000	59,000	59,000	59,000	59,000	59,000	59,000	59,000
Enrollment Grades K-5	-	-	-	-	-	-	-	116	116
Regular Instruction Teachers	-	-	-	-	-	-	-	11	11
Special Instruction Teachers	-	-	-	-	-	-	-	1	1
Oxford Elementary School									
Constructed in 1928									
Total Building Square Footage	61,400	61,400	61,400	61,400	61,400	61,400	61,400	61,400	61,400
Enrollment Grades K-5	367	362	351	360	357	358	325	340	328
Regular Instruction Teachers	19	21	22	23	23	25	23	25	25
Special Instruction Teachers	5	6	4	3	3	3	3	4	4

Continued

Cleveland Heights-University Heights City School District

Building Statistics by Function/Program (continued)

Last Nine Fiscal Years

Table 16

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Roxboro Elementary School									
Constructed in 1920									
Total Building Square Footage	55,600	55,600	55,600	55,600	55,600	55,600	55,600	55,600	55,600
Enrollment Grades K-5	326	329	330	335	338	338	410	408	404
Regular Instruction Teachers	15	18	19	20	22	23	23	29	29
Special Instruction Teachers	7	4	6	5	4	5	4	3	3
Monticello Middle School									
Constructed in 1930									
Total Building Square Footage	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000
Enrollment Grades 6-8	524	504	486	468	455	462	367	400	400
Regular Instruction Teachers	36	33	34	30	34	36	34	31	31
Special Instruction Teachers	10	8	8	7	10	11	10	9	9
Roxboro Middle School									
Constructed in 1931									
Total Building Square Footage	113,380	113,380	113,380	113,380	113,380	113,380	113,380	113,380	113,380
Enrollment Grades 6-8	552	550	508	523	527	534	517	436	487
Regular Instruction Teachers	36	37	36	35	42	44	41	39	39
Special Instruction Teachers	12	10	10	8	9	9	9	9	9
Wiley Middle School									
Constructed in 1954									
Total Building Square Footage	133,127	133,127	133,127	133,127	133,127	133,127	133,127	133,127	133,127
Enrollment Grades 6-8	470	439	405	412	423	425	387	403	402
Regular Instruction Teachers	34	34	33	30	33	35	35	30	30
Special Instruction Teachers	11	9	9	8	8	8	8	8	8
Cleveland Heights High School									
Constructed in 1925									
Total Building Square Footage	395,400	395,400	395,400	395,400	395,400	395,400	395,400	395,400	395,400
Enrollment Grades 9-12	1,943	1,823	1,752	1,832	1,809	1,842	1,828	1,400	1,254
Regular Instruction Teachers	113	115	96	92	108	112	115	110	113
Special Instruction Teachers	51	50	38	40	25	27	24	24	25

Source: School District's appraisal reports and personnel records

Information prior to 2006 not available.

Cleveland Heights-University Heights School District

Per Pupil Cost

Last Ten Fiscal Years Table 17

<u>Year</u>	<u>General Fund Expenditures (1)</u>	<u>Average Daily Student Enrollment (2)</u>	<u>Per Pupil Cost</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>	<u>Percentage of Students who Receive Free or Reduced Lunch (3)</u>
2005	\$ 80,024,949	6,451	\$ 12,405	(2.75)%	473	13.64	48.54%
2006	83,685,378	6,235	13,422	8.20	491	12.70	51.09
2007	85,208,087	6,058	14,065	4.79	484	12.52	55.22
2008	88,720,072	5,767	15,384	9.38	455	12.67	53.16
2009	91,499,897	5,915	15,469	0.55	459	12.89	54.77
2010	94,323,087	5,832	16,173	4.55	480	12.15	50.22
2011	98,849,032	5,870	16,840	4.12	520	11.29	59.60
2012	107,508,894	5,763	18,655	10.78	607	9.49	59.26
2013	107,118,276	5,301	20,207	8.32	531	9.98	56.50
2014	122,006,030	5,693	21,431	6.06	513	11.10	63.71

Source: School District records

(1) Includes other financing uses. Reported on the modified accrual basis of accounting.

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

(3) Information provided by School District's Food Service Department.

Cleveland Heights-University Heights School District

Teacher Education and Experience

Table 18

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<u>Degree</u>										
Bachelor's Degree	132	106	107	102	94	102	112	89	94	127
Master's Degree	338	382	374	350	362	373	403	402	431	380
PhD	3	3	3	3	3	5	5	5	6	6
Total	<u>473</u>	<u>491</u>	<u>484</u>	<u>455</u>	<u>459</u>	<u>480</u>	<u>520</u>	<u>496</u>	<u>531</u>	<u>513</u>
<u>Years of Experience</u>										
0-5	142	43	52	48	50	90	103	52	116	157
6-10	97	82	76	56	50	68	98	177	142	113
11 and over	234	366	356	351	359	322	319	267	273	243
Total	<u>473</u>	<u>491</u>	<u>484</u>	<u>455</u>	<u>459</u>	<u>480</u>	<u>520</u>	<u>496</u>	<u>531</u>	<u>513</u>

Source: School District personnel records

Cleveland Heights-University Heights School District

Attendance and Graduation Rates

Last Ten Fiscal Years Table 19

<u>Year</u>	<u>District Attendance Rate</u>	<u>State Average</u>	<u>District Graduation Rate</u>	<u>State Average</u>
2005	94.2%	94.3%	89.1%	86.2%
2006	94.5	94.1	96.4	86.1
2007	94.2	94.1	96.0	86.9
2008	94.3	94.2	93.2	84.6
2009	94.6	94.3	85.6	83.0
2010	95.0	94.3	92.9	84.3
2011	94.9	94.5	75.5*	90.2*
2012	94.8	95.2	78.0*	81.3*
2013	94.6	94.2	80.0*	82.2
2014	94.4	94.3	(a)	(a)

Source: Ohio Department of Education Local Report Card.

* Graduation rate based on 4-year longitudinal graduation rate calculation

(a) Information is not available until the subsequent year.

Cleveland Heights-University Heights City School District

Full-time School District Employees by Function

Last Ten Fiscal Years

Table 20

Function:	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Instruction:										
Regular	336	349	403	353	345	378	410	382	374	360
Special	114	118	124	102	114	102	110	148	161	155
Vocational	15	16	16	14	13	18	18	21	19	20
Adult/continuing	5	5	-	-	-	3	3	1	-	-
Other instruction	3	3	2	2	2	2	2	13	15	11
Support services:										
Pupil	158	160	189	196	196	164	158	113	125	115
Instructional staff	66	67	51	51	53	51	49	63	68	64
Administration	50	44	67	65	65	65	59	65	62	63
Fiscal	17	18	10	10	10	11	11	10	10	10
Business	24	25	5	4	4	4	4	4	3	3
Operations of maintenance of plant	86	87	109	102	102	96	96	96	93	90
Pupil transportation	81	82	48	49	49	43	32	42	34	40
Central	25	25	18	18	18	21	22	23	19	20
Operations of non-instructional services:										
Community services (1)	34	34	42	42	42	39	36	42	51	45
Other	1	1	1	1	1	1	1	1	1	1
Extracurricular activities	20	20	2	2	2	3	3	12	2	2
Total	1,035	1,054	1,087	1,011	1,016	1,001	1,014	1,036	1,037	999

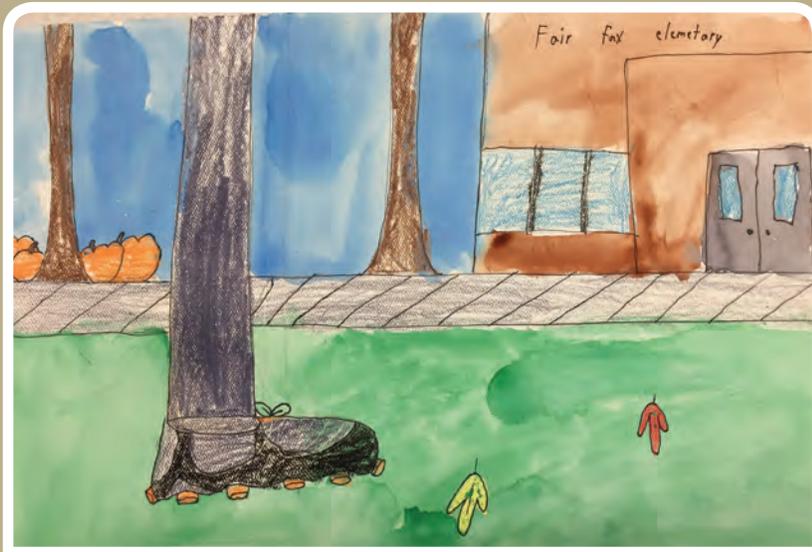
Source: School District personnel records. Information prior to 2005 was not available.

(1) Includes food services personnel.

Goals Statement

This Board continues to be committed to achieving “Excellence in Learning Through Excellence in Teaching” and ensuring quality education in support of our communities’ commitment to quality integrated living.

- Continue to emphasize competency and proficiency in basic studies and target results for measurable improvement.
- Every high school student will have a four-year plan that encourages the pursuit of academic work at the highest level of which he-she is capable. The plan will have as its goal that the student will be prepared for career and/or college entry upon graduation from high school.
- Promote better communications among schools, the school district and their constituencies.
- Continue to ensure quality fiscal planning and management, demonstrated by financial reporting beyond State requirements.
- The District will give attention to the appropriate placement and instruction of each transfer student.
- Monitor and assess program effectiveness of school district programs for all departments and schools.



CALEB GREEN
3rd grade, Fairfax Elementary

About the Artwork

The artwork displayed throughout this report was created by Cleveland Heights – University Heights elementary, middle and high school students. We are grateful to them for allowing us to showcase their artistic talents.



TAUFIQ SHARIF-IVEY
3rd grade, Fairfax Elementary



Dave Yost • Auditor of State

CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 6, 2015**