

Aurora Upper Intermediate School



Bedford High School



Carylwood Intermediate School



Central Primary School



Columbus Intermediate School



Glendale Primary School



Heskett Middle School



BEDFORD CITY SCHOOL DISTRICT
COMPREHENSIVE ANNUAL

Financial Report

FOR THE FISCAL YEAR
ENDED JUNE 30, 2000



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

35 North Fourth Street,
1st Floor
Columbus, Ohio 43215
Telephone 614-466-4514
800-282-0370
Facsimile 614-728-7398
www.auditor.state.oh.us

Bedford City School District
475 Northfield Road
Bedford, Ohio 44146

We have reviewed the Independent Auditor's Report of the Bedford City School District, Cuyahoga County, prepared by Grant Thornton LLP, for the audit period July 1, 1999 through June 30, 2000. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink, appearing to read "Jim Petro".

JIM PETRO
Auditor of State

January 19, 2001



Brittany Boettner, ninth grade student from Radford High School, Teacher: Ara Lou Parutso



Kevin McCoy, eighth grade student from Huskett Middle School, Teacher: Garrett Thomas

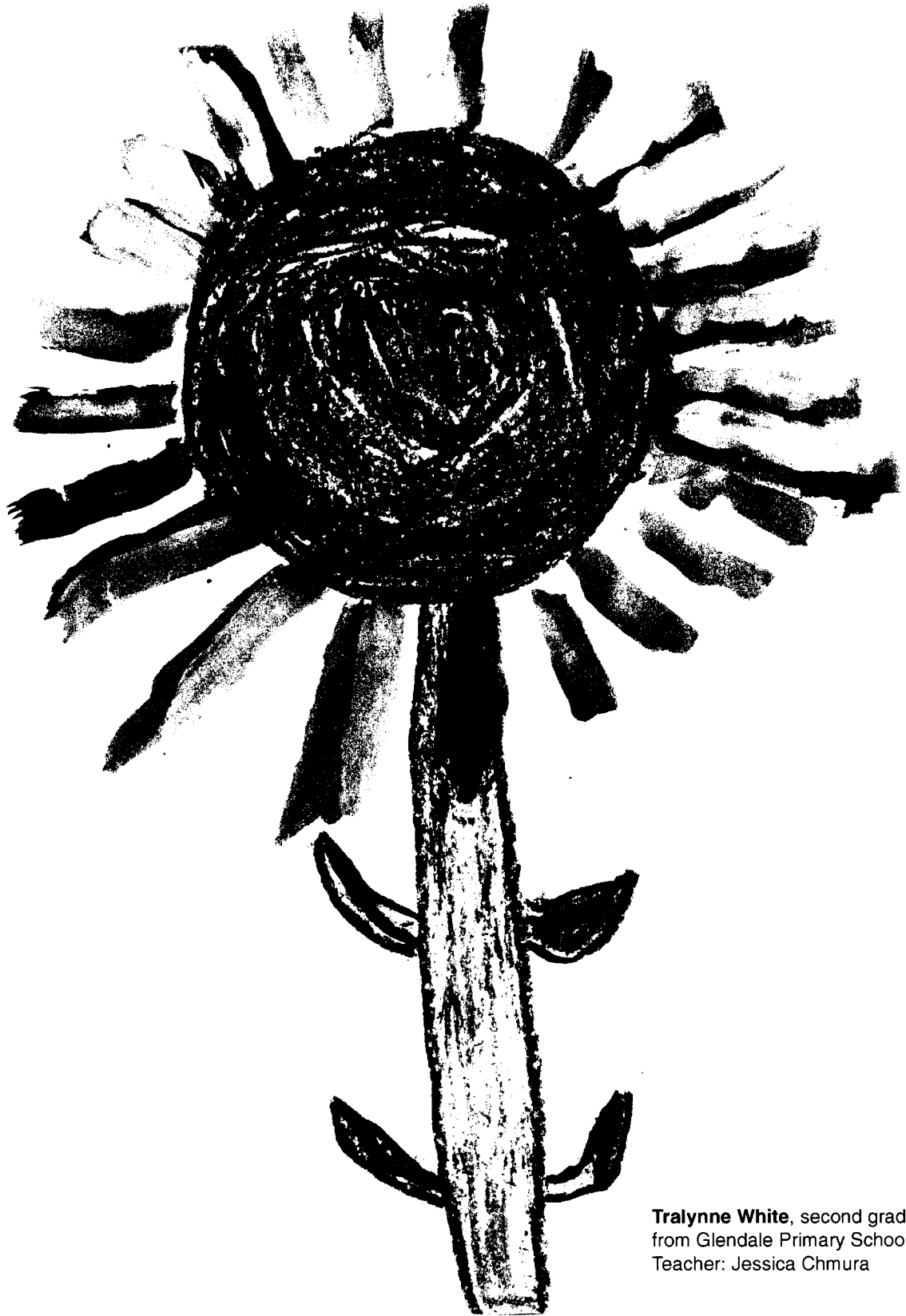


Lauren Thomas, sixth grade student from Aurora Upper Intermediate School, Teacher: Jennifer Pazz

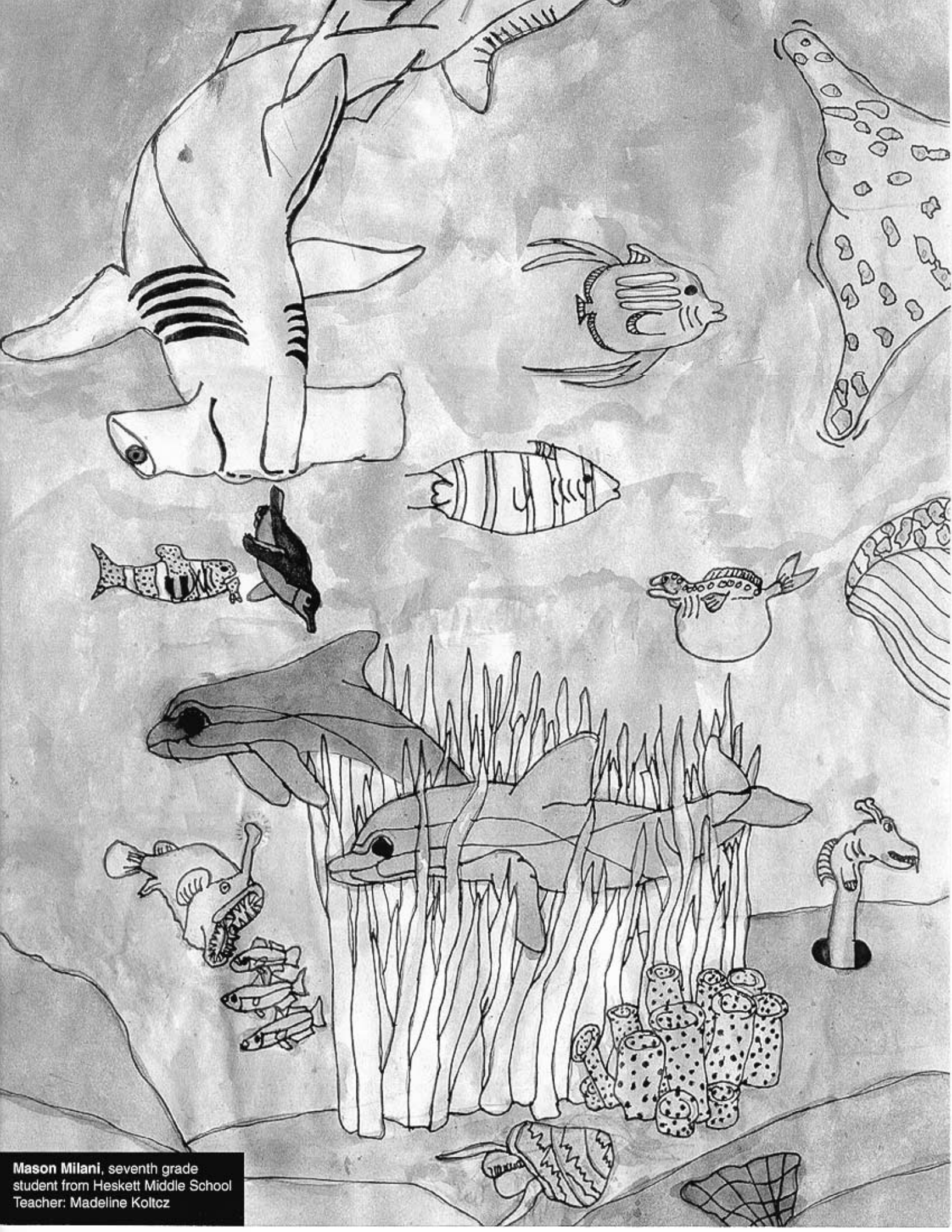


Justin Ihasz, fourth grade student from Caylwood Intermediate School, Teacher: Torid Wilson

Introductory Section



Tralynne White, second grade student
from Glendale Primary School
Teacher: Jessica Chmura



Mason Milani, seventh grade student from Heskett Middle School
Teacher: Madeline Koltcz

COMPREHENSIVE
ANNUAL FINANCIAL REPORT
OF THE
BEDFORD CITY SCHOOL DISTRICT
for the
FISCAL YEAR ENDED JUNE 30, 2000

Prepared by the Treasurer's Department

J. K. Byrne, Treasurer
Donald E. Houghton Jr., Assistant Treasurer

475 Northfield Road
Bedford, Ohio 44146

Bedford City School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2000
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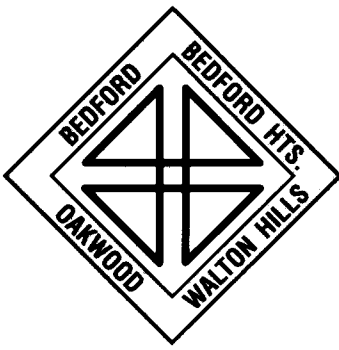
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BEDFORD CITY SCHOOL DISTRICT

Treasurer • 475 Northfield Road • Bedford, OH 44146-2201 • 440-439-4670

October 20 , 2000

Board of Education Members and Residents of Bedford City School District:

We are pleased to submit to you the Comprehensive Annual Report (CAFR) of Bedford City School District (the "District"). This CAFR, which includes an opinion from the firm of Grant Thornton LLP, conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. This report will provide readers with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be made available to officials of Bedford, Bedford Heights, Walton Hills, Oakwood, the Cuyahoga County Public Library, major taxpayers, financial rating services and other interested parties.

The comprehensive annual financial report is presented in three sections as follows:

1. The Introductory Section, which contains a Table of Contents, Letter of Transmittal, Government Finance Officer's Association (GFOA) Certificate of Achievement, List of Principal Officials and an Organizational Chart of the District.
2. The Financial Section, which begins with the Report of Independent Certified Public Accountants, includes the General Purpose Financial Statements and Notes that provide an overview of the District's financial position and operating results, the Combining Statements by Fund Type, and other schedules that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section, which presents social and economic data, financial trends and fiscal capacity of the District.

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"Building Tomorrow Together"

School District Organization

Bedford City School District is located in northeastern Ohio, approximately fifteen miles southeast of downtown Cleveland. The District includes the City of Bedford, most of the City of Bedford Heights, and all of the Villages of Oakwood and Walton Hills.

Formed as Township 6 in Range 11 of the Western Reserve of Ohio in 1823, Bedford Township consisted of what today is known as the five communities of Bedford, Bedford Heights, Oakwood, Walton Hills, and Maple Heights. In 1837 the Village of Bedford was formed from the center of the township and for the next 70-plus years, the two communities – Village of Bedford and Bedford Township – coexisted. In 1915, residents of the northwest corner of Bedford Township formed a separate municipality to be called the Village of Maple Heights with its own separate school district. In 1951, Bedford Township as a government ceased to exist when the Villages of Bedford Heights, Oakwood Village, and Walton Hills Village were formed from the remaining areas. Today, the District serves as a common bond linking the four communities of Bedford, Bedford Heights, Oakwood, and Walton Hills.

Bedford City School District is one of the 611 school districts in the State of Ohio and one of the 33 school districts in Cuyahoga County. The District provides education to 3,867 students in grades Pre K-12.

Statutorily, the District operates under the 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 education services prescribed by charter and further mandated by State and/or Federal agencies.

Reporting Entity

The District has reviewed its operating entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*. In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Bedford City School District (the primary government) and its potential component units.

The cities of Bedford and Bedford Heights, the villages of Oakwood and Walton Hills, the Cuyahoga County Public Library, the Parent Teacher Association and the non-public schools located in the District have not been included in the accompanying financial statements. The governing bodies of these entities are not appointed by the District, nor are they fiscally dependent on the District. The District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program, an insurance purchasing pool, and in the Greater Cleveland Schools' Council purchasing cooperative. These entities also do not meet the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

Economic Condition and Outlook

The District is well-located at the conjunction of Interstate Highways 480 and 271. Downtown Cleveland is 20 minutes away, and all the major metropolitan areas of Ohio are directly accessible via the interstate system. Residential property is middle class, and properties are well kept. The tax base of \$729,522,515 is divided among the four municipalities making up the District in the following manner: Bedford 32 percent, Bedford Heights 30 percent, Oakwood 13 percent and Walton Hills 25 percent. Approximately 39 percent of the tax base is residential real property, 22 percent is personal tangible property, 8 percent is public utility tangible property and 31 percent is commercial/industrial property. Each of the four municipalities actively encourages the maintenance and growth of the tax base.

While there is not an abundance of undeveloped property in the District, the four communities of the District are committed to maintenance and improvement of real property and a strong business environment. Bedford Heights has entered into various enterprise zone agreements which have created new jobs. A residential development of 45 cluster homes is under way at Bartlett and Columbus Roads with prices starting at \$150,000. Miles Road has been widened from two to five lanes with infrastructure improvements from Green Road to Brainard Road. Bedford continues to receive federal block-grant funds for other infrastructure improvements. The Village of Oakwood continues to encourage redevelopment along the Broadway Boulevard artery. The cities report continuing increases in income tax collections.

The District does not benefit directly from increasing manufacturing operations except where an addition to real or personal property is involved. Unlike the cities and villages, the District levies no tax on income. House Bill 920 prohibits school districts from realizing additional revenue from previously voted millage due to reappraisal of existing property values. Rather, the District must obtain approval of voters for additional revenues through tax levies. However, a healthy business environment and well maintained communities contribute significantly to the District's prospects for continued voter support. Voters in the District have approved continuing tax levies of 5 mills, 5 mills, 4.6 mills, and 4.9 mills in 1986, 1991, 1995 and 1999, respectively. Voters have maintained a 1 mill permanent improvement levy since 1987 (the levy is a 5-year levy, most recently renewed in March 1996).

Approximately 10 percent of the District's general operating revenue comes from the State Foundation for schools. The State Supreme Court has declared the State's system of funding for schools unconstitutional and has called for a restructuring which is in progress. No significant change in State Foundation funding to the District is expected to result. An additional 8 to 10 percent of District revenue comes from the State's residential taxpayer rebate plan (Homestead Exemption and Rollback programs).

The District maintains a strategic fiscal plan, which incorporates long-term fiscal planning and a four to five year levy cycle. The District is on schedule, at the conclusion of the 2000 fiscal year, with the current long-term fiscal plan. The District has a long history of local support.

Continued voter support and a healthy tax base are crucial to the long-term financial health of the District.

Major Initiatives

During the 1999-2000 school year, the District geared major efforts toward developing, improving, and refining educational services to improve students' academic success.

- The Department of Curriculum and Instruction completed the District's Continuous Improvement Plan. The plan provides an educational blueprint for achieving academic improvement at all grade levels over the next three years and outlines strategies to help students improve their performance on proficiency tests.
- More than 40 elementary teachers participated in the Summer Institute for Reading Intervention in June 2000. Offered through the Ohio Department of Education, the program focused on teaching strategies and techniques to help students improve comprehension, vocabulary, and other skills learned in grades kindergarten through eight.
- Steady gains were made on the twelfth grade proficiency test that was taken in February 2000, especially in the areas of math, citizenship, and science. More than 80 seniors passed all five parts of the test and earned a \$500 scholarship to an Ohio college, university, or technical school.
- The District applied for and received \$147,000 in State grant money for training of teachers and community volunteers, and the purchase of books and computer software to help elementary students improve basic reading skills.
- Columbus Intermediate School was presented an Ohio School Improvement Award from Ohio Department of Education by Dr. Susan Tave Zelman, State Superintendent. The award recognized the teachers and staff for the improvements Columbus students made from the 1999 to 2000 local Report Card. Columbus' scores increased in all five areas on the fourth-grade proficiency test: 12 percent in writing; 15.2 percent in reading; 11.6 percent in math; 12.5 percent in citizenship; and 4 percent in science.
- Heskett Middle School established a "Breakfast of Champions," in which more than 200 students were recognized for their academic success. Students and their parents enjoyed a hearty breakfast and a program acknowledging the students' hard work.
- Using \$83,000 in grant funds, the Electronics Technology Program at Bedford High School was redesigned to better prepare students for the transition from school to the workplace. A+ electronics certification and Cisco Certified Network Administrator (CCNA) certification was added to prepare students to design, build, operate, and repair computer networks. Both

certifications are industry-recognized standards of excellence in many technology-related fields.

- Efforts to reorganize Bedford High School by grade level advanced to the next phase. The high school's four guidance counselors were paired with each of the four grade-level principals to provide continuity in each student's education. By having the same guidance counselor and grade-level principal throughout high school, educators are better able to address students' educational, emotional, and post-graduate planning needs.
- The elementary summer school program was reorganized to more closely mirror the school day for students in grades kindergarten through six. Students demonstrated greater classroom interest and participation with the new format.
- Bedford High School established a Jobs for Ohio Graduates Program (JOGS) to assist students who are at risk of not graduating and finding future employment. Through JOGS, youth are better prepared to meet an employer's needs and expectations and, at the same time, establish realistic career objectives.
- Wiring all buildings for computer technology was completed during the 1999-2000 school year through the Ohio Department of Education's SchoolNet Program. Started under former Governor George Voinovich, SchoolNet was developed to prepare Ohio's students to live and work in an increasingly technological world. Bedford Schools funded about 80% of the project's cost while the State paid 20%.
- In conjunction with SchoolNet, the District began the upgrade of electrical service in the District's five elementary buildings through participation in the PowerUp Program. Electrical circuit boxes, wires, and 600-amp. connections will be installed or upgraded in labs and classrooms to accommodate advancements in computer technology. Total cost of the \$434,000 project was paid in part with a \$191,000 grant from the State of Ohio's SchoolNet Program.
- The District installed a Radio Frequency Network based at Bedford High School. The network provides Internet-service linkage and e-mail capabilities to all school buildings.

Outlook for the Future

For the future, the District will continue to improve the overall educational program for students, parents, and community residents. The process includes assessing current programs, identifying strengths and weaknesses, developing and implementing new courses of action, and evaluating the results. Guiding the way will be the District's Strategic Plan. Initially developed in 1991, the plan provides the framework to move the District into the 21st century.

During the 1999-2000 school year, the District addressed its most recent strategy: Develop and implement an aggressive plan to unite the four communities in support of the District mission and strategic plan. The following activities took place during the 1999-2000 school year to address this latest strategy:

- The Board of Education held a regular meeting in each of the communities of Bedford, Bedford Heights, Oakwood, and Walton Hills. The change in location provided residents more convenient access to Board meetings to improve communications between the school District and the communities it serves. Additional meetings in the four communities are planned for the 2000-2001 school year.
- A Superintendent's Roundtable was assembled. The purpose of this community group is to serve as a conduit to the superintendent to address school issues and concerns.
- The District's website was updated with new graphics and additional pages to provide residents with more information about activities of the schools.
- The superintendent met with the mayors of the four communities. The purpose of these meetings was to regularly inform the mayors of the progress made on school initiatives.

Other recommendations in the strategic plan were also addressed during the 1999-2000 school year:

- A \$100,000 School-to-Work grant that the District received was used, in part, to establish a Kids and the Power of Work program (KAPOW) at the elementary level. Taught by business volunteers trained in the KAPOW curriculum, the program acquainted students to jobs in their communities; taught them teamwork and other work-related skills; and familiarized them with the working world. About two-dozen businesses participated in Bedford's program during the 1999-2000 school year. The program addressed another strategic planning recommendation: to assist students in the transition from school to work.
- A variety of ethnic groups were represented at Bedford Schools' third annual Multicultural Fair: Polish, Scottish, East Indian, African-American, Native American, Japanese, and Latino cultures. Displays featuring student work from each school building were also exhibited. The Multicultural Fair is a by-product of an earlier strategic planning recommendation to develop and implement programs that will promote multicultural interaction and understanding among students, staff, and our four communities.
- The Bedford City Schools Foundation acquired another new co-sponsor for its annual Classic Run-Walk. Ben Venue Laboratories of Bedford joined with University Hospitals Health System/Bedford Medical Center and the Foundation to raise more than \$3,500 for student scholarships and grants to classroom teachers to enhance education in the Bedford Schools.

- Establishment of a Foundation to provide students scholarships and enhance learning was an original recommendation in the District's strategic plan.
- The Transportation Department rebuilt the deteriorated bodies of three mechanically sound buses. The department's team of mechanics replaced the bus supports, floor, side and rear panels, upholstery, and repainted the exteriors, saving the District about \$30,000 in the process. The buses are expected to remain in service for another 50,000 to 75,000 miles. This initiative addressed a recommendation in the strategic plan to investigate environmental concerns, including recycling and waste management.
- In another cost-saving measure, the District continued its participation in programs to cut energy costs. These included the Ohio Schools Council Consortium Program which allows the District to purchase natural gas directly on the open market, instead of through a natural gas company.

Many of the initiatives for the 1999-2000 school year were outgrowths of the Strategic Plan:

- To continue to improve academic achievement, including raising proficiency scores at all levels: elementary, middle school, and high school.
- To continue to focus on issues related to student discipline, a positive school climate, and a productive learning environment.
- To continue to promote the District's diversity as one of its strengths, and to foster multicultural understanding among our students, faculty, staff, and our four communities.
- To implement an aggressive plan to unite our four communities in support of our mission and strategic plan.
- To continue efforts to improve the public's perception of the school District.
- To work as a team with faculty, staff, parents, volunteers, community members, and administrators to pass the 4.9-mill operating levy.

Service Efforts

The District works collaboratively with the communities it serves. These relationships benefit community residents of all ages, both inside and outside the schools. The District has organized a Business Advisory Council and is also involved with the East Suburban Business Advisory Council.

The Business Advisory Council is made up of representatives from local businesses

(including some members who are also parents) within the District. This body provides a forum for communicating to schools the emerging needs of businesses so that schools can prepare students to meet employers' needs. Some members of the Business Advisory include:

- University Hospitals Health Systems/Bedford Medical Center
- Ford Motor Co., Walton Hills Stamping Plant
- Dana Corporation
- Meadowbrook Development Corporation
- Park View Federal Savings
- American Spring Wire
- Keithley Instruments
- Phoenix Home Life Insurance Co.
- Kaiser Permanente
- Ben Venue Laboratories
- East Ohio Gas Co.
- Ameritech
- City of Bedford

The East Suburban Business Advisory Council is made up of representatives from major businesses located in Beachwood, Cleveland Heights-University Heights, Warrensville Heights, and Shaker Heights, Mayfield, Orange, Maple, and the Bedford City school districts. This consortium operates in a similar capacity as the Business Advisory Council but on a much larger scale, because the council comprises businesses from eight school districts. Members of the East Suburban Business Advisory Council include:

- Allen Bradley Rockwell Automation
- University Hospitals Health Systems/Bedford Medical Center
- Ford Motor Co., Walton Hills Stamping Plant
- Ameritech
- Meridia Health Systems
- Dana Corporation
- East Ohio Gas Co.
- Picker International
- Lubrizol
- TRW
- Master Builders
- Reliance Electric
- MBNA

The District maintains relationships with the Northcoast Tech-Prep Consortium of Cuyahoga Community College and University Hospitals Health Systems/Bedford Medical Center. These affiliations provide work-based learning opportunities for students with the potential to provide college credit and/or employment opportunities following graduation.

Each Career and Technical Education skill training program has its own program advisory committee composed of community members, business partners, school administration, guidance counselors, parents, and program graduates. The Bedford City School District takes an active role in the local chambers of commerce.

Affiliations with various community and civic groups provide additional opportunities for students to expand their knowledge of the working world. These include:

Bedford Rotary Club This group recognizes Students of the Month for academic achievement and leadership, hosts an annual banquet recognizing outstanding vocational students, and sponsors a Student Government Day dinner in which students are introduced to civic leaders who they will shadow for a day. The Rotary Club also sponsors an annual Pancake Breakfast in conjunction with the District's student Art Show and the Bedford City Schools Foundation's annual 5K footrace. Proceeds from the breakfast help to fund scholarships and projects for young people across the District.

Bedford City Schools' Foundation Incorporated as a non-profit organization in November 1992, the Foundation enriches the overall learning experiences of District students and graduates and assists the staff in the pursuit of educational excellence. Currently, the Foundation has assets of over \$145,000 derived from tax-deductible contributions from private citizens and corporate donors, as well as three major fundraisers a year. These assets annually provide mini-grants to teachers and scholarships for graduating seniors of Bedford High School.

Parent Teacher Association (PTA) The PTA supports educational activities, including fund raising for classroom materials and major purchases; educates the membership on legislative issues in the area of education; assists teachers in activities such as seasonal events and student enrichment activities; and provides a home-school communications link. At Bedford High School, the PTA includes a student component and is called the Parent Teacher Student Association or PTSA. The District's PTA Council coordinates all of the activities of the building PTAs. PTA Council operates a concession stand at all football home games. Proceeds provide annual scholarships to graduating seniors of Bedford High School.

Other civic organizations and many individual businesses provide support through the donations of equipment, scholarships for graduating seniors, awards, and academic and improvement incentives for students.

Preparing students to be resourceful and responsible citizens is an important part of the District's mission. Students are encouraged to work collaboratively with their communities in a variety of ways. For example, students sponsor food and clothing drives for needy families, perform musical selections for residents of local nursing homes, and create artwork to brighten the rooms of residents at a local hospice. Other examples of students' community service efforts during the 1999-2000 school year are:

- Students at Bedford High School collected more than 150 pints of blood during two blood drives for the local Red Cross.
- At Glendale Primary School students collected more than 1,000 cans of food and household items during their annual Have-A-Heart Food Drive. The drive, which coincides with Valentine's Day celebrations, benefits needy families in the District.
- About 120 Bedford High School students baked more than 200 mini-loaves of nutbread for the holidays. The bread was distributed to senior citizens in Bedford Heights and Oakwood, and to needy families and senior citizens in Bedford through the Bedford Salvation Army's monthly food distribution program.
- Each month, students from Aurora Upper Intermediate School assisted in the Salvation Army's food program at Bedford's Ellenwood Center. Students helped box and distribute canned goods, cereal, butter, fresh fruits and vegetables, and packaged food mixes.
- Students and staff at Heskett Middle School collected more than \$1,000 in spare change to purchase gifts for about 30 children from about ten needy families who reside in the District. Students and teachers wrapped, tagged, and bagged the gifts for delivery in time for the holidays.
- Throughout the District, students and staff donated money to the Boot and Shoe Fund. This District fund is used to provide boots, shoes, and winter outwear to needy children who attend the Bedford Schools.

Awards

Bedford City Schools is proud of its students for their outstanding accomplishments during the past school year. Bedford High School's Class of 2000 earned more than \$1.3 million in scholarships, the highest amount ever. This figure does not include need-based financial aid or scholarships that were not accepted. More than 80 percent of our graduates went on to higher education. Highlights of other student successes during the 1999-2000 school year are:

- Two Bedford High School seniors were named Commended Students in the 2000 National Merit Scholarship Program. They were among only 34,000 students nationwide who scored in the top five percent of this national college entrance test.
- A team of two students took thirteenth place in the nation in a financial skills contest sponsored by Business Professionals of America. The students matched their knowledge in the area of accounting and finance against other students from across the country.
- One Bedford High School senior finished among the top 20 students in the country in a career

development competition. He was the second Bedford High School student in two years to place nationally in this annual Marketing Education test of skills.

- Bedford High School's physics team took sixth place out of 26 schools that competed in the 2000 Physics Olympics held at Youngstown State University. Students participated in a variety of exercises designed to test their knowledge and execution of physics principles.
- Three Columbus Intermediate School students placed in the 1999 Dream Makers art contest sponsored by the Crayola Crayon Co. One student's work was selected to become part of an exhibit touring the United States. Artwork done by two other students became part of an all-Ohio display.
- Heskett Middle School's Power of the Pen writing team finished forty-fifth among 422 schools in the annual State writing competition.
- For the first time in the history of Bedford High School, the Bearcat basketball team advanced to the final four in the Division I State basketball championship. The Bearcats finished as State runners up. One Bedford High School senior finished ninth in the State in the Division I diving competition, while two other students took sixth place in their respective weight classes in the State wrestling finals.
- Three high school students won Certificates of Merit in the Artistic Discovery Contest sponsored by the Cleveland Institute of Art. The students' artwork was selected from more than 3,400 entries representing about 100 area public, suburban, and private junior and senior high schools in the region.
- Another student was the first student in Bedford High School history to be named to the Academic All-American Swim Team by the National Swimming Coaches' Association. This award recognizes athletes who also excel academically.
- Bedford High School's track team excelled in the Division I State track meet. One student took first place in the 110-meter high hurdles. Another took second place in the 400-meter dash. One young woman took sixth place in the long jump and another took tenth place in the shotput. One of the girls' teams took fourth place in the 4 by 200 meter relay while another took fifth place in the 4 by 400 meter relay.
- A Bedford High School senior accepted an appointment to the United States Naval Academy in Annapolis, Md. The student received a Presidential Nomination, the highest nomination possible. Only 100 young people from across the country receive a nomination from the President of the United States each year.
- Six Bedford High School students took home awards in the annual Eleventh Congressional District High School Artistic Discovery Art Competition sponsored by U.S. Congresswoman

Stephanie Tubbs Jones. One student took first place and another took second place in the drawing category. Two students earned three Honorable Mention awards in the drawing category. One student took third place and another, Honorable Mention, in the painting category.

- The Government Finance Officers Association (GFOA) of the United States and Canada awarded the Bedford City School District a Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 1999. The District also earned the award in 1997 and 1998. This nationally recognized award is considered the highest form of recognition in governmental accounting and financial reporting. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. The report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA for review.

Financial Information

Internal Accounting and Budgetary Control - The District's accounting system is organized on a "fund" basis. Each fund (and account group) is a distinct self-balancing accounting entity. Reports for governmental and expendable trusts 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 and non-expendable trust fund 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 for payroll. These systems, coupled with the manual auditing of each voucher prior to payment, ensure that the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board of Education adopts an appropriation measure

for that fiscal year. That appropriation becomes a "permanent" appropriation upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates. The amended certificate is usually received within three months of the beginning of the fiscal year. Appropriations are amended as needed thereafter. Usually, material changes in appropriations occur when additional resources are received in the Special Revenue Funds. However, it is the Treasurer's responsibility to recommend a decrease in appropriations in any fund if estimates of revenue fall below appropriation levels.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by a building or department administrator, the Business Manager and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the District provides an on-line inquiry system available to every administrator. Every budgetary account is the specific responsibility of one of the District administrators. Administrators overseeing accounts have specific budgetary limits which are approved by the Board at the appropriation level. The Board of Education receives a monthly financial report which includes a list of all disbursements, a report on investments, the cash positions of all funds, and a budget-to-actual report (both month-to-date and year-to-date) on the general operating fund and the major enterprise funds. All employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond. The basis of accounting and the various funds and account groups utilized by Bedford City Schools are fully described in Note 2 of the financial statements.

General Governmental Functions - The following schedule presents a summary of governmental funds' revenues and expenditures for the fiscal years ended June 30, 1999 and 2000, and include the amount and percentage of 2000 increases and decreases in relation to the prior year.

	<u>1999 Amount</u>	<u>2000 Amount</u>	<u>Percent of Total</u>	<u>Change</u>	<u>Percent Change</u>
Revenues					
Taxes	\$28,360,641	\$28,332,126	74.90 %	(\$28,515)	(0.10) %
Tuition and Fees	89,245	249,045	0.66	159,800	179.06
Earnings on Investments	426,787	528,651	1.40	101,864	23.87
Intergovernmental	7,739,499	7,895,103	20.87	155,604	2.01
Extracurricular Activities	143,243	148,635	0.39	5,392	3.76
Charges for Services	21,515	1,083	0.00	(20,432)	(94.97)
Miscellaneous	<u>420,017</u>	<u>672,618</u>	<u>1.78</u>	<u>252,601</u>	<u>60.14</u>
Total Revenues	<u>\$37,200,947</u>	<u>\$37,827,261</u>	<u>100.00 %</u>	<u>\$626,314</u>	<u>1.68 %</u>
Expenditures					
Current:					
Instruction	\$18,678,546	\$18,429,224	50.97 %	(\$249,322)	(1.33) %
Support Services:					
Pupils	2,220,545	2,037,451	5.64	(183,094)	(8.25)
Instructional Staff	1,418,112	1,257,482	3.48	(160,630)	(11.33)
Board of Education	238,036	277,402	0.77	39,366	16.54
Administration	2,581,044	2,483,284	6.87	(97,760)	(3.79)
Fiscal	1,040,304	1,141,137	3.16	100,833	9.69
Business	320,302	349,599	0.97	29,297	9.15
Operation and					
Maintenance of Plant	5,081,737	5,076,352	14.04	(5,385)	(0.11)
Pupil Transportation	2,343,340	2,426,571	6.71	83,231	3.55
Central	197,415	188,711	0.52	(8,704)	(4.41)
Community Services	452,998	434,129	1.20	(18,869)	(4.17)
Extracurricular Activities	527,393	579,345	1.60	51,952	9.85
Capital Outlay	30,684	43,643	0.12	12,959	42.23
Debt Service:					
Principal	635,000	690,000	1.91	55,000	8.66
Interest	<u>767,421</u>	<u>737,011</u>	<u>2.04</u>	<u>(30,410)</u>	<u>(3.96)</u>
Total Expenditures	<u>\$36,532,877</u>	<u>\$36,151,341</u>	<u>100.00 %</u>	<u>(\$381,536)</u>	<u>(1.04)%</u>

Tuition and fees increased in the general fund as a result of collecting tuition from other Districts for the education of students. Earnings on investments increased as a result of larger cash balances and higher rates of interest. The increase in miscellaneous revenue is a result of reimbursements to the District for E-Rate related expenses. In general, declines or small increases in expenditures are a result of reduced general fund operations for 2000. The increase in Board of Education expenditures is a result of a continuing rise in the District's need for legal services. Differences in debt service expenditures were as scheduled.

General Fund Balance - The fund balance of the general fund increased from \$1,273,699 at June 30, 1999 to \$2,383,459 at June 30, 2000. Voters approved a new 4.9 mil levy in November of 1999, first collected in January 2000. However, the District expects the balance of the general fund to decline over a period of years after the passage of a new levy, as tax revenues are held constant by State law. Periodically, the District requests a tax increase from the electorate.

The District relies heavily on local property taxes for operating revenue. Ohio House Bill 920 provides that the assessed value of property will not be changed more than once every three years,

and that the property tax bill of the average homeowner for voted millage will not be increased as a result of reappraisal or readjustment. This legislation has the effect of seriously eroding the growth of revenue from the local property tax. It was enacted in 1976 as a result of protests from citizens who were being served markedly higher tax bills following reappraisals. Because of this Ohio law, little additional revenue can be generated from the existing tax duplicate except through a vote of the people or from newly constructed commercial and residential property. Thus the District's tax revenue increases significantly with levy passage and remains constant in ensuing years. Fund balance increases in the early years following levy passage then declines as flat tax revenues "catch up" with normal inflationary expenditure growth.

Enterprise Funds - Food service, uniform school supplies, adult and community education, summer school, recreation and special enterprises are classified as enterprise operations since they resemble those activities found in private industry, and management periodically desires to determine the amount of profit/loss resulting from operations that are significantly financed from user fees. None of these operations is viewed by the District as being able to operate without general fund support. Deficits in these enterprises will be covered by the general fund. Operations of the major enterprises are controlled by detailed spending plans.

Internal Service Funds - The most significant internal service fund carried on the financial records of the District is related to self-insurance for dental and prescription drug benefits for employees. Payments from other funds of the District to cover the costs of claims and claims processing in 2000 were \$804,507, with claims and other expenses aggregating \$857,762. The District also maintains three other internal service funds with relatively small operations.

Fiduciary Funds - The District maintains an expendable trust fund consisting of several minor expendable trusts for special projects and scholarships and one non-expendable trust.

Debt Administration - At June 30, 2000, general obligation bonds outstanding aggregated \$11,615,000 and energy conservation bonds aggregated \$1,080,000. As of June 30, 2000 the voted debt margin for general obligation bonds was \$55,311,597, the unvoted debt margin was \$489,523 and the unvoted debt margin for energy conservation projects was \$5,485,703. The District maintains an "A2" bond rating with Moody's Investors Service, Inc.

Cash Management - The Board pursues an aggressive cash management program by expediting the receipt of revenues and prudently depositing and investing available cash balances. Both budgetary and payroll warrants are covered on a "just in time" basis through special clearing accounts set up by the depository. Cash not currently needed to cover warrants is maintained in the District's investment accounts. The total interest earned for the year ended June 30, 2000 was \$530,711 of which \$510,864 was credited directly to the general fund.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pool

collateral must be equal to at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

During the fiscal year 2000, the District invested primarily in the State Treasury Asset Reserve of Ohio (STAR Ohio).

Risk Management - The District manages the dental and prescription drug benefits for its employees on a self-insured basis. A third party administrator processes and pays the claims. Unobligated reserves at June 30, 2000 are more than sufficient to meet claim obligations.

The District uses the State Workers' Compensation plan and pays the premium based on a rate per \$100 of salaries. The District is a member of the Ohio School Boards Association Workers' Compensation Group Rating Program. The District maintains general liability insurance, professional liability insurance and insurance on buildings, contents and vehicles.

Pension Plans - All District employees are covered by the state-wide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System (STRS).

General Fixed Assets - The general fixed assets of the District are used to carry on the main education and support function of the system and are not financial resources available for expenditure. The total of general fixed assets at June 30, 2000 was \$39,409,023. Such assets are accounted for at historical costs. Depreciation is not recognized on the general fixed assets.

Independent Audit

State statutes require the District to be subjected to an annual examination by an independent auditor. The firm of Grant Thornton LLP was selected to render an opinion on the District's financial statements as of June 30, 2000. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

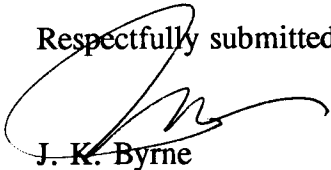
Acknowledgments

The publication of this report continues the District's commitment to professionalism in financial reporting. The accomplishment of this report would not have been made possible without the assistance, support and efforts of the District's administration. Assistance from the County Auditor's office staff made possible the fair presentation of statistical data.

Appreciation is extended to the staff of the treasurer's department: Mrs. Lori Dunkel, Payroll Specialist, Mrs. Bonnie Bashko, Accounts Receivable/Leave Accounting Specialist, and Mrs. Angelia Webster, Accounts Payable Specialist. A school district cannot produce a CAFR without an efficient treasurer's department. The dedication and accurate work of these employees ensures a smooth day-to-day operation and the accurate maintenance of records. It is their work that makes a timely audit possible. These employees have made a major contribution toward the District's 2000 CAFR. The 2000 CAFR is also the work of Assistant Treasurer Donald E. Houghton, Jr., whose name appears on the title page.

Layout and production of the 2000 CAFR is credited to Mrs. Margaret Bierman, Communications Coordinator.

Respectfully submitted,



J. K. Byrne
Bedford City School District Treasurer



Martha A. Motsco, Esq.
Superintendent of Schools

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Bedford City School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1999

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Cary Brueck
President

Jeffrey L. Esler
Executive Director

**Bedford City School District
Principal Officials
June 30, 2000**

Board of Education

Mr. Claude E. Weagraff	President
Mrs. Wilda Trowsdell	Vice-President
Mrs. Jacqueline Bowman	Member
Mrs. Cynthia Vecchio	Member
Mrs. Kay Santangelo	Member

Treasurer

Mr. J. K. Byrne

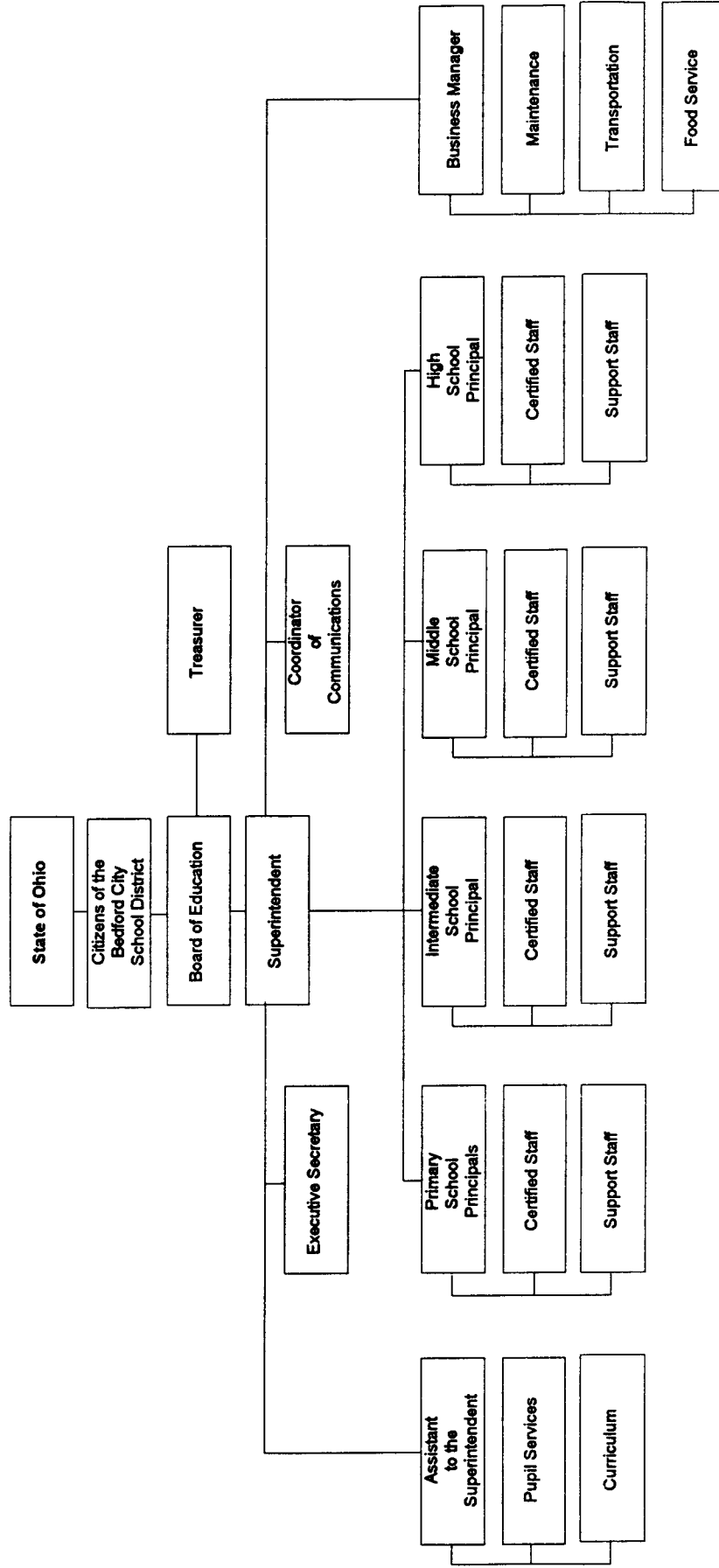
Assistant Treasurer

Mr. Donald E. Houghton, Jr.

Administration

Mrs. Martha Motsco	Superintendent
Mr. Paul Kostansek	Assistant Superintendent
Mr. Jerry Zgrabik	Business Manager

Organizational Chart of the Bedford City School District





Financial Section



Terrence Johnson, tenth grade student from Bedford High School
Teacher: Dagmar Clements



Brooke Darby, sixth grade student

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

The Board of Education
Bedford City School District

We have audited the accompanying general-purpose financial statements of the Bedford City School District, Bedford, Ohio (the "District") as of and for the year ended June 30, 2000, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the District, as of June 30, 2000, and the results of its operations and the cash flows of its proprietary fund types and non-expendable trust fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 20, 2000 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of the District. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general-purpose financial statements taken as a whole.

We did not audit the statistical data included in the Statistical Section of this report and, therefore, express no opinion thereon.

Grant Thornton LLP

Cleveland, Ohio
October 20, 2000

General Purpose Financial Statements

Bedford City School District
Combined Balance Sheet
All Fund Types and Account Groups
June 30, 2000

Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
Assets and Other Debits				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$3,020,837	\$1,218,700	\$956,274	\$1,105,449
Equity in Pooled Cash and Cash Equivalents of Non-expendable Trust	-	-	-	-
Investments	-	-	240,000	-
Receivables:				
Taxes - Current	48,088,265	-	1,678,225	911,667
Taxes - Delinquent	1,293,581	-	45,695	24,657
Accounts	45,441	-	-	-
Intergovernmental	3,269,221	63,623	135,965	67,251
Interfund Loans	952,971	-	-	-
Materials and Supplies Inventory	268,338	-	-	-
Restricted Assets -				
Equity in Pooled Cash and Cash Equivalents	223,898	-	-	-
Fixed Assets (net, where applicable of accumulated depreciation)				
	-	-	-	-
Other Debits:				
Amount Available for Retirement of General Long-term Obligations	-	-	-	-
Amount to be Provided for Retirement of General Long-term Obligations	-	-	-	-
	-	-	-	-
Total Assets and Other Debits	<u>\$57,162,552</u>	<u>\$1,282,323</u>	<u>\$3,056,159</u>	<u>\$2,109,024</u>
Liabilities, Fund Equity and Other Credits				
Liabilities:				
Accounts Payable	\$182,438	\$32,802	\$ -	\$32,324
Accrued Wages and Benefits	3,649,765	93,870	-	-
Compensated Absences Payable	-	-	-	-
Interfund Loans Payable	-	587,000	-	12,471
Due to Students	-	-	-	-
Due to Other Governments	13,570	55,791	-	-
Deferred Revenue - Taxes	47,664,099	-	1,650,624	900,684
Deferred Revenue - Intergovernmental	3,269,221	-	135,965	335,801
General Obligation Bonds Payable	-	-	-	-
Energy Conservation Bonds Payable	-	-	-	-
Total Liabilities	<u>54,779,093</u>	<u>769,463</u>	<u>1,786,589</u>	<u>1,281,280</u>
Fund Equity and Other Credits:				
Investment in General Fixed Assets	-	-	-	-
Retained Earnings (Deficit) - Unreserved	-	-	-	-
Fund Balances (Deficits):				
Reserved for Encumbrances	461,639	235,986	-	317,193
Reserved for Budget Stabilization	170,211	-	-	-
Reserved for Educational Materials	53,687	-	-	-
Reserved for Materials and Supplies Inventory	268,338	-	-	-
Reserved for Retirement of General Long-term Obligations	-	-	1,269,570	-
Reserved for Endowment	-	-	-	-
Unreserved - Undesignated	1,429,584	276,874	-	510,551
Total Fund Equity and Other Credits	<u>2,383,459</u>	<u>512,860</u>	<u>1,269,570</u>	<u>827,744</u>
Total Liabilities, Fund Equity and Other Credits	<u>\$57,162,552</u>	<u>\$1,282,323</u>	<u>\$3,056,159</u>	<u>\$2,109,024</u>

See Accompanying Notes to the General Purpose Financial Statements

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$418,023	\$953,575	\$85,836	\$ -	\$ -	\$7,758,694
-	-	37,835	-	-	37,835
-	-	-	-	-	240,000
-	-	-	-	-	50,678,157
-	-	-	-	-	1,363,933
6,209	-	-	-	-	51,650
44,236	-	-	-	-	3,580,296
-	-	-	-	-	952,971
33,008	-	-	-	-	301,346
-	-	-	-	-	223,898
50,890	-	-	39,409,023	-	39,459,913
-	-	-	-	1,269,570	1,269,570
-	-	-	-	13,897,793	13,897,793
\$552,366	\$953,575	\$123,671	\$39,409,023	\$15,167,363	\$119,816,056
\$784	\$67,236	\$2,043	\$ -	\$ -	\$317,627
75,713	-	-	-	210,568	4,029,916
41,914	-	-	-	2,261,795	2,303,709
326,000	11,000	16,500	-	-	952,971
-	-	38,772	-	-	38,772
-	-	-	-	-	69,361
-	-	-	-	-	50,215,407
-	-	-	-	-	3,740,987
-	-	-	-	11,615,000	11,615,000
-	-	-	-	1,080,000	1,080,000
444,411	78,236	57,315	-	15,167,363	74,363,750
-	-	-	39,409,023	-	39,409,023
107,955	875,339	-	-	-	983,294
-	-	2,181	-	-	1,016,999
-	-	-	-	-	170,211
-	-	-	-	-	53,687
-	-	-	-	-	268,338
-	-	-	-	-	1,269,570
-	-	36,635	-	-	36,635
-	-	27,540	-	-	2,244,549
107,955	875,339	66,356	39,409,023	-	45,452,306
\$552,366	\$953,575	\$123,671	\$39,409,023	\$15,167,363	\$119,816,056

Bedford City School District
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances
All Governmental Fund Types and
Expendable Trust Fund
For the Fiscal Year Ended June 30, 2000

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues				
Taxes	\$26,792,652	\$ -	\$999,134	\$540,340
Tuition and Fees	249,045	-	-	-
Earnings on Investments	510,864	2,468	-	15,319
Intergovernmental	5,857,636	1,859,609	97,674	80,184
Extracurricular Activities	-	148,635	-	-
Charges for Services	1,083	-	-	-
Miscellaneous	581,376	91,242	-	-
Total Revenues	33,992,656	2,101,954	1,096,808	635,843
Expenditures				
Current:				
Instruction	17,242,874	1,186,350	-	-
Support Services:				
Pupils	2,007,657	29,794	-	-
Instructional Staff	1,175,071	67,722	-	14,689
Board of Education	277,402	-	-	-
Administration	2,480,580	2,704	-	-
Fiscal	1,128,918	12,219	-	-
Business	341,695	7,904	-	-
Operation and Maintenance of Plant	4,751,981	9,505	-	314,866
Pupil Transportation	2,426,571	-	-	-
Central	128,122	60,589	-	-
Community Services	-	434,129	-	-
Extracurricular Activities	352,832	226,513	-	-
Capital Outlay	-	2,780	-	40,863
Debt Service:				
Principal	270,000	-	420,000	-
Interest	67,424	-	669,587	-
Total Expenditures	32,651,127	2,040,209	1,089,587	370,418
Excess of Revenues Over Expenditures	1,341,529	61,745	7,221	265,425
Other Financing Sources (Uses)				
Sale of Assets	34	-	-	-
Operating Transfers In	-	97,754	-	-
Operating Transfers Out	(231,803)	-	-	-
Total Other Financing Sources (Uses)	(231,769)	97,754	-	-
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	1,109,760	159,499	7,221	265,425
Fund Balance - Beginning of Year	1,273,699	353,361	1,262,349	562,319
Fund Balance - End of Year	\$2,383,459	\$512,860	\$1,269,570	\$827,744

See Accompanying Notes to the General Purpose Financial Statements

Fiduciary Fund Type Expendable Trust	Totals (Memorandum Only)
\$ -	\$28,332,126
-	249,045
2,060	530,711
-	7,895,103
-	148,635
-	1,083
4,788	677,406
<u>6,848</u>	<u>37,834,109</u>
1,099	18,430,323
-	2,037,451
-	1,257,482
-	277,402
-	2,483,284
-	1,141,137
-	349,599
-	5,076,352
-	2,426,571
-	188,711
2,709	436,838
-	579,345
65	43,708
-	690,000
-	737,011
<u>3,873</u>	<u>36,155,214</u>
<u>2,975</u>	<u>1,678,895</u>
-	34
-	97,754
-	(231,803)
-	(134,015)
2,975	1,544,880
<u>26,746</u>	<u>3,478,474</u>
<u>\$29,721</u>	<u>\$5,023,354</u>

Bedford City School District
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Budget Basis) - All Governmental Fund Types and Expendable Trust Fund
For the Fiscal Year Ended June 30, 2000

	Governmental Fund Types		
	General		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$27,868,232	\$27,868,232	\$ -
Tuition and Fees	263,125	263,125	-
Earnings on Investments	492,890	510,864	17,974
Other	168,974	168,974	-
Unrestricted Grants in Aid - State	5,793,990	5,855,236	61,246
Restricted Grants in Aid - State	-	-	-
Restricted Grants in Aid - Federal	-	-	-
Total Revenues	<u>34,587,211</u>	<u>34,666,431</u>	<u>79,220</u>
Expenditures			
Current:			
Instruction:			
Regular	13,487,476	13,163,596	323,880
Special	2,743,281	2,529,691	213,590
Vocational Education	1,288,905	1,237,116	51,789
Adult/Continuing	20,175	8,699	11,476
Other	921,984	821,305	100,679
Support Services:			
Pupil	2,215,636	2,106,405	109,231
Instructional Staff	1,235,442	1,190,793	44,649
Board of Education	331,394	285,297	46,097
Administration	2,624,349	2,467,134	157,215
Fiscal	1,144,541	1,124,758	19,783
Business	370,468	347,753	22,715
Operation and Maintenance of Plant	5,340,822	4,893,406	447,416
Pupil Transportation	2,560,964	2,537,819	23,145
Central	149,816	146,973	2,843
Operation of Non-Instructional Services	-	-	-
Extracurricular Activities	368,059	347,207	20,852
Debt Service:			
Principal	270,000	270,000	-
Interest	67,424	67,424	-
Capital Outlay	-	-	-
Total Expenditures	<u>35,140,736</u>	<u>33,545,376</u>	<u>1,595,360</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(553,525)</u>	<u>1,121,055</u>	<u>1,674,580</u>
Other Financing Sources (Uses)			
Operating Transfers In	-	-	-
Advances In	244,000	244,000	-
Refund of Prior Year Expenditures	450,801	450,801	-
Operating Transfers Out	(238,000)	(237,428)	572
Advances Out	(948,500)	(947,971)	529
Refund of Prior Years Receipts	(3,000)	(2,826)	174
Contingencies	(84,200)	-	84,200
Total Other Financing Sources (Uses)	<u>(578,899)</u>	<u>(493,424)</u>	<u>85,475</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>(1,132,424)</u>	<u>627,631</u>	<u>1,760,055</u>
Fund Balance - Beginning of Year	2,039,747	2,039,747	-
Encumbrances - End of Year	-	577,357	577,357
Fund Balance (Deficit) - End of Year	<u>\$907,323</u>	<u>\$3,244,735</u>	<u>\$2,337,412</u>

See Accompanying Notes to the General Purpose Financial Statements

Governmental Fund Types

Special Revenue			Debt Service		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$1,060,760	\$1,060,760	\$ -
-	-	-	-	-	-
2,089	2,468	379	-	-	-
364,953	391,713	26,760	-	-	-
-	-	-	97,674	97,674	-
837,611	843,513	5,902	-	-	-
611,011	848,108	237,097	-	-	-
<u>1,815,664</u>	<u>2,085,802</u>	<u>270,138</u>	<u>1,158,434</u>	<u>1,158,434</u>	<u>-</u>
753,703	551,677	202,026	-	-	-
851,890	691,490	160,400	-	-	-
143,547	92,626	50,921	-	-	-
-	(1,867)	1,867	-	-	-
-	-	-	-	-	-
24,471	21,575	2,896	-	-	-
132,140	79,407	52,733	-	-	-
2,893	2,904	(11)	-	-	-
28,936	15,434	13,502	-	-	-
816	816	-	-	-	-
8,603	8,531	72	-	-	-
9,505	9,505	-	-	-	-
-	-	-	-	-	-
70,987	58,662	12,325	-	-	-
601,102	526,980	74,122	-	-	-
294,247	257,948	36,299	-	-	-
-	-	-	420,000	420,000	-
-	-	-	669,588	669,588	-
2,560	2,780	(220)	-	-	-
<u>2,925,400</u>	<u>2,318,468</u>	<u>606,932</u>	<u>1,089,588</u>	<u>1,089,588</u>	<u>-</u>
<u>(1,109,736)</u>	<u>(232,666)</u>	<u>877,070</u>	<u>68,846</u>	<u>68,846</u>	<u>-</u>
97,754	97,754	-	-	-	-
587,000	587,000	-	-	-	-
1,728	1,728	-	-	-	-
-	-	-	-	-	-
(62,000)	(62,000)	-	-	-	-
(1,489)	(996)	493	-	-	-
37,934	-	(37,934)	-	-	-
<u>660,927</u>	<u>623,486</u>	<u>(37,441)</u>	<u>-</u>	<u>-</u>	<u>-</u>
(448,809)	390,820	839,629	68,846	68,846	-
528,844	528,844	-	1,127,428	1,127,428	-
-	299,036	299,036	-	-	-
<u>\$80,035</u>	<u>\$1,218,700</u>	<u>\$1,138,665</u>	<u>\$1,196,274</u>	<u>\$1,196,274</u>	<u>\$ -</u>

(continued)

Bedford City School District
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Budget Basis) - All Governmental Fund Types and Expendable Trust Fund (continued)
For the Fiscal Year Ended June 30, 2000

	Governmental Fund Types		
	Capital Projects		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$570,825	\$570,825	\$ -
Tuition and Fees	-	-	-
Earnings on Investments	10,338	15,319	4,981
Other	-	-	-
Unrestricted Grants in Aid - State	63,532	63,532	-
Restricted Grants in Aid - State	-	-	-
Restricted Grants in Aid - Federal	-	-	-
Total Revenues	<u>644,695</u>	<u>649,676</u>	<u>4,981</u>
Expenditures			
Current:			
Instruction:			
Regular	-	-	-
Special	-	-	-
Vocational Education	-	-	-
Adult/Continuing	-	-	-
Other	-	-	-
Support Services:			
Pupil	-	-	-
Instructional Staff	16,425	16,135	290
Board of Education	-	-	-
Administration	-	-	-
Fiscal	-	-	-
Business	-	-	-
Operation and Maintenance of Plant	520,730	517,632	3,098
Pupil Transportation	73,000	72,854	146
Central	-	-	-
Operation of Non-Instructional Services	-	-	-
Extracurricular Activities	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Capital Outlay	68,798	68,111	687
Total Expenditures	<u>678,953</u>	<u>674,732</u>	<u>4,221</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(34,258)</u>	<u>(25,056)</u>	<u>9,202</u>
Other Financing Sources (Uses)			
Operating Transfers In	-	-	-
Advances In	12,471	12,471	-
Refund of Prior Year Expenditures	-	-	-
Operating Transfers Out	-	-	-
Advances Out	-	-	-
Refund of Prior Years Receipts	-	-	-
Contingencies	-	-	-
Total Other Financing Sources (Uses)	<u>12,471</u>	<u>12,471</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(21,787)	(12,585)	9,202
Fund Balance - Beginning of Year	800,841	800,841	-
Encumbrances - End of Year	-	317,193	317,193
Fund Balance (Deficit) - End of Year	<u>\$779,054</u>	<u>\$1,105,449</u>	<u>\$326,395</u>

See Accompanying Notes to the General Purpose Financial Statements

Fiduciary Fund Type			Totals (Memorandum Only)		
Expendable Trust					
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$29,499,817	\$29,499,817	\$ -
-	-	-	263,125	263,125	-
2,060	2,060	-	507,377	530,711	23,334
1,933	4,787	2,854	535,860	565,474	29,614
-	-	-	5,955,196	6,016,442	61,246
-	-	-	837,611	843,513	5,902
-	-	-	611,011	848,108	237,097
<u>3,993</u>	<u>6,847</u>	<u>2,854</u>	<u>38,209,997</u>	<u>38,567,190</u>	<u>357,193</u>
14,926	2,360	12,566	14,256,105	13,717,633	538,472
100	-	100	3,595,271	3,221,181	374,090
-	-	-	1,432,452	1,329,742	102,710
-	-	-	20,175	6,832	13,343
-	-	-	921,984	821,305	100,679
-	-	-	2,240,107	2,127,980	112,127
-	-	-	1,384,007	1,286,335	97,672
-	-	-	334,287	288,201	46,086
-	-	-	2,653,285	2,482,568	170,717
-	-	-	1,145,357	1,125,574	19,783
-	-	-	379,071	356,284	22,787
-	-	-	5,871,057	5,420,543	450,514
-	-	-	2,633,964	2,610,673	23,291
-	-	-	220,803	205,635	15,168
18,248	3,628	14,620	619,350	530,608	88,742
-	-	-	662,306	605,155	57,151
-	-	-	690,000	690,000	-
-	-	-	737,012	737,012	-
319	65	254	71,677	70,956	721
<u>33,593</u>	<u>6,053</u>	<u>27,540</u>	<u>39,868,270</u>	<u>37,634,217</u>	<u>2,234,053</u>
<u>(29,600)</u>	<u>794</u>	<u>30,394</u>	<u>(1,658,273)</u>	<u>932,973</u>	<u>(2,591,246)</u>
-	-	-	97,754	97,754	-
-	-	-	843,471	843,471	-
-	-	-	452,529	452,529	-
-	-	-	(238,000)	(237,428)	572
-	-	-	(1,010,500)	(1,009,971)	529
-	-	-	(4,489)	(3,822)	667
-	-	-	(46,266)	-	46,266
-	-	-	<u>94,499</u>	<u>142,533</u>	<u>48,034</u>
(29,600)	794	30,394	(1,563,774)	1,075,506	2,639,280
26,746	26,746	-	4,523,606	4,523,606	-
-	2,181	2,181	-	1,195,767	1,195,767
(\$2,854)	\$29,721	\$32,575	\$2,959,832	\$6,794,879	\$3,835,047

Bedford City School District
Combined Statement of Revenues, Expenses
and Changes in Retained Earnings/Fund Balance
All Proprietary Fund Types and Non-expendable Trust Fund
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Internal Service	Non-expendable Trust	
Operating Revenues				
Tuition and Fees	\$93,895	\$ -	\$ -	\$93,895
Sales	792,144	-	-	792,144
Self-Insurance Premiums	-	804,507	-	804,507
Other	47,451	76,980	13,366	137,797
Total Operating Revenues	933,490	881,487	13,366	1,828,343
Operating Expenses				
Salaries and Wages	615,029	280	-	615,309
Fringe Benefits	137,782	3	-	137,785
Purchased Services	11,149	897,268	-	908,417
Depreciation	9,565	-	-	9,565
Materials and Supplies	583,110	38,264	3,000	624,374
Total Operating Expenses	1,356,635	935,815	3,000	2,295,450
Operating Income (Loss)	(423,145)	(54,328)	10,366	(467,107)
Non-Operating Revenues				
State and Federal Grants	300,398	-	-	300,398
Donated Commodities	45,204	-	-	45,204
Total Non-Operating Revenues	345,602	-	-	345,602
Net Income (Loss) Before Operating Transfers	(77,543)	(54,328)	10,366	(121,505)
Operating Transfers In	116,067	17,982	-	134,049
Net Income (Loss)	38,524	(36,346)	10,366	12,544
Retained Earnings				
Fund Balance - Beginning of Year	69,431	911,685	26,269	1,007,385
Retained Earnings				
Fund Balance - End of Year	\$107,955	\$875,339	\$36,635	\$1,019,929

See Accompanying Notes to the General Purpose Financial Statements



Bedford City School District
Combined Statement of Cash Flows
All Proprietary Fund Types
and Non-expendable Trust Fund
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types	
	Enterprise	Internal Service
Increase (Decrease) in Cash and Cash Equivalents		
Cash Flows from Operating Activities:		
Cash Received from Tuition and Fees	\$63,095	\$ -
Cash Received from Sales	763,904	-
Cash Received from Other Operations	101,070	76,980
Cash Received from Self-insurance Premiums	-	804,507
Cash Payments for Personal Services	(747,581)	(283)
Cash Payments for Purchased Services	(11,149)	(892,779)
Cash Payments for Materials and Supplies	(503,939)	(8,729)
Cash Payments for Other Expenses	(24,992)	(31,939)
Net Cash Provided by (Used for) Operating Activities	<u>(359,592)</u>	<u>(52,243)</u>
Cash Flows from Noncapital Financing Activities:		
Cash Received from Grants	297,679	-
Operating Transfers In	116,067	17,982
Cash Received - Interfund Loans	326,000	11,000
Cash (Used) - Interfund Loans	(178,000)	(4,000)
Net Cash Provided by Noncapital Financing Activities	<u>561,746</u>	<u>24,982</u>
Net Increase (Decrease) in Cash and Cash Equivalents	202,154	(27,261)
Cash and Cash Equivalents - Beginning of Year	<u>215,869</u>	<u>980,836</u>
Cash and Cash Equivalents - End of Year	<u>\$418,023</u>	<u>\$953,575</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities		
Operating Income (Loss)	<u>(\$423,145)</u>	<u>(\$54,328)</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	9,565	-
Loss on Disposal of Capital Assets	1,874	-
Donated Commodities Used	45,204	-
Changes in Operating Assets and Liabilities:		
Decrease (Increase) in Receivables	(5,777)	-
Decrease (Increase) in Materials and Supplies Inventory	9,380	-
Increase (Decrease) in Accounts Payable	(496)	2,085
Increase (Decrease) in Accrued Wages and Benefits	5,230	-
Decrease (Increase) in Due to Other Governments	(1,427)	-
Total Adjustments	<u>63,553</u>	<u>2,085</u>
Net Cash Provided by (Used for) Operating Activities	<u>(\$359,592)</u>	<u>(\$52,243)</u>

Fiduciary Type	Totals (Memorandum Only)
Non-expendable Trust	
\$ -	\$63,095
-	763,904
13,366	191,416
-	804,507
-	(747,864)
-	(903,928)
-	(512,668)
(1,800)	(58,731)
<u>11,566</u>	<u>(400,269)</u>
-	297,679
-	134,049
-	337,000
-	<u>(182,000)</u>
-	586,728
11,566	186,459
<u>26,269</u>	<u>1,222,974</u>
<u>\$37,835</u>	<u>\$1,409,433</u>
<u>\$10,366</u>	<u>(\$467,107)</u>
-	9,565
-	1,874
-	45,204
-	(5,777)
-	9,380
1,200	2,789
-	5,230
-	(1,427)
<u>1,200</u>	<u>66,838</u>
<u>\$11,566</u>	<u>(\$400,269)</u>

Bedford City School District
Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) -- All Proprietary Fund Types and Non-expendable Trust Fund
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types		
	Enterprise		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition and Fees	\$74,751	\$134,092	\$59,341
Sales	717,293	763,903	46,610
Classroom Materials and Fees	19,136	27,441	8,305
Other	13,165	13,165	-
Total Operating Revenues	<u>824,345</u>	<u>938,601</u>	<u>114,256</u>
Operating Expenses			
Salaries and Wages	662,787	615,488	47,299
Fringe Benefits	141,098	132,093	9,005
Purchased Services	22,610	12,715	9,895
Materials and Supplies	579,488	537,068	42,420
Capital Outlay - New	13,000	-	13,000
Other	8,219	7,753	466
Total Operating Expenses	<u>1,427,202</u>	<u>1,305,117</u>	<u>122,085</u>
Excess (Deficiency) of Operating Revenues Over (Under) Operating Expenses	<u>(602,857)</u>	<u>(366,516)</u>	<u>236,341</u>
Non-Operating Revenues			
State and Federal Grants	<u>267,678</u>	<u>297,678</u>	<u>30,000</u>
Total Non-Operating Revenues	<u>267,678</u>	<u>297,678</u>	<u>30,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenses Before Operating Transfers and Advances	<u>(335,179)</u>	<u>(68,838)</u>	<u>266,341</u>
Operating Transfers In	115,760	116,067	307
Advances In	326,000	326,000	-
Advances Out	<u>(178,000)</u>	<u>(178,000)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(71,419)</u>	<u>195,229</u>	<u>266,648</u>
Fund Equity - Beginning of Year	215,869	215,869	-
Encumbrances - End of Year	<u>-</u>	<u>6,925</u>	<u>6,925</u>
Fund Equity - End of Year	<u>\$144,450</u>	<u>\$418,023</u>	<u>\$273,573</u>

See Accompanying Notes to the General Purpose Financial Statements

Proprietary Fund Types			Fiduciary Fund Type		
Internal Service			Non-expendable Trust		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
72,775	76,978	4,203	-	-	-
733,558	804,507	70,949	13,366	13,366	-
806,333	881,485	75,152	13,366	13,366	-
280	280	-	-	-	-
3	3	-	-	-	-
1,015,113	895,055	120,058	-	-	-
45,157	40,426	4,731	-	-	-
5,525	-	5,525	-	-	-
-	-	-	1,800	1,800	-
1,066,078	935,764	130,314	1,800	1,800	-
(259,745)	(54,279)	205,466	11,566	11,566	-
-	-	-	-	-	-
-	-	-	-	-	-
(263,745)	(58,279)	205,466	11,566	11,566	-
17,982	17,982	-	-	-	-
11,000	11,000	-	-	-	-
(4,000)	(4,000)	-	-	-	-
(234,763)	(29,297)	205,466	11,566	11,566	-
980,836	980,836	-	26,269	26,269	-
-	2,036	2,036	-	-	-
\$746,073	\$953,575	\$207,502	\$37,835	\$37,835	\$ -

(continued)

Bedford City School District
 Combined Statement of Revenues, Expenses and Changes in Fund Equity
 Budget and Actual (Budget Basis) – All Proprietary Fund Types and Non-expendable Trust Fund (continued)
 For the Fiscal Year Ended June 30, 2000

	Totals (Memorandum Only)		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition and Fees	\$74,751	\$134,092	\$59,341
Sales	717,293	763,903	46,610
Classroom Materials and Fees	91,911	104,419	12,508
Other	760,089	831,038	70,949
Total Operating Revenues	1,644,044	1,834,939	189,408
Operating Expenses			
Salaries and Wages	663,067	615,768	47,299
Fringe Benefits	141,101	132,096	9,005
Purchased Services	1,037,723	907,770	129,953
Materials and Supplies	624,645	577,494	47,151
Capital Outlay - New	18,525	-	18,525
Other	10,019	9,553	466
Total Operating Expenses	2,495,080	2,242,681	252,399
Excess (Deficiency) of Operating Revenues Over (Under) Operating Expenses	(851,036)	(409,229)	441,807
Non-Operating Revenues			
State and Federal Grants	267,678	297,678	30,000
Total Non-Operating Revenues	267,678	297,678	30,000
Excess (Deficiency) of Revenues Over (Under) Expenses Before Operating Transfers and Advances	(585,871)	(114,064)	471,807
Operating Transfers In	133,742	134,049	307
Advances In	337,000	337,000	-
Advances Out	(182,000)	(182,000)	-
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(294,616)	177,498	472,114
Fund Equity - Beginning of Year	1,222,974	1,222,974	-
Encumbrances - End of Year	-	8,961	8,961
Fund Equity - End of Year	\$928,358	\$1,409,433	\$481,075

See Accompanying Notes to the General Purpose Financial Statements

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2000

NOTE 1 - DESCRIPTION OF THE DISTRICT AND REPORTING ENTITY

A. Description of the District

The Bedford City School District (the "District") is a city school district as defined by Section 3311.02 of the Ohio Revised Code. It is one of the 611 school districts in the State of Ohio and one of the 33 school districts in Cuyahoga County. During fiscal 2000, the District provided education to 3,867 students in grades Pre-K through 12. The District is located in northeast Ohio, approximately 15 miles southeast of the City of Cleveland and entirely within the boundaries of Cuyahoga County. The District covers approximately 20 square miles and includes the City of Bedford, most of the City of Bedford Heights, and the Villages of Walton Hills and Oakwood. The operation of the District is governed by an elected five-member Board of Education.

B. The Reporting Entity

In evaluating how to define the governmental reporting entity, the District follows the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, under which the financial statements include all the organizations, activities functions, and component units for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the District's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the District. On this basis, the District's financial reporting entity has no component units but includes all funds and account groups that are part of the District.

Non-public schools located within the boundaries of the District include: St. Pius, Chanel, St. Mary's and New Covenant Christian Academy. These non-public schools are operated independently of the District. The District receives auxiliary services money from the State for the support of these non-public schools and serves as the primary recipient having administrative responsibilities with respect to these grants. The accounting for these receipts and disbursements is reflected in a special revenue fund in accordance with GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*, but the non-public schools' operations are not reflected in the accompanying financial statements.

The Ohio Schools Council (the "Council") is a jointly governed organization among eighty-three school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. In fiscal year 2000, the District paid fees of \$1,947 to the

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 1 continued)

Council. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. Financial information can be obtained by contacting Albert G. Vasek, the Executive Secretary of the Ohio Schools Council at 155 Center Road, Bedford, Ohio 44146. The District participates in the Council's electric purchase program which was implemented during fiscal year 1998. This program allows school districts to purchase electricity at reduced rates, if the school district will commit to participating for an eight-year period. The participants make monthly payments based on estimated usage. Each June these estimated payments are compared to their actual usage for the year and any necessary adjustments are made. In 1997, Energy Acquisition Corporation, a non-profit corporation with a self-appointing board, issued \$119,140,000 in debt to prepurchase eight years of electricity from Cleveland Electric Illuminating (CEI) for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, that district is required to repay savings to CEI and CEI will refund the remaining prepayment related to that participant to Energy Acquisition Corporation.

The District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2000. This program allows school districts to purchase natural gas at reduced rates, if the school district will commit to participating for a twelve-year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to actual usage and any necessary adjustments are made.

The City of Hamilton, a municipal corporation and a political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

The Lakeshore Northeast Ohio Computer Association (LNOCA) is a jointly governed computer service bureau among 19 public school districts. The primary function of LNOCA is to provide data services to the 19 member districts. Major areas of service provided by LNOCA include accounting, payroll, inventory, career guidance services, handicapped student tracking, pupil scheduling, attendance reporting and grade reporting, and internet access. Each school district is represented on the LNOCA board of directors by its superintendent or designated representative. Each year, the Board of Directors elects a Chairman, a Vice Chairman and a

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 1 continued)

Recording Secretary. The Treasurer of the fiscal agent is a nonvoting, ex-officio member of the Board of Directors. The Cuyahoga County Educational Service Center serves as the fiscal agent of LNCOA. Each school district supports LNCOA based upon a per pupil charge dependent upon the software packages used. The degree of control exercised by a participating school district is limited to its representation on the Board. Financial information can be obtained by contacting the Treasurer of the fiscal agent at 7800 Wall Street, Valley View, Ohio 44125.

The following entities which perform activities within the District's boundaries for the benefit of its residents are excluded from the accompanying financial statements because the District is not financially accountable for these entities nor are they fiscally dependent on the District.

- (1.) Cuyahoga County - functions allocated to counties by Ohio law, such as elections, health and human services, and judicial.
- (2.) The Cities of Bedford and Bedford Heights - municipal corporation responsibilities.
- (3.) The Villages of Oakwood and Walton Hills - limited functions allocated to villages.
- (4.) Cuyahoga County Library District - public library.

The following support organizations are currently active within the District: building-level Parent Teacher Associations and the Bedford Schools Foundation, PTA Council, Band and Orchestra Boosters, and Athletic Boosters. Each of these organizations is operated independently of the District and is not part of the District's reporting entity. While each of these organizations' efforts is aimed at helping the District and/or associated school, the District is not involved in the selection of directors and is not financially accountable for any of the above organizations.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Basis of Presentation - Fund Accounting

The District uses funds and account groups 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.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulation, restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

For financial statement presentation purposes, the various funds of the District are grouped into the following generic fund types under the broad fund categories governmental, proprietary and fiduciary.

Governmental Fund Types - Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds and fiduciary trust funds) are accounted for through governmental funds. The following are the District's governmental fund types:

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

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Fund - The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Capital Projects Funds - Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or trust funds).

Proprietary Fund Types - Proprietary funds are used to account for the District's ongoing

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

activities which are similar to those found in the private sector. The following are the District's proprietary fund types:

Enterprise Funds - Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where it has been decided that the periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Funds - These funds account for the financing of services provided by one department or fund to other departments or funds of the District on a cost reimbursement basis.

Fiduciary Fund Types - Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include expendable trust, non-expendable trust, and agency funds. Non-expendable trust funds are accounted for in essentially the same manner as proprietary funds. Expendable trust funds are those whose principal and income may be expended in the course of their designated operations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups - To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the District, other than those accounted for in the proprietary or fiduciary trust funds.

General Long-term Obligations Account Group - This account group is established to account for all long-term obligations of the District except those accounted for in the proprietary or fiduciary trust funds. These obligations are secured by the credit of the District as a whole and are payable from general government resources or assessments against property owners.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

B. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types and expendable trust funds are accounted for on a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet.

Proprietary fund types and nonexpendable trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operations of these funds are included on the balance sheet.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

The modified accrual basis of accounting is followed for governmental, expendable trust, and agency funds. Under this basis of accounting, revenues are recognized when they become both measurable and available to finance expenditures for the current period. Revenues accrued at the end of the fiscal year include property taxes, interest, tuition, and state and federal grants. Expenditures are recognized in the period in which the related fund liability is incurred with certain exceptions, including the portion of compensated absences which is not payable from current expendable financial resources and general long-term obligation interest which is reported when due.

The District reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 2000, which are intended to finance fiscal year 2001 operations, and delinquent property taxes, whose availability is indeterminable, have been recorded as deferred revenue.

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.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund types and nonexpendable trust fund. Revenues are recognized in the period earned and expenses are recognized in the period incurred.

C. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolutions are subject to amendments throughout the year, with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are required to be budgeted and appropriated. The primary level of budgetary control is at the object code function level within each fund. Budgetary modifications may only be made by resolution of the Board of Education.

Tax Budget - Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed tax budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Operational expenditure recommendations are developed assuming "committed costs". Public hearings are announced and conducted to obtain taxpayers' comments. The express purpose of this tax budget document is to reflect the need for existing (or increased) tax rates and to provide a basis for the development of the first permanent appropriations for the coming fiscal year.

By no later than January 20, the Board-adopted budget is filed with the Cuyahoga County Budget Commission (the "Budget Commission") for determination of tax rates. The Budget Commission will determine the appropriate tax rates and will prepare a certificate of estimated resources for the District. A hearing may be held by the Budget Commission where the Budget Commission members discuss the proposed budget with District officials.

Board Strategic Fiscal Planning - The Board of Education holds an annual full-day workshop during February or March to review the financial "health" of the District, and to develop target figures for appropriations for the fiscal year which will begin in July. A five-year strategic fiscal plan is updated every year during this workshop. Trends of the previous years are reviewed and, when appropriate, levy plans are made. The Board of Education examines facilities and curriculum, and analyzes the impact of District needs on finances, both short and long-term.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

Target figures for the coming fiscal year are developed in the context of the District's strategic fiscal plan.

Estimated Resources - By April 1, or a later date as determined by the Budget Commission, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the Treasurer of the District. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2000.

Appropriations - Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certification saying no new certificate is necessary, the annual appropriation must be legally enacted by the Board of Education at the fund, function and object level of expenditures, which are the legal levels of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation or alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education. The Board may pass supplemental fund appropriations provided the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year 2000, several supplementary appropriations were legally enacted; however, none of these amendments were significant. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations.

Encumbrances - As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of moneys are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. Expenditures plus encumbrances may not legally exceed appropriations. On the GAAP basis, encumbrances outstanding at year end are reported

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

as a reservation of fund balance for subsequent-year expenditures for governmental funds and reported in the notes to the financial statements for proprietary funds.

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

D. Cash and Investments

To improve cash management, cash received by the District is pooled. Moneys for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the Combined Balance Sheet.

During fiscal year 2000, investments were limited to certificates of deposit, a Bedford City School District Facilities Acquisition Bond, and the State Treasury Asset Reserve (STAR Ohio). Nonparticipating investment contracts such as nonnegotiable certificates of deposit are reported at cost.

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, 2000.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. For fiscal 2000, the District elected to limit the distribution of interest to the general fund, the auxiliary services fund, non-expendable trust fund and the building fund.

For purposes of the Combined Statement of Cash Flows, and for presentation on the Combined Balance Sheet, investments of the cash management pool and investments with original maturities 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 are reported as investments.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

E. Restricted Assets

Restricted assets in the general fund include cash and cash equivalents set aside to establish a budget stabilization reserve. The budget reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction. During fiscal year 1998, the District received a \$170,211 refund from the Bureau of Worker's Compensation which State statute requires to be included in this budget reserve. No additions to the budget reserve were required for fiscal 2000. Also included as a reserve is the difference between required fiscal 2000 spending on textbooks and educational materials and actual expenditures. The textbook and educational materials reserve is \$53,687.

F. Materials and Supplies Inventory

Inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. Inventories of proprietary funds primarily consist of purchased food and school supplies held for resale. The cost of inventory items is recognized as an expenditure when used (consumption method). Reported material and supplies inventory in the general fund is equally offset by a fund balance reserve which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

G. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at cost (or estimated historical cost). Donated fixed assets are valued at their estimated fair market value on the date received. The District maintains a capitalization threshold of one thousand dollars. The District does not possess any infrastructure.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the proprietary funds is computed using the straight-line method over an estimated useful life of twelve years.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

H. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as entitlements and non-reimbursable grants are recorded as receivables and revenue when measurable and available. Reimbursement type grants are recorded as receivables and revenue when the related expenditures are incurred. Grants and entitlements for proprietary fund operations are recognized as non-operating revenue in the accounting period in which they are earned and become measurable. The District currently participates in several State and Federal programs, categorized as follows:

Entitlements

General Fund

State Foundation Program

Non-Reimbursable Grants

Special Revenue Funds

Venture Capital
Auxiliary Services
Career Development
Teacher Development
SchoolNet Professional Development
Ohio Reads
Miscellaneous State Grants
Title II
Title VIB
Vocational Education
Title I
Title VI
Drug Free Education
Preschool Handicapped
Miscellaneous Federal Grants

Capital Projects Funds

Power Up Technology
SchoolNet

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

Reimbursable Grants

General Fund

Driver Education Reimbursement
Vocational Education Travel/Salary

Capital Projects Funds

Vocational Equipment

Proprietary Funds

National School Lunch Program
School Breakfast Program
Government Donated Commodities

Grants and entitlements amounted to 20.4 percent of the District's revenue during fiscal 2000.

I. Interfund Transactions

During the course of normal operations the District has numerous transactions between funds. The most significant included:

- (1.) Routine transfers of resources from one fund to another fund through which resources to be expended are recorded as operating transfers.
- (2.) Reimbursements from one fund to another fund are treated as expenditures/expenses in the reimbursing fund and as a reduction in expenditures/expenses in the reimbursed fund.
- (3.) Short-term interfund loans which extend in length over the end of the fiscal period are recorded as interfund loans receivable/payable.
- (4.) Payments from District funds to an internal service fund for self-insured employee dental and prescription drug benefits are treated as quasi-external transactions where payments are recorded as an expenditure/expense in the fund making the payment, and as an operating revenue in the fund receiving the payment.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

J. Compensated Absences

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*. Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive 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. Sick leave benefits are accrued as a liability to the extent that it is probable that the benefits will result in termination payments. The liability is based on the District's past experience of making termination payments.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire liability for compensated absences is reported as a fund liability.

K. Long-term Obligations

Long-term debt is recognized as a liability of a governmental fund when due or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term obligations account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

L. Fund Balance Reserves

Reserved fund balances indicate that a portion of fund equity is not available for current appropriation or is legally segregated for a specific use. Fund balances are reserved for encumbrances, materials and supplies inventory, budget stabilization, educational materials and retirement of general long-term obligations. Fund equity has also been reserved for endowments to indicate that the principal is legally restricted. Under Ohio law the reserve for budget stabilization must be established and cannot be expended without the permission of the State Superintendent of Public Instruction. The unreserved portions of fund equity reflected for the governmental funds are available for use within the specific purpose of those funds.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 2 continued)

M. Proprietary Activity Accounting

Under the guidelines of GASB Statement 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*, the District has elected not to apply Financial Accounting Standards Board Statements and Interpretations issued after November 30, 1989 to its proprietary activities.

N. Estimates

The preparation of financial statements in conformity with generally accepted accounting principals 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.

O. Memorandum Only - Total Columns

Total columns on the general purpose financial statements are captioned "Totals (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 3 - FUND BALANCE DEFICITS

Fund balances/retained earnings at June 30, 2000 included the following individual fund deficits:

Special Revenue Funds	
Career Development	(\$854)
Educational Mobility Assistance Program	(11,141)
Vocational Education	(3,265)
Preschool Handicapped	(2,691)
Miscellaneous Federal Grants	(45,141)
Capital Projects Funds	
SchoolNet	(10,735)
Enterprise Funds	
Food Service	(63,291)

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 3 continued)

Special revenue and capital project fund deficits resulted from operations which exceeded grants. The food service fund operations are expected to require general fund support. The general fund is liable for any deficits in these funds and will provide operating transfers when necessary.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

While the District is reporting financial position, results of operations and changes in fund balance/retained earnings on the basis of 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 Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Budget Basis) - All Governmental Fund Types and Expendable Trust Fund and the Combined Statement of Revenues, Expenses and Changes in Fund Equity - Budget and Actual (Budget Basis) - All Proprietary Fund Types and Non-expendable Trust Fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (1.) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- (2.) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
- (3.) Outstanding year-end encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than a reservation of fund balance for governmental funds and as note disclosures for proprietary funds (GAAP basis).
- (4.) For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements by fund type:

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 4 continued)

Excess (Deficiency) of Revenues and Other Financing Sources Over (Under)
 Expenditures and Other Financing Uses -- All Governmental Funds Types and Expendable Trust Fund

	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Expendable Trust Fund
GAAP Basis	\$1,109,760	\$159,499	\$7,221	\$265,425	\$2,975
Net Adjustment for Revenue Accruals	1,124,542	(14,424)	61,626	13,833	1
Advances In	244,000	587,000	-	12,471	-
Net Adjustment for Expenditure Accruals	(1,480,057)	(578,291)	(1)	(621,507)	(4,363)
Encumbrances	577,357	299,036	-	317,193	2,181
Advances Out	<u>(947,971)</u>	<u>(62,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Budget Basis	<u>\$627,631</u>	<u>\$390,820</u>	<u>\$68,846</u>	<u>(\$12,585)</u>	<u>\$794</u>

Net Income (Loss)/Excess (Deficiency) of Revenues Over (Under)
 Expenses, Operating Transfers, and Advances
 All Proprietary Fund Types and Non-expendable Trust Fund

	Enterprise Funds	Internal Service Funds	Non-expendable Trust Fund
Net Income (Loss)	\$38,524	(\$36,346)	\$10,366
Net Adjustment for Revenue Accruals	(42,813)	(2)	-
Net Adjustment for Expense Accruals	35,028	(1,985)	1,200
Encumbrances	6,925	2,036	-
Advances In	326,000	11,000	-
Advances Out	(178,000)	(4,000)	-
Depreciation Expense	<u>9,565</u>	<u>-</u>	<u>-</u>
Budget Basis	<u>\$195,229</u>	<u>(\$29,297)</u>	<u>\$11,566</u>

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

NOTE 5 - CASH AND INVESTMENTS

A. Legal Requirements

State statute requires the classification of moneys held by the District into three categories:

Active Deposits - Those deposits necessary to meet current demands on the District. Such deposits 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 - Those deposits the District has identified as not required for use within the current two 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 - Interim deposits are those moneys 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 accounts, including passbook accounts.

Interim moneys may be 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 principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 5 continued)

4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days from the date of purchase in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time; and,
8. Under limited circumstances, debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, 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 to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 5 continued)

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 3, *Deposits with Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements*.

B. Deposits

At June 30, 2000, the carrying amount of the District's deposits was (\$373,498) and the bank balance was \$211,892. Of the total bank balance, \$119,762 was covered by Federal depository insurance, and \$92,130 was secured by a pool of government securities held by the pledging financial institution's trust department. Although all state statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the District to a successful claim by the Federal Deposit Insurance Corporation.

C. Investments

The District's investments are required to be categorized to give an indication of the level of risk assumed by the District at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the District or its agent in the District's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent, but not in the District's name. STAR Ohio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

Investments at June 30, 2000 consisted of a Bedford City School District School Facilities Acquisition Bond (Category 1) with a carrying value of \$240,000 and an investment in STAR Ohio with a carrying value of \$8,393,925. The carrying value of these investments approximate their fair values at June 30, 2000.

At June 30, 2000, the carrying value of the District's investments, classified in accordance with GASB Statement No. 3, are as follows:

Investments	\$8,633,925
Demand Deposits	<u>(373,498)</u>
	<u>\$8,260,427</u>

The classification of cash and cash equivalents, and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9, *Reporting Cash Flows of*

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 5 continued)

Proprietary and Non-expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting. Using that criteria, the above amounts are included on the Combined Balance Sheet under the following captions:

Equity in Pooled Cash and Cash Equivalents	\$7,758,694
Equity in Pooled Cash and Cash Equivalents of Non-expendable Trust	37,835
Restricted Assets - Equity in Pooled Cash and Cash Equivalents	223,898
Investments	<u>240,000</u>
	<u>\$8,260,427</u>

NOTE 6 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at eighty-eight percent of true value (with certain exceptions) and on real property at thirty-five percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are twenty-five percent of true value. Since property taxes are assessed and levied on a calendar year basis, the District receives property taxes from two taxing years during the District's fiscal year. The assessed values upon which the fiscal year 2000 taxes were collected are as follows:

	<u>1999 second- Half Collections</u>		<u>2000 First- Half Collections</u>	
	Amount	Percent	Amount	Percent
Residential/Agricultural	\$283,906,660	38.98%	\$285,752,012	39.17%
Other Real Estate	224,721,410	30.86%	226,602,230	31.06
Public Utility Personal	57,620,420	7.91%	53,750,330	7.37
Tangible Personal Property	<u>162,002,170</u>	<u>22.25%</u>	<u>163,417,945</u>	<u>22.40</u>
Total	<u>\$728,250,660</u>	<u>100.00%</u>	<u>\$729,522,517</u>	<u>100.00%</u>

The full tax rate applied to real property for the 2000 collection year is \$62.60 per \$1,000 of assessed valuation. After adjustment of the rate for inflationary increases in property values,

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 6 continued)

the effective tax rate was \$35.14 per \$1,000 of assessed valuation for real property classified as residential/agricultural and \$43.70 for all other real property. Real property owner's tax bills are further reduced by homestead and rollback deductions, when applicable. The amount of these homestead and rollback reductions is reimbursed to the District by the State of Ohio.

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.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20.

The District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the county by June 30, 2000, are available to finance fiscal year 2000 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represent delinquent taxes outstanding, the late settlement of personal property taxes, and real property, tangible personal property and public utility taxes which became measurable as of June 30, 2000. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2000 was \$1,826,684 and is recognized as revenue. Of the total amount available at June 30, 2000, \$1,717,748 was available to the general fund, \$73,296 was available to the bond retirement fund, and \$35,640 was available to the permanent improvement fund.

NOTE 7 - RECEIVABLES

Receivables at June 30, 2000 consisted of taxes, accounts receivable (billings for user charged services), interfund loans, and intergovernmental grants and entitlements. 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 intergovernmental receivables by fund follows:

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 7 continued)

General Fund	\$3,269,221
Special Revenue Funds	
Title II	4,668
Title I	53,660
Drug Free Education	5,295
Debt Service Fund	
Bond Retirement	135,965
Capital Projects Funds	
Permanent Improvement	67,251
Enterprise Fund	
Food Service	<u>44,236</u>
	<u>\$3,580,296</u>

NOTE 8 - FIXED ASSETS

The following is a summary of changes in the District's fixed assets at June 30, 2000:

General Fixed Assets Account Group	Balance July 1, 1999	Additions	Disposals	Balance June 30, 2000
Land and Land Improvements	\$2,283,183	\$ -	\$ -	\$2,283,183
Building and Building Improvements	30,514,013	241,317	-	30,755,330
Vehicles	3,363,649	30,009	263,587	3,130,071
Furniture and Equipment	<u>2,985,230</u>	<u>255,209</u>	<u>-</u>	<u>3,240,439</u>
Total	<u>\$39,146,075</u>	<u>\$526,535</u>	<u>\$263,587</u>	<u>\$39,409,023</u>
Enterprise Fund Types				
Furniture and Equipment	\$206,910	\$ -	\$1,874	\$205,036
Accumulated Depreciation	<u>(144,581)</u>	<u>(9,565)</u>	<u>-</u>	<u>(154,146)</u>
Net	<u>\$62,329</u>	<u>(\$9,565)</u>	<u>\$1,874</u>	<u>\$50,890</u>

In 1988, the voters of the District authorized financing for the construction of a new public library building, furnishing and equipping that building and improving its site (the "Library Project"). The Library Project was completed in 1991 and, upon its completion, the District leased the Library Project assets to the Cuyahoga County Public Library as the Bedford Branch of that county-wide library system. The lease term extends for 20 years rent free, with an automatic 20 year extension. During the extension period, the lease may be terminated without cause by either party. Included in the District's general fixed assets account group at June 30, 2000 is \$2,062,414 related to the Library Project assets.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

NOTE 9 - 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 2000, the District contracted for property and general liability insurance, and boiler and machinery coverage through the Ohio Schools Council program carried by Crum & Forster Insurance Company, and administered by Todd and Associates. Aggregate property coverage is \$85,492,573 with a \$1,000 deductible and aggregate boiler and machinery coverage is \$30,000,000 with a \$1,000 deductible. In addition, general liability coverage is \$2,000,000 per occurrence, with annual aggregate of \$10,000,000 and no deductible.

District liability insurance is carried by Nationwide Insurance. The Treasurer is covered by a \$100,000 surety bond and the Superintendent, Board of Education President and Business Manager are covered by \$166,000 position bonds. Fleet insurance with Nationwide Insurance carries a combined liability coverage of \$2,000,000 per accident, with an annual aggregate of \$7,000,000 and a \$250 deductible. Settled claims have not exceeded this commercial coverage in any of the past five years. There have been no significant reductions in insurance coverage from last year.

B. Workers Compensation

For fiscal year 2000, the District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of Directors consisting of the President, the President-Elect and the Immediate Past President of the Ohio School Boards Association (OSBA). The Executive Director of the OSBA, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 9 continued)

overall savings of the GRP. A participant will then either receive money from or be required to contribute to the "equity pooling fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Company provides administrative, cost control and actuarial services to the GRP.

C. Employee Medical Benefits

The District has elected to provide employee dental and prescription drug benefits to full time employees through a self-insured program, while hospitalization and medical benefits are provided with a fully-insured program. Full time is defined as the full 186 day academic year, or 1,700 hours for non-certificated employees. Employees working shorter calendars pay a prorated portion of the health care premiums. The District maintains a self-insurance internal service fund to account for and finance its uninsured risk of loss in the drug and dental programs. Dental claims are limited to \$2,500 per covered individual per year, with a lifetime limit of \$1,000 on orthodontia. There is no limitation on prescription drug benefits as this type of coverage is not subject to catastrophic loss. A third party administrator, Medical Mutual of Ohio, reviews and pays all claims. The District pays the following monthly into the self-funded benefits fund, which represents the entire premium required: dental - \$23.19 (single), \$69.55 (family); drug - \$50.56 (single), \$139.02 (family). These premiums are paid by the fund that pays the salary for the employee and is based on historical cost information.

The claims liability of \$64,846 reported in the fund at June 30, 2000 is based on the requirements of GASB Statement No. 10 *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, which requires that a liability for unpaid claims cost, including estimates of cost relating to incurred but not reported claims, be reported. Changes in the fund's claims liability amount in fiscal 1999 and 2000 were as follows:

	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claims Payments</u>	<u>Balance at End of Year</u>
1999	\$42,834	744,675	724,876	\$62,633
2000	\$62,633	795,129	792,916	\$64,846

The balance available in the fund to pay the cost of future claims was \$913,746 and \$948,293 at June 30, 2000 and 1999 respectively.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

NOTE 10 - DEFINED BENEFIT PENSION PLANS

The employees of the District are covered by either the School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System of Ohio (STRS). The State of Ohio accounts for the activities of these retirement systems and the amounts of the funds are not reflected in the accompanying financial statements. Under both SERS and STRS, a member is eligible for retirement when the member reaches age 60 and has five or more years of service credit; reaches age 55 and has 25 years or more of service credit; or has 30 or more years of service credit at any age.

A. School Employees Retirement System

All employees of the District performing duties that do not require a certificate issued by the Ohio Department of Education are required to contribute to SERS, a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by State statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3634.

Plan members are required to contribute 9 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current rate is 14 percent of annual covered payroll. Of the 14 percent District portion, 6.30 percent was used to fund the health care program for retirees. For certain employees, the District pays the 9 percent member contribution as an employee benefit. 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 District's contributions for pension obligations to SERS for the years ended June 30, 2000, 1999, and 1998 were \$995,070, \$1,018,860, and \$919,982 respectively, equal to the required contributions for each year.

B. State Teachers Retirement System

All full-time certified District employees participate in STRS, a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 10 continued)

Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9.3 percent of their annual covered salary and the District is required to contribute 14 percent, an actuarially determined rate. Of the 14 percent District portion, 8.0 percent was used to fund the health care program for retirees. For certain employees, the District pays the 9.3 percent member contribution as an employee benefit. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The District's contributions for pension obligations to STRS for the years ended June 30, 2000, 1999, and 1998 were \$2,227,019, \$2,235,024, and \$2,225,259 respectively, equal to the required contributions for each year.

C. Social Security System

Effective July 1, 1991, all employees and members of the Board of Education not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System are required to choose either Social Security or the School Employees Retirement System/State Teachers Retirement System. In 2000, all employees and three members of the Board were covered by STRS or SERS, while two Board members opted for Social Security.

NOTE 11 - POSTEMPLOYMENT BENEFITS

The District provides comprehensive health care benefits to retired teachers and their dependents through STRS, and to retired non-certificated employees and their dependents through SERS. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare premiums. Benefit provisions and the obligation to contribute are established by the systems based on authority granted by State statute. Both systems are funded on a pay-as-you-go basis.

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 11 continued)

The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of health care costs in the form of a monthly premium. By Ohio Law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. The board currently allocates employer contributions equal to 8.0 percent of covered payroll to the Health Care Reserve Fund for which payments for health care benefits are paid. For the District, this amount equaled \$1,216,727 during the 2000 fiscal year. The balance in the Health Care Reserve Fund was \$2,783 million at June 30, 1999 (the latest available information). For the year ended June 30, 1999, net health care costs paid by STRS were \$249,929,000 and STRS had 95,796 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more years of qualifying service credit, and disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium. For this fiscal year, employer contributions to fund health care benefits were 6.30 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for the partial service credit. For fiscal year 1999, the minimum pay has been established at \$12,400. The surcharge, added to the allocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. For the District, the amount to fund health care benefits including the surcharge, equaled \$403,432 for the 2000 fiscal year.

The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care at June 30, 1999 (the latest available information), were \$126,380,984 and the target level was \$189.6 million. At June 30, 1999 SERS had net assets available for payment of health care benefits of \$188 million. SERS has approximately 51,000 participants currently receiving health care benefits.

NOTE 12 - LONG-TERM OBLIGATIONS

A. Long-term Obligations Account Group

The changes in the District's long-term obligations during the year ended June 30, 2000 consist of the following:

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 12 continued)

	Balance July 1, 1999	Additions	Repayments	Balance June 30, 2000
General Obligation Bonds	\$12,050,000	\$ -	(\$435,000)	\$11,615,000
Energy Conservation Bonds	1,335,000	-	(255,000)	1,080,000
Compensated Absences	<u>2,455,850</u>	<u>16,513</u>	<u>-</u>	<u>2,472,363</u>
	<u>\$15,840,850</u>	<u>\$16,513</u>	<u>(\$690,000)</u>	<u>\$15,167,363</u>

The District's voted legal debt margin for general obligation bonds was \$55,311,597 with an unvoted legal debt margin of \$489,523 and an unvoted energy conservation legal debt margin of \$5,485,703 at June 30, 2000. General obligation bonds will be paid from property taxes. Energy conservation bonds and compensated absences will be paid from the general fund.

B. Bonds Outstanding

The following is a schedule of the District's bonds outstanding at June 30, 2000:

Purpose	Interest Rate	Issue Date	Maturity Date	Outstanding Beginning of Year	New Issues	Principal Redemptions During Year	Amount Outstanding End of Year
Facilities Acquisition	5.250	Feb 1994	Dec 2015	\$255,000	\$ -	\$15,000	\$240,000
Library Construction	5.728	Jun 1993	Dec 2011	1,320,000	-	55,000	1,265,000
Facilities Renovation	5.853	Jun 1993	Dec 2013	10,475,000	-	365,000	10,110,000
Energy Conservation [H.B. 264]	5.187	Jun 1993	Jun 2003	840,000	-	195,000	645,000
Energy Conservation [H.B. 264]	4.624	Feb 1996	Jun 2006	<u>495,000</u>	<u>-</u>	<u>60,000</u>	<u>435,000</u>
				<u>\$13,385,000</u>	<u>\$ -</u>	<u>\$690,000</u>	<u>\$12,695,000</u>

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 12 continued)

C. Future Debt Requirements

The District's future annual debt service requirements for bonded debt are as follows:

<u>General Obligation Bonds</u>			
<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$480,000	\$660,925	\$1,140,925
2002	535,000	635,745	1,170,745
2003	585,000	607,423	1,192,423
2004	645,000	575,720	1,220,720
2005	710,000	540,135	1,250,135
2006	775,000	500,410	1,275,410
2007	850,000	456,141	1,306,141
2008	930,000	406,770	1,336,770
2009	1,010,000	349,269	1,359,269
2010	1,095,000	283,638	1,378,638
2011	1,185,000	212,538	1,397,538
2012	1,170,000	139,094	1,309,094
2013	1,180,000	65,806	1,245,806
2014	435,000	15,488	450,488
2015	15,000	1,575	16,575
2016	15,000	788	15,788
	<u>\$11,615,000</u>	<u>\$5,451,465</u>	<u>\$17,066,465</u>

<u>Energy Conservation Bonds</u>			
<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$270,000	\$54,524	\$324,524
2002	285,000	40,772	325,772
2003	295,000	26,049	321,049
2004	75,000	10,678	85,678
2005	75,000	7,228	82,228
2006	80,000	3,760	83,760
	<u>\$1,080,000</u>	<u>\$143,011</u>	<u>\$1,223,011</u>

D. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Non-certificated employees earn ten to twenty days of vacation per

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 12 continued)

year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time.

Each employee earns sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 205 days (certificated employees), 230 days (non-certificated employees) and 265 days (administrators). Upon retirement or termination after 25 years of service, payment is made for 30 days plus 1/10th of the days remaining up to a maximum of 47.5 days (certificated employees) or one-fourth of the days (non-certificated employees) or 53.5 days (administrators). For purposes of retirement, the employee receiving such payment must meet the eligibility requirement provision set by STRS or SERS.

NOTE 13 - INTERFUND RECEIVABLES/PAYABLES

Short term interfund loans at June 30, 2000 are as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>	
General	\$952,971		
Special Revenue			
Public School Support		10,000	
District Managed Student Activities		10,000	
Career Development		14,000	
Educational Mobility Assistance Program		12,000	
Miscellaneous State Grants		74,000	
Title II		11,000	
Title VI B		175,000	
Vocational Education		32,000	
Title I		115,000	
Title VI		12,000	
Drug Free Education		15,500	
Preschool Handicapped		23,000	
Miscellaneous Federal Grant		83,500	\$587,000
Capital Projects			
SchoolNet		12,471	12,471
Enterprise			
Food Service		220,000	
Summer School		58,000	
Adult Community Education		48,000	326,000
Internal Service			
Rotary		11,000	11,000
Agency			
Student Activity		16,500	16,500
	<u>\$952,971</u>		<u>\$952,971</u>

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

NOTE 14 - CONTINGENCIES

A. Grants

The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, 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, 2000.

B. Litigation

As of June 30, 2000, the District was a party to various legal proceedings, seeking damages or injunctive relief arising in the ordinary course of business. The ultimate disposition of these proceedings is not presently determinable. The District carries adequate insurance coverage for most risks including property damage and personal liability and the District's management does not believe that any potential claims not covered by such insurance would have a material effect on the financial condition of the District.

C. School Finance

As of June 30, 2000, there were pending several challenges to real estate market valuation filed by property owners within the District. If successful, these challenges will result in a decrease of real property market valuation and therefore real estate property tax revenue received by the District. However, in the opinion of management, the disposition of all valuation challenges is not expected in the aggregate to have a material adverse effect on the financial position of the District.

NOTE 15 - SCHOOL FUNDING DECISION

On March 24, 1997, the Ohio Supreme Court (the "Court") rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the Ohio State Legislature to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to the District. During the

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 15 continued)

fiscal year ended June 30, 2000, the District received \$3,791,320 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the Ohio General Assembly in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the 'thorough and efficient' clause of the Ohio Constitution. The State appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. On May 11, 2000, the Ohio Supreme Court rendered an opinion on this issue. The Court concluded, "...the mandate of the [Ohio] Constitution has not been fulfilled". The Court's majority recognized efforts by the Ohio General Assembly taken in response to the Court's March 24, 1997 decision, however, it found seven "...major areas warrant further attention, study, and development by the General Assembly...", including the State's reliance on local property tax funding, the State's basic aid formula, the school foundation program, as discussed above, the mechanism for, and adequacy of, funding for school facilities, and the existence of the State's School Solvency Assistance Fund, which the Court found took the place of the unconstitutional emergency school loan assistance program. The Court decided to maintain jurisdiction over these issues and continued the case at least until June 15, 2001

As of the date of these financial statements, the District is unable to determine what effect, if any, this ongoing litigation will have on its future State funding under this program and on its financial operations.

NOTE 16 - SEGMENT INFORMATION - ENTERPRISE FUNDS

Financial segment information as of and for the year ended June 30, 2000 for the food service, uniform school supplies, summer school, adult and community education, recreation, and special enterprises funds are presented below:

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Summer School</u>	<u>Adult and Community Education</u>	<u>Recreation</u>	<u>Special Enterprises</u>	<u>Total</u>
Operating Revenues	\$768,916	\$22,559	\$30,800	\$103,292	\$5,647	\$2,276	\$933,490
Operating Expenses Before Depreciation	1,159,082	20,132	26,783	136,004	5,069	-	1,347,070
Depreciation	9,232	-	-	-	333	-	9,565
Operating Income (Loss)	(399,398)	2,427	4,017	(32,712)	245	2,276	(423,145)

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 16 continued)

State and Federal Grants	\$290,903	\$ -	\$1,282	\$8,213	\$ -	\$ -	\$300,398
Donated Commodities	45,204	-	-	-	-	-	45,204
Operating Transfers In	105,973	307	8,692	-	1,095	-	116,067
Net Income (Loss)	42,682	2,734	13,991	(24,499)	1,340	2,276	38,524
Net Working Capital	(110,514)	78,280	10,281	3,423	8,087	67,508	57,065
Total Assets	272,858	78,636	68,281	53,329	11,754	67,508	552,366
Total Equity	(63,291)	78,280	10,281	3,423	11,754	67,508	107,955
Encumbrances	6,887	-	38	-	-	-	6,925

NOTE 17 - STATUTORY RESERVES

Substitute House Bill 412, as amended, required the District to "set aside" certain percentages of defined revenues for (1) textbooks and instructional material purchases, (2) capital and maintenance expenditures and (3) to establish a budget reserve. It also required five year budget projections, amended the Fiscal Watch and Fiscal Emergency Statutes, created a State School District Solvency Fund and amended "spending reserve" provisions. During the fiscal year ended June 30, 2000, the reserve activity (cash-basis) was as follows:

	<u>Textbook Reserve</u>	<u>Capital Maintenance Reserve</u>	<u>Budget Stabilization Reserve</u>	<u>Total</u>
Set-Aside Balance, 7/1/99	\$ -	\$ -	\$170,211	\$170,211
Current Year Set-Aside Requirement	780,498	780,498	-	\$1,560,996
Current Year Offsets	-	-	-	-
Qualifying Disbursements	<u>(726,811)</u>	<u>(833,699)</u>	<u>-</u>	<u>(1,560,510)</u>
Total	<u>\$53,687</u>	<u>(\$53,201)</u>	<u>\$170,211</u>	<u>\$170,697</u>
Cash Balance Carried Forward to Fiscal Year 2001	<u>\$53,687</u>	<u>(\$53,201)</u>	<u>\$170,211</u>	<u>\$170,697</u>

BEDFORD CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS (continued)
JUNE 30, 2000

(Note 17 continued)

Expenditures in excess of current year or accumulated set-aside requirements in the Textbooks or Capital Maintenance Reserves may be carried forward to offset future year's set-aside requirements, with certain restrictions. Actual cash balances in excess of required set-asides may also be carried forward to offset future year(s) set-aside requirements.

**Combining, Individual Fund
and Account Group
Statements and Schedules**

General Fund

The general fund is the operating fund of the District and is used to account for all financial resources except those required to be accounted for in other funds.

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$27,868,232	\$27,868,232	\$ -
Tuition and Fees	263,125	263,125	-
Earnings on Investments	492,890	510,864	17,974
Other	168,974	168,974	-
Unrestricted Grants in Aid - State	5,793,990	5,855,236	61,246
Total Revenues	<u>34,587,211</u>	<u>34,666,431</u>	<u>79,220</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	9,863,603	9,850,394	13,209
Fringe Benefits	2,715,116	2,619,171	95,945
Purchased Services	132,181	52,095	80,086
Materials and Supplies	704,126	584,427	119,699
Capital Outlay - New	26,686	16,444	10,242
Capital Outlay - Replacement	38,997	36,310	2,687
Other	6,767	4,755	2,012
Total Regular	<u>13,487,476</u>	<u>13,163,596</u>	<u>323,880</u>
Special:			
Salaries and Wages	2,117,141	1,933,735	183,406
Fringe Benefits	562,142	542,071	20,071
Purchased Services	22,823	15,816	7,007
Materials and Supplies	26,620	24,300	2,320
Capital Outlay - Replacement	8,620	8,602	18
Other	5,935	5,167	768
Total Special	<u>2,743,281</u>	<u>2,529,691</u>	<u>213,590</u>
Vocational Education:			
Salaries and Wages	917,169	909,843	7,326
Fringe Benefits	273,537	237,269	36,268
Purchased Services	3,152	1,826	1,326
Materials and Supplies	41,243	36,665	4,578
Capital Outlay - New	47,304	46,304	1,000
Capital Outlay - Replacement	6,500	5,209	1,291
Total Vocational Education	<u>1,288,905</u>	<u>1,237,116</u>	<u>51,789</u>
Adult/Continuing:			
Salaries and Wages	10,000	5,439	4,561
Fringe Benefits	10,175	3,260	6,915
Total Adult/Continuing	<u>20,175</u>	<u>8,699</u>	<u>11,476</u>
Other			
Purchased Services	921,984	821,305	100,679
Total Other	<u>921,984</u>	<u>821,305</u>	<u>100,679</u>
Total Instruction	<u>18,461,821</u>	<u>17,760,407</u>	<u>701,414</u> (continued)

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund (continued)
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Support Services:			
Pupil:			
Salaries and Wages	\$1,323,337	\$1,279,071	\$44,266
Fringe Benefits	391,613	353,254	38,359
Purchased Services	384,329	363,106	21,223
Materials and Supplies	92,809	87,463	5,346
Capital Outlay - New	23,448	23,411	37
Other	100	100	-
Total Pupil	2,215,636	2,106,405	109,231
Instructional Staff:			
Salaries and Wages	812,744	810,451	2,293
Fringe Benefits	277,421	243,081	34,340
Purchased Services	50,243	46,633	3,610
Materials and Supplies	75,637	71,886	3,751
Capital Outlay - New	6,413	6,089	324
Capital Outlay - Replacement	7,040	7,024	16
Other	5,944	5,629	315
Total Instructional Staff	1,235,442	1,190,793	44,649
Board of Education:			
Salaries and Wages	10,000	9,680	320
Fringe Benefits	40,728	16,999	23,729
Purchased Services	229,766	211,774	17,992
Materials and Supplies	1,500	580	920
Other	49,400	46,264	3,136
Total Board of Education	331,394	285,297	46,097
Administration:			
Salaries and Wages	1,759,940	1,752,946	6,994
Fringe Benefits	705,664	596,383	109,281
Purchased Services	93,539	64,883	28,656
Materials and Supplies	25,565	23,071	2,494
Capital Outlay - New	4,380	1,343	3,037
Capital Outlay - Replacement	3,621	520	3,101
Other	31,640	27,988	3,652
Total Administration	2,624,349	2,467,134	157,215
Fiscal:			
Salaries and Wages	300,898	295,310	5,588
Fringe Benefits	110,875	101,026	9,849
Purchased Services	131,076	129,759	1,317
Materials and Supplies	10,367	9,328	1,039
Capital Outlay - New	125	-	125
Capital Outlay - Replacement	13,000	12,343	657
Other	578,200	576,992	1,208
Total Fiscal	1,144,541	1,124,758	19,783

(continued)

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund (continued)
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Business:			
Salaries and Wages	\$198,101	\$195,936	\$2,165
Fringe Benefits	69,830	57,453	12,377
Purchased Services	90,334	85,611	4,723
Materials and Supplies	4,365	3,298	1,067
Capital Outlay - New	1,000	-	1,000
Capital Outlay - Replacement	3,158	2,620	538
Other	3,680	2,835	845
Total Business	370,468	347,753	22,715
Operation and Maintenance of Plant:			
Salaries and Wages	1,995,528	1,984,125	11,403
Fringe Benefits	880,583	805,690	74,893
Purchased Services	2,136,588	1,779,149	357,439
Materials and Supplies	217,191	216,863	328
Capital Outlay - New	26,575	24,165	2,410
Capital Outlay - Replacement	81,397	80,659	738
Other	2,960	2,755	205
Total Operation and Maintenance of Plant	5,340,822	4,893,406	447,416
Pupil Transportation:			
Salaries and Wages	1,539,699	1,527,581	12,118
Fringe Benefits	381,440	376,460	4,980
Purchased Services	227,929	226,788	1,141
Materials and Supplies	389,151	386,514	2,637
Capital Outlay - New	5,995	4,822	1,173
Capital Outlay - Replacement	15,000	13,985	1,015
Other	1,750	1,669	81
Total Pupil Transportation	2,560,964	2,537,819	23,145
Central:			
Salaries and Wages	53,172	52,471	701
Fringe Benefits	22,508	21,423	1,085
Purchased Services	69,098	68,500	598
Materials and Supplies	4,763	4,493	270
Capital Outlay - New	275	86	189
Total Central	149,816	146,973	2,843
Total Support Services	15,973,432	15,100,338	873,094
Extracurricular Activities:			
Academic and Subject Oriented:			
Salaries and Wages	39,126	34,126	5,000
Fringe Benefits	4,000	3,542	458
Total Academic and Subject Oriented	43,126	37,668	5,458
Occupation Oriented:			
Salaries and Wages	6,835	2,253	4,582
Total Occupation Oriented	6,835	2,253	4,582
Sports Oriented:			
Salaries and Wages	262,274	255,831	6,443
Fringe Benefits	26,000	25,661	339
Total Sports Oriented	288,274	281,492	6,782

(continued)

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund (continued)
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
School and Public Service Oriented:			
Salaries and Wages	\$27,824	\$25,206	\$2,618
Fringe Benefits	2,000	588	1,412
Total School and Public Service Oriented	<u>29,824</u>	<u>25,794</u>	<u>4,030</u>
Total Extracurricular Activities	<u>368,059</u>	<u>347,207</u>	<u>20,852</u>
Debt Service:			
Principal	270,000	270,000	-
Interest	67,424	67,424	-
Total Debt Service	<u>337,424</u>	<u>337,424</u>	<u>-</u>
Total Expenditures	<u>35,140,736</u>	<u>33,545,376</u>	<u>1,595,360</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(643,525)</u>	<u>1,121,055</u>	<u>1,764,580</u>
Other Financing Sources (Uses)			
Advances In	244,000	244,000	-
Refund of Prior Year Expenditures	450,801	450,801	-
Operating Transfers Out	(238,000)	(237,428)	572
Advances Out	(948,500)	(947,971)	529
Refund of Prior Years Receipts	(3,000)	(2,826)	174
Contingencies	(84,200)	-	84,200
Total Other Financing Sources (Uses)	<u>(578,899)</u>	<u>(493,424)</u>	<u>85,475</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>(1,132,424)</u>	<u>627,631</u>	<u>1,760,055</u>
Fund Balance - Beginning of Year	2,039,747	2,039,747	-
Encumbrances - End of Year	<u>-</u>	<u>577,357</u>	<u>577,357</u>
Fund Balance - End of Year	<u>\$907,323</u>	<u>\$3,244,735</u>	<u>\$2,337,412</u>

Special Revenue Funds

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

The **Public School Support Fund** accounts for proceeds of local fund raising at the building level.

The **Other Grant Fund** accounts for proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditure for specific purposes.

The **Venture Capital Fund** accounts for state grant funds awarded to the District and to schools within the District for the purpose of curriculum improvement.

The **District Managed Student Activities Fund** accounts for adult-led student activities. This fund accounts for all costs (excluding supplemental coaching and advising contract) of the extra curricular athletic and music programs of the District.

The **Auxiliary Services Fund** accounts for educational programs run by the District with state funds on behalf of District students attending one of four non-public schools within the boundaries of the District.

The **Disadvantaged Pupil Program Fund** accounts for funds which are provided for the improvement of the educational and cultural status of disadvantaged pupils.

The **Career Development Fund** accounts for moneys received and expended in conjunction with Vocational Education Career Development projects funded by the State of Ohio.

The **Teacher Development Fund** accounts for state funds spent on teacher in-service and training.

The **Educational Mobility Assistance Program Fund** accounts for state funds provided to assist in the reduction of racial isolation within a school district.

The **Gifted Education Fund** accounts for state moneys used for research and demonstration projects and other purposes.

The **Education Management Information Services Fund** accounts for state funds provided for hardware and software development and other costs associated with the requirements of the management information system.

Special Revenue Funds

(continued)

The **Disadvantaged Pupil Impact Aid Fund** accounts for moneys received by the District from the State Foundation Program for disadvantaged pupil impact aid.

The **School Net Professional Development Fund** accounts for a limited number of professional development subsidy grants.

The **Ohio Reads Fund** accounts for moneys received by the District from the State intended to improve reading outcomes.

The **Miscellaneous State Grants Fund** accounts for miscellaneous state grants not otherwise designated.

The **Title II Fund** accounts for federal funds used to strengthen education through the purchase of special equipment and materials.

The **Title VIB Fund** accounts for federal funds used to help provide full educational opportunities to handicapped children.

The **Vocational Education Fund** accounts for federal funds for cooperating development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped.

The **Title I Fund** accounts for federal funds used to meet the needs of educationally deprived children.

The **Title VI Fund** accounts for federal funds given to the state used to meet state determined educational needs.

The **Drug Free Education Fund** accounts for federal funds which support drug abuse education and prevention programs.

The **Preschool Handicapped Fund** accounts for federal funds which support the improvement and expansion of services for handicapped children ages three through five.

The **Miscellaneous Federal Grants Fund** accounts for miscellaneous federal grants not otherwise designated.



Bedford City School District
Combining Balance Sheet
All Special Revenue Funds
June 30, 2000

	Public School Support	Other Grant	Venture Capital	District Managed Student Activities
Assets				
Equity in Pooled Cash and Cash Equivalents	\$84,130	\$71,616	\$50,643	\$80,431
Receivables:				
Intergovernmental	-	-	-	-
Total Assets	\$84,130	\$71,616	\$50,643	\$80,431
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$1,307	\$1,500	\$1,111	\$12,103
Accrued Wages and Benefits	-	-	-	-
Interfund Loans Payable	10,000	-	-	10,000
Due to Other Governments	402	-	-	-
Total Liabilities	11,709	1,500	1,111	22,103
Fund Equity:				
Fund Balances (Deficits):				
Reserved for Encumbrances	8,240	22,205	4,910	29,373
Unreserved - Undesignated (Deficit)	64,181	47,911	44,622	28,955
Total Fund Equity	72,421	70,116	49,532	58,328
Total Liabilities and Fund Equity	\$84,130	\$71,616	\$50,643	\$80,431

Auxiliary Services	Disadvantaged Pupil Program	Career Development	Teacher Development	Educational Mobility Assistance Program	Education Management Information Services	SchoolNet Professional Development	Ohio Reads
\$139,095	\$905	\$16,432	\$13,489	\$859	\$10,993	\$4,000	\$261
-	-	-	-	-	-	-	-
\$139,095	\$905	\$16,432	\$13,489	\$859	\$10,993	\$4,000	\$261
\$5,392	\$ -	\$ -	\$ -	\$ -	\$ -	\$2,000	\$ -
20,304	-	3,286	-	-	-	-	-
-	-	14,000	-	12,000	-	-	-
16,633	-	-	-	-	-	-	-
42,329	-	17,286	-	12,000	-	2,000	-
56,413	-	-	-	-	-	-	-
40,353	905	(854)	13,489	(11,141)	10,993	2,000	261
96,766	905	(854)	13,489	(11,141)	10,993	2,000	261
\$139,095	\$905	\$16,432	\$13,489	\$859	\$10,993	\$4,000	\$261

(continued)

Bedford City School District
Combining Balance Sheet
All Special Revenue Funds (continued)
June 30, 2000

	Miscellaneous State Grants	Title II	Title VIB	Vocational Education
Assets				
Equity in Pooled Cash and Cash Equivalents	\$171,063	\$27,443	\$189,951	\$74,585
Receivables:				
Intergovernmental	-	4,668	-	-
Total Assets	\$171,063	\$32,111	\$189,951	\$74,585
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$3,278	\$120	\$ -	\$1,738
Accrued Wages and Benefits	-	-	-	5,356
Interfund Loans Payable	74,000	11,000	175,000	32,000
Due to Other Governments	-	-	-	38,756
Total Liabilities	77,278	11,120	175,000	77,850
Fund Equity:				
Fund Balances (Deficits):				
Reserved for Encumbrances	79,787	2,422	-	9,072
Unreserved - Undesignated (Deficit)	13,998	18,569	14,951	(12,337)
Total Fund Equity	93,785	20,991	14,951	(3,265)
Total Liabilities and Fund Equity	\$171,063	\$32,111	\$189,951	\$74,585

Title I	Title VI	Drug Free Education	Preschool Handicapped	Miscellaneous Federal Grants	Totals
\$159,723	\$15,248	\$31,727	\$20,309	\$55,797	\$1,218,700
53,660	-	5,295	-	-	63,623
\$213,383	\$15,248	\$37,022	\$20,309	\$55,797	\$1,282,323
\$ -	\$ -	\$40	\$ -	\$4,213	\$32,802
51,699	-	-	-	13,225	93,870
115,000	12,000	15,500	23,000	83,500	587,000
-	-	-	-	-	55,791
166,699	12,000	15,540	23,000	100,938	769,463
29	7,894	3,945	-	11,696	235,986
46,655	(4,646)	17,537	(2,691)	(56,837)	276,874
46,684	3,248	21,482	(2,691)	(45,141)	512,860
\$213,383	\$15,248	\$37,022	\$20,309	\$55,797	\$1,282,323

Bedford City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 2000*

	Public School Support	Other Grant	Venture Capital
Revenues			
Earnings on Investments	\$ -	\$ -	\$ -
Intergovernmental	-	85,784	75,000
Extracurricular Activities	60,965	-	-
Miscellaneous	52,657	6,500	-
	<u>113,622</u>	<u>92,284</u>	<u>75,000</u>
Total Revenues			
Expenditures			
Current:			
Instruction	91,759	35,391	62,172
Support Services:			
Pupils	-	-	-
Instructional Staff	13,483	9	-
Administration	-	-	-
Fiscal	-	-	816
Business	7,904	-	-
Operation and Maintenance of Plant	-	-	-
Central	-	-	-
Community Services	-	-	-
Extracurricular Activities	-	-	-
Capital Outlay	-	-	-
	<u>113,146</u>	<u>35,400</u>	<u>62,988</u>
Total Expenditures			
	<u>476</u>	<u>56,884</u>	<u>12,012</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures			
Other Financing Sources			
Operating Transfers In	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources			
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures			
	<u>476</u>	<u>56,884</u>	<u>12,012</u>
Fund Balance (Deficit) - Beginning of Year	<u>71,945</u>	<u>13,232</u>	<u>37,520</u>
Fund Balance (Deficit) - End of Year	<u>\$72,421</u>	<u>\$70,116</u>	<u>\$49,532</u>

District Managed Student Activities	Auxiliary Services	Disadvantaged Pupil Program	Career Development	Teacher Development	Educational Mobility Assistance Program	Gifted Education
\$ -	\$2,468	\$ -	\$ -	\$ -	\$ -	\$ -
-	407,587	-	27,778	19,061	-	-
87,670	-	-	-	-	-	-
24,866	7,219	-	-	-	-	-
<u>112,536</u>	<u>417,274</u>	<u>-</u>	<u>27,778</u>	<u>19,061</u>	<u>-</u>	<u>-</u>
-	-	-	34,703	-	-	1,635
-	-	-	-	-	-	1,095
-	-	-	-	5,622	-	-
-	-	-	-	11,403	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	370,875	-	-	-	-	-
226,513	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>226,513</u>	<u>370,875</u>	<u>-</u>	<u>34,703</u>	<u>17,025</u>	<u>-</u>	<u>2,730</u>
<u>(113,977)</u>	<u>46,399</u>	<u>-</u>	<u>(6,925)</u>	<u>2,036</u>	<u>-</u>	<u>(2,730)</u>
<u>97,754</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>97,754</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(16,223)</u>	<u>46,399</u>	<u>-</u>	<u>(6,925)</u>	<u>2,036</u>	<u>-</u>	<u>(2,730)</u>
<u>74,551</u>	<u>50,367</u>	<u>905</u>	<u>6,071</u>	<u>11,453</u>	<u>(11,141)</u>	<u>2,730</u>
<u>\$58,328</u>	<u>\$96,766</u>	<u>\$905</u>	<u>(\$854)</u>	<u>\$13,489</u>	<u>(\$11,141)</u>	<u>\$ -</u>

(continued)

Bedford City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances*
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2000

	Education Management Information Services	Disadvantaged Pupil Impact Aid	SchoolNet Professional Development
Revenues			
Earnings on Investments	\$ -	\$ -	\$ -
Intergovernmental	11,615	175,722	4,000
Extracurricular Activities	-	-	-
Miscellaneous	-	-	-
	<hr/>	<hr/>	<hr/>
Total Revenues	11,615	175,722	4,000
	<hr/>	<hr/>	<hr/>
Expenditures			
Current:			
Instruction	-	175,722	2,000
Support Services:			
Pupils	-	-	-
Instructional Staff	-	-	-
Administration	-	-	-
Fiscal	-	-	-
Business	-	-	-
Operation and Maintenance of Plant	-	-	-
Central	44,879	-	-
Community Services	-	-	-
Extracurricular Activities	-	-	-
Capital Outlay	-	-	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	44,879	175,722	2,000
	<hr/>	<hr/>	<hr/>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(33,264)	-	2,000
	<hr/>	<hr/>	<hr/>
Other Financing Sources			
Operating Transfers In	-	-	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources	-	-	-
	<hr/>	<hr/>	<hr/>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(33,264)	-	2,000
	<hr/>	<hr/>	<hr/>
Fund Balance (Deficit) - Beginning of Year	44,257	-	-
	<hr/>	<hr/>	<hr/>
Fund Balance (Deficit) - End of Year	<u>\$10,993</u>	<u>\$ -</u>	<u>\$2,000</u>

Ohio Reads	Miscellaneous State Grants	Title II	Title VIB	Vocational Education	Title I	Title VI	Drug Free Education
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
8,000	147,641	9,336	271,348	70,665	365,623	21,858	46,065
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>8,000</u>	<u>147,641</u>	<u>9,336</u>	<u>271,348</u>	<u>70,665</u>	<u>365,623</u>	<u>21,858</u>	<u>46,065</u>
7,739	75,975	-	214,723	12,156	260,617	41,713	3,997
-	-	120	-	18,549	-	-	10,030
-	-	7,600	-	33,067	-	-	7,941
-	-	-	-	2,704	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	9,505
-	4,031	-	-	11,679	-	-	-
-	-	-	33,116	-	24,083	373	-
-	-	-	-	-	-	-	-
-	-	-	-	-	2,780	-	-
<u>7,739</u>	<u>80,006</u>	<u>7,720</u>	<u>247,839</u>	<u>78,155</u>	<u>287,480</u>	<u>42,086</u>	<u>31,473</u>
261	67,635	1,616	23,509	(7,490)	78,143	(20,228)	14,592
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
261	67,635	1,616	23,509	(7,490)	78,143	(20,228)	14,592
-	26,150	19,375	(8,558)	4,225	(31,459)	23,476	6,890
<u>\$261</u>	<u>\$93,785</u>	<u>\$20,991</u>	<u>\$14,951</u>	<u>(\$3,265)</u>	<u>\$46,684</u>	<u>\$3,248</u>	<u>\$21,482</u>

(continued)

Bedford City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances*
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2000

	Preschool Handicapped	Miscellaneous Federal Grants	Totals
Revenues			
Earnings on Investments	\$ -	\$ -	\$2,468
Intergovernmental	24,434	88,092	1,859,609
Extracurricular Activities	-	-	148,635
Miscellaneous	-	-	91,242
	<hr/>	<hr/>	<hr/>
Total Revenues	24,434	88,092	2,101,954
	<hr/>	<hr/>	<hr/>
Expenditures			
Current:			
Instruction	21,443	144,605	1,186,350
Support Services:			
Pupils	-	-	29,794
Instructional Staff	-	-	67,722
Administration	-	-	2,704
Fiscal	-	-	12,219
Business	-	-	7,904
Operation and Maintenance of Plant	-	-	9,505
Central	-	-	60,589
Community Services	5,682	-	434,129
Extracurricular Activities	-	-	226,513
Capital Outlay	-	-	2,780
	<hr/>	<hr/>	<hr/>
Total Expenditures	27,125	144,605	2,040,209
	<hr/>	<hr/>	<hr/>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,691)	(56,513)	61,745
	<hr/>	<hr/>	<hr/>
Other Financing Sources			
Operating Transfers In	-	-	97,754
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources	-	-	97,754
	<hr/>	<hr/>	<hr/>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(2,691)	(56,513)	159,499
	<hr/>	<hr/>	<hr/>
Fund Balance (Deficit) - Beginning of Year	-	11,372	353,361
	<hr/>	<hr/>	<hr/>
Fund Balance (Deficit) - End of Year	(\$2,691)	(\$45,141)	\$512,860
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Public School Support
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Other	\$104,521	\$111,894	\$7,373
Total Revenues	<u>104,521</u>	<u>111,894</u>	<u>7,373</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	54,742	35,865	18,877
Materials and Supplies	82,617	61,611	21,006
Capital Outlay - New	2,808	402	2,406
Capital Outlay - Replacement	300	-	300
Other	12,713	5,045	7,668
Total Regular	<u>153,180</u>	<u>102,923</u>	<u>50,257</u>
Special:			
Materials and Supplies	5	-	5
Total Special	<u>5</u>	<u>-</u>	<u>5</u>
Vocational Education:			
Materials and Supplies	1,101	-	1,101
Total Vocational Education	<u>1,101</u>	<u>-</u>	<u>1,101</u>
Total Instruction	<u>154,286</u>	<u>102,923</u>	<u>51,363</u>
Support Services:			
Pupil:			
Capital Outlay - New	293	-	293
Total Pupil	<u>293</u>	<u>-</u>	<u>293</u>
Instructional Staff:			
Salaries and Wages	8,406	7,795	611
Fringe Benefits	5,986	5,569	417
Purchased Services			-
Materials and Supplies	2,786	1,074	1,712
Other	300	300	-
Total Instructional Staff	<u>17,478</u>	<u>14,738</u>	<u>2,740</u>
Administration:			
Purchased Services	1,177	-	1,177
Materials and Supplies	2,500	-	2,500
Other	9,820	-	9,820
Total Administration	<u>13,497</u>	<u>-</u>	<u>13,497</u>
Business:			
Materials and Supplies	8,603	8,531	72
Total Business	<u>8,603</u>	<u>8,531</u>	<u>72</u>
Total Support Services	<u>39,871</u>	<u>23,269</u>	<u>16,602</u>
Total Expenditures	<u>194,157</u>	<u>126,192</u>	<u>67,965</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(89,636)</u>	<u>(14,298)</u>	<u>75,338</u>

(continued)

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Public School Support (continued)
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Other Financing Sources			
Advances In	\$10,000	\$10,000	\$ -
Refund of Prior Year Expenditures	1,728	1,728	-
Total Other Financing Sources	<u>11,728</u>	<u>11,728</u>	<u>-</u>
(Deficiency) of Revenues and Other Financing Sources (Under) Expenditures	(77,908)	(2,570)	75,338
Fund Balance - Beginning of Year	77,535	77,535	-
Encumbrances - End of Year	<u>-</u>	<u>9,165</u>	<u>9,165</u>
Fund Balance (Deficit) - End of Year	<u>(\$373)</u>	<u>\$84,130</u>	<u>\$84,503</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Other Grant
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Other	\$87,284	\$92,284	\$5,000
Total Revenues	<u>87,284</u>	<u>92,284</u>	<u>5,000</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	1,525	1,525	-
Fringe Benefits	127	127	-
Purchased Services	5,715	5,408	307
Materials and Supplies	9,696	7,627	2,069
Capital Outlay - New	7,981	7,971	10
Other	6,844	4,093	2,751
Total Regular	<u>31,888</u>	<u>26,751</u>	<u>5,137</u>
Vocational Education:			
Purchased Services	13,553	1,000	12,553
Materials and Supplies	4,000	4,000	-
Capital Outlay - New	36,931	25,762	11,169
Total Vocational Education	<u>54,484</u>	<u>30,762</u>	<u>23,722</u>
Total Instruction	<u>86,372</u>	<u>57,513</u>	<u>28,859</u>
Instructional Staff:			
Salaries and Wages	7,725	-	7,725
Fringe Benefits	1,775	9	1,766
Purchased Services	2,700	-	2,700
Materials and Supplies	1,800	-	1,800
Total Instructional Staff	<u>14,000</u>	<u>9</u>	<u>13,991</u>
Total Support Services	<u>14,000</u>	<u>9</u>	<u>13,991</u>
Total Expenditures	<u>100,372</u>	<u>57,522</u>	<u>42,850</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(13,088)</u>	<u>34,762</u>	<u>47,850</u>
Other Financing (Uses)			
Refund of Prior Years Receipts	(83)	(83)	-
Total Other Financing (Uses)	<u>(83)</u>	<u>(83)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	(13,171)	34,679	47,850
Fund Balance - Beginning of Year	13,232	13,232	-
Encumbrances - End of Year	-	23,705	23,705
Fund Balance - End of Year	<u>\$61</u>	<u>\$71,616</u>	<u>\$71,555</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Venture Capital
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Other	\$75,000	\$75,000	\$ -
Total Revenues	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	7,620	1,620	6,000
Fringe Benefits	11,938	6,778	5,160
Purchased Services	29,235	15,905	13,330
Materials and Supplies	43,157	30,696	12,461
Capital Outlay - New	12,084	8,870	3,214
Other	5,639	3,805	1,834
Total Regular	<u>109,673</u>	<u>67,674</u>	<u>41,999</u>
Total Instruction	<u>109,673</u>	<u>67,674</u>	<u>41,999</u>
Fiscal:			
Other	816	816	-
Total Fiscal	<u>816</u>	<u>816</u>	<u>-</u>
Total Support Services	<u>816</u>	<u>816</u>	<u>-</u>
Total Expenditures	<u>110,489</u>	<u>68,490</u>	<u>41,999</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(35,489)</u>	<u>6,510</u>	<u>41,999</u>
Other Financing Sources			
Contingencies	2,509	-	(2,509)
Total Other Financing Sources	<u>2,509</u>	<u>-</u>	<u>(2,509)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	<u>(32,980)</u>	<u>6,510</u>	<u>39,490</u>
Fund Balance - Beginning of Year	37,998	37,998	-
Encumbrances - End of Year	-	6,135	6,135
Fund Balance - End of Year	<u><u>\$5,018</u></u>	<u><u>\$50,643</u></u>	<u><u>\$45,625</u></u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - District Managed Student Activities
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Other	\$98,148	\$112,535	\$14,387
Total Revenues	<u>98,148</u>	<u>112,535</u>	<u>14,387</u>
Expenditures			
Current:			
Extracurricular Activities:			
Academic and Subject Oriented:			
Salaries and Wages	735	500	235
Fringe Benefits	13	-	13
Purchased Services	5,935	4,865	1,070
Materials and Supplies	12,028	10,444	1,584
Capital Outlay - New	984	984	-
Other	29	-	29
Total Academic and Subject Oriented	<u>19,724</u>	<u>16,793</u>	<u>2,931</u>
Occupation Oriented:			
Purchased Services	1,543	829	714
Materials and Supplies	3,187	1,993	1,194
Total Occupation Oriented	<u>4,730</u>	<u>2,822</u>	<u>1,908</u>
Sports Oriented:			
Salaries and Wages	9,240	8,105	1,135
Fringe Benefits	698	632	66
Purchased Services	74,687	67,824	6,863
Materials and Supplies	109,092	99,007	10,085
Capital Outlay - New	14,376	13,788	588
Capital Outlay - Replacement	12,153	12,138	15
Total Sports Oriented	<u>220,246</u>	<u>201,494</u>	<u>18,752</u>
School and Public Service Oriented:			
Purchased Services	24,361	17,677	6,684
Materials and Supplies	15,310	10,183	5,127
Capital Outlay - New	7,712	7,202	510
Capital Outlay - Replacement	153	-	153
Other	2,011	1,777	234
Total School and Public Service Oriented	<u>49,547</u>	<u>36,839</u>	<u>12,708</u>
Total Extracurricular Activities	<u>294,247</u>	<u>257,948</u>	<u>36,299</u>
Total Expenditures	<u>294,247</u>	<u>257,948</u>	<u>36,299</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(196,099)</u>	<u>(145,413)</u>	<u>50,686</u>
Other Financing Sources			
Operating Transfers In	97,754	97,754	-
Advances In	10,000	10,000	-
Total Other Financing Sources	<u>107,754</u>	<u>107,754</u>	<u>-</u>

(continued)

Bedford City School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - District Managed Student Activities (continued)
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
(Deficiency) of Revenues and Other Financing Sources (Under) Expenditures	(\$88,345)	(\$37,659)	\$50,686
Fund Balance - Beginning of Year	83,809	83,809	-
Encumbrances - End of Year	-	34,281	34,281
Fund Balance (Deficit) - End of Year	<u>(\$4,536)</u>	<u>\$80,431</u>	<u>\$84,967</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Auxiliary Services
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$2,089	\$2,468	\$379
Restricted Grants in Aid - State	414,806	414,806	-
Total Revenues	<u>416,895</u>	<u>417,274</u>	<u>379</u>
Expenditures			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	95,456	82,960	12,496
Fringe Benefits	36,966	33,069	3,897
Purchased Services	159,715	147,157	12,558
Materials and Supplies	179,800	174,549	5,251
Capital Outlay - New	15,326	11,314	4,012
Other	5,965	5,965	-
Total Community Services	<u>493,228</u>	<u>455,014</u>	<u>38,214</u>
Total Operation of Non-Instructional Services	<u>493,228</u>	<u>455,014</u>	<u>38,214</u>
Total Expenditures	<u>493,228</u>	<u>455,014</u>	<u>38,214</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(76,333)</u>	<u>(37,740)</u>	<u>38,593</u>
Other Financing Sources			
Contingencies	35,992	-	(35,992)
Total Other Financing Sources	<u>35,992</u>	<u>-</u>	<u>(35,992)</u>
(Deficiency) of Revenues and Other Financing Sources (Under) Expenditures	<u>(40,341)</u>	<u>(37,740)</u>	<u>2,601</u>
Fund Balance - Beginning of Year	114,983	114,983	-
Encumbrances - End of Year	-	61,852	61,852
Fund Balance - End of Year	<u><u>\$74,642</u></u>	<u><u>\$139,095</u></u>	<u><u>\$64,453</u></u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Disadvantaged Pupil Program
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Fund Balance - Beginning of Year	\$905	\$905	\$ -
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u>\$905</u>	<u>\$905</u>	<u>\$ -</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Career Development
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - State	\$27,531	\$32,433	\$4,902
Total Revenues	<u>27,531</u>	<u>32,433</u>	<u>4,902</u>
Expenditures			
Current:			
Instruction:			
Vocational Education:			
Salaries and Wages	30,798	22,974	7,824
Fringe Benefits	15,162	11,566	3,596
Total Vocational Education	<u>45,960</u>	<u>34,540</u>	<u>11,420</u>
Total Instruction	<u>45,960</u>	<u>34,540</u>	<u>11,420</u>
Total Expenditures	<u>45,960</u>	<u>34,540</u>	<u>11,420</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(18,429)</u>	<u>(2,107)</u>	<u>16,322</u>
Other Financing Sources			
Advances In	14,000	14,000	-
Total Other Financing Sources	<u>14,000</u>	<u>14,000</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(4,429)	11,893	16,322
Fund Balance - Beginning of Year	4,539	4,539	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$110</u>	<u>\$16,432</u>	<u>\$16,322</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Teacher Development
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - State	\$19,061	\$19,061	\$ -
Total Revenues	<u>19,061</u>	<u>19,061</u>	<u>-</u>
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Salaries and Wages	10,974	3,230	7,744
Fringe Benefits	1,000	20	980
Purchased Services	5,927	2,572	3,355
Materials and Supplies	222	222	-
Other	1,210	(200)	1,410
Total Instructional Staff	<u>19,333</u>	<u>5,844</u>	<u>13,489</u>
Administration:			
Other	11,403	11,403	-
Total Administration	<u>11,403</u>	<u>11,403</u>	<u>-</u>
Total Support Services	<u>30,736</u>	<u>17,247</u>	<u>13,489</u>
Total Expenditures	<u>30,736</u>	<u>17,247</u>	<u>13,489</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(11,675)</u>	<u>1,814</u>	<u>13,489</u>
Fund Balance - Beginning of Year	11,675	11,675	-
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$13,489</u></u>	<u><u>\$13,489</u></u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Educational Mobility Assistance Program
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Other Financing Sources (Uses)			
Advances In	\$12,000	\$12,000	\$ -
Advances Out	(12,000)	(12,000)	-
Total Other Financing Sources (Uses)	-	-	-
 Fund Balance - Beginning of Year	 859	 859	 -
Encumbrances - End of Year	-	-	-
 Fund Balance - End of Year	 \$859	 \$859	 \$ -

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Gifted Education
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Expenditures			
Current:			
Instruction:			
Special:			
Salaries and Wages	\$354	\$354	\$ -
Fringe Benefits	29	29	-
Purchased Services	340	340	-
Materials and Supplies	1,010	1,010	-
Total Special	<u>1,733</u>	<u>1,733</u>	<u>-</u>
Total Instruction	<u>1,733</u>	<u>1,733</u>	<u>-</u>
Support Services:			
Pupil:			
Purchased Services	1,862	1,862	-
Materials and Supplies	494	494	-
Total Pupil	<u>2,356</u>	<u>2,356</u>	<u>-</u>
Total Support Services	<u>2,356</u>	<u>2,356</u>	<u>-</u>
Total Expenditures	<u>4,089</u>	<u>4,089</u>	<u>-</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(4,089)</u>	<u>(4,089)</u>	<u>-</u>
Other Financing (Uses)			
Refund of Prior Years Receipts	(127)	(127)	-
Total Other Financing (Uses)	<u>(127)</u>	<u>(127)</u>	<u>-</u>
(Deficiency) of Revenues (Under) Expenditures and Other Financing (Uses)	<u>(4,216)</u>	<u>(4,216)</u>	<u>-</u>
Fund Balance - Beginning of Year	4,216	4,216	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Education Management Information Services
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - State	\$11,615	\$11,615	\$ -
Total Revenues	<u>11,615</u>	<u>11,615</u>	<u>-</u>
Expenditures			
Current:			
Support Services:			
Central:			
Salaries and Wages	9,943	604	9,339
Fringe Benefits	1,536	18	1,518
Capital Outlay - New	44,257	44,257	-
Total Central	<u>55,736</u>	<u>44,879</u>	<u>10,857</u>
Total Support Services	<u>55,736</u>	<u>44,879</u>	<u>10,857</u>
Total Expenditures	<u>55,736</u>	<u>44,879</u>	<u>10,857</u>
(Deficiency) of Revenues (Under) Expenditures	(44,121)	(33,264)	10,857
Fund Balance - Beginning of Year	44,257	44,257	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$136</u>	<u>\$10,993</u>	<u>\$10,857</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Disadvantaged Pupil Impact Aid
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Restricted Grants in Aid - State	\$175,722	\$175,722	\$ -
Total Revenues	<u>175,722</u>	<u>175,722</u>	<u>-</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	175,722	175,722	-
Total Regular	<u>175,722</u>	<u>175,722</u>	<u>-</u>
Total Instruction	<u>175,722</u>	<u>175,722</u>	<u>-</u>
Total Expenditures	<u>175,722</u>	<u>175,722</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-
Fund Balance - Beginning of Year	-	-	-
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - SchoolNet Professional Development
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - State	\$3,000	\$4,000	\$1,000
Total Revenues	<u>3,000</u>	<u>4,000</u>	<u>1,000</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	3,000	2,000	1,000
Total Regular	<u>3,000</u>	<u>2,000</u>	<u>1,000</u>
Total Instruction	<u>3,000</u>	<u>2,000</u>	<u>1,000</u>
Total Expenditures	<u>3,000</u>	<u>2,000</u>	<u>1,000</u>
Excess of Revenues Over Expenditures	-	2,000	2,000
Fund Balance - Beginning of Year	-	-	-
Encumbrances - End of Year	-	2,000	2,000
Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$4,000</u></u>	<u><u>\$4,000</u></u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Ohio Reads
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - State	\$8,000	\$8,000	\$ -
Total Revenues	<u>8,000</u>	<u>8,000</u>	<u>-</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	6,940	6,930	10
Fringe Benefits	1,060	809	251
Total Regular	<u>8,000</u>	<u>7,739</u>	<u>261</u>
Total Instruction	<u>8,000</u>	<u>7,739</u>	<u>261</u>
Total Expenditures	<u>8,000</u>	<u>7,739</u>	<u>261</u>
Excess of Revenues Over Expenditures	-	261	261
Fund Balance - Beginning of Year	-	-	-
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$261</u>	<u>\$261</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Miscellaneous State Grants
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - State	\$177,876	\$177,876	\$ -
Total Revenues	<u>177,876</u>	<u>177,876</u>	<u>-</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	3,898	(438)	4,336
Fringe Benefits	602	-	602
Purchased Services	7,898	4,358	3,540
Materials and Supplies	121,379	63,699	57,680
Other	13,500	4,958	8,542
Total Regular	<u>147,277</u>	<u>72,577</u>	<u>74,700</u>
Special:			
Salaries and Wages	336	336	-
Purchased Services	15,540	6,040	9,500
Materials and Supplies	18,900	16,883	2,017
Capital Outlay - New	61,125	59,928	1,197
Total Special	<u>95,901</u>	<u>83,187</u>	<u>12,714</u>
Total Instruction	<u>243,178</u>	<u>155,764</u>	<u>87,414</u>
Support Services:			
Administration:			
Materials and Supplies	5	-	5
Capital Outlay - New	4,031	4,031	-
Total Administration	<u>4,036</u>	<u>4,031</u>	<u>5</u>
Total Support Services	<u>4,036</u>	<u>4,031</u>	<u>5</u>
Total Expenditures	<u>247,214</u>	<u>159,795</u>	<u>87,419</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(69,338)</u>	<u>18,081</u>	<u>87,419</u>
Other Financing Sources (Uses)			
Advances In	74,000	74,000	-
Advances Out	(41,000)	(41,000)	-
Total Other Financing Sources (Uses)	<u>33,000</u>	<u>33,000</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>(36,338)</u>	<u>51,081</u>	<u>87,419</u>
Fund Balance - Beginning of Year	36,915	36,915	-
Encumbrances - End of Year	-	83,067	83,067
Fund Balance - End of Year	<u><u>\$577</u></u>	<u><u>\$171,063</u></u>	<u><u>\$170,486</u></u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Title II
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - Federal	\$4,668	\$4,668	\$ -
Total Revenues	<u>4,668</u>	<u>4,668</u>	<u>-</u>
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Salaries and Wages	13,449	570	12,879
Fringe Benefits	1,875	6	1,869
Purchased Services	16,424	8,747	7,677
Materials and Supplies	4,697	3,049	1,648
Total Instructional Staff	<u>36,445</u>	<u>12,372</u>	<u>24,073</u>
Total Support Services	<u>36,445</u>	<u>12,372</u>	<u>24,073</u>
Total Expenditures	<u>36,445</u>	<u>12,372</u>	<u>24,073</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(31,777)</u>	<u>(7,704)</u>	<u>24,073</u>
Other Financing Sources (Uses)			
Advances In	11,000	11,000	-
Refund of Prior Years Receipts	(273)	-	273
Contingencies	(567)	-	567
Total Other Financing Sources (Uses)	<u>10,160</u>	<u>11,000</u>	<u>840</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(21,617)	3,296	24,913
Fund Balance - Beginning of Year	21,725	21,725	-
Encumbrances - End of Year	<u>-</u>	<u>2,422</u>	<u>2,422</u>
Fund Balance - End of Year	<u>\$108</u>	<u>\$27,443</u>	<u>\$27,335</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Title VIB
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - Federal	\$96,806	\$271,348	\$174,542
Total Revenues	<u>96,806</u>	<u>271,348</u>	<u>174,542</u>
Expenditures			
Current:			
Instruction:			
Special:			
Salaries and Wages	90	-	90
Purchased Services	222,872	216,468	6,404
Total Special	<u>222,962</u>	<u>216,468</u>	<u>6,494</u>
Total Instruction	<u>222,962</u>	<u>216,468</u>	<u>6,494</u>
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	25,700	25,700	-
Purchased Services	15,909	7,416	8,493
Total Community Services	<u>41,609</u>	<u>33,116</u>	<u>8,493</u>
Total Operation of Non-Instructional Services	<u>41,609</u>	<u>33,116</u>	<u>8,493</u>
Total Expenditures	<u>264,571</u>	<u>249,584</u>	<u>14,987</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(167,765)</u>	<u>21,764</u>	<u>189,529</u>
Other Financing Sources (Uses)			
Advances In	175,000	175,000	-
Advances Out	(8,000)	(8,000)	-
Total Other Financing Sources (Uses)	<u>167,000</u>	<u>167,000</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>(765)</u>	<u>188,764</u>	<u>189,529</u>
Fund Balance - Beginning of Year	1,187	1,187	-
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u><u>\$422</u></u>	<u><u>\$189,951</u></u>	<u><u>\$189,529</u></u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Vocational Education
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - Federal	\$69,505	\$81,975	\$12,470
Total Revenues	<u>69,505</u>	<u>81,975</u>	<u>12,470</u>
Expenditures			
Current:			
Instruction:			
Vocational Education:			
Purchased Services	1,737	1,270	467
Materials and Supplies	13,157	10,598	2,559
Other	9,912	4,566	5,346
Total Vocational Education	<u>24,806</u>	<u>16,434</u>	<u>8,372</u>
Total Instruction	<u>24,806</u>	<u>16,434</u>	<u>8,372</u>
Support Services:			
Pupil:			
Salaries and Wages	7,240	7,240	-
Fringe Benefits	1,080	1,000	80
Purchased Services	530	530	-
Materials and Supplies	3,131	3,093	38
Other	9,716	7,240	2,476
Total Pupil	<u>21,697</u>	<u>19,103</u>	<u>2,594</u>
Instructional Staff:			
Purchased Services	9,267	7,895	1,372
Materials and Supplies	906	706	200
Capital Outlay - New	6,000	5,590	410
Other	28,711	32,253	(3,542)
Total Instructional Staff	<u>44,884</u>	<u>46,444</u>	<u>(1,560)</u>
Board of Education:			
Materials and Supplies	2,893	2,904	(11)
Total Board of Education	<u>2,893</u>	<u>2,904</u>	<u>(11)</u>
Central:			
Purchased Services	3,294	2,906	388
Materials and Supplies	5,208	5,009	199
Other	6,654	5,773	881
Total Central	<u>15,156</u>	<u>13,688</u>	<u>1,468</u>
Total Support Services	<u>84,630</u>	<u>82,139</u>	<u>2,491</u>
Total Expenditures	<u>109,436</u>	<u>98,573</u>	<u>10,863</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(39,931)</u>	<u>(16,598)</u>	<u>23,333</u>
Other Financing Sources			
Advances In	32,000	32,000	-
Total Other Financing Sources	<u>32,000</u>	<u>32,000</u>	<u>-</u>

(continued)

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Vocational Education (continued)
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(\$7,931)	\$15,402	\$23,333
Fund Balance - Beginning of Year	9,655	9,655	-
Encumbrances - End of Year	<u>-</u>	<u>49,528</u>	<u>49,528</u>
Fund Balance - End of Year	<u>\$1,724</u>	<u>\$74,585</u>	<u>\$72,861</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Title I
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - Federal	\$279,609	\$314,963	\$35,354
Total Revenues	<u>279,609</u>	<u>314,963</u>	<u>35,354</u>
Expenditures			
Current:			
Instruction:			
Special:			
Salaries and Wages	281,384	213,170	68,214
Fringe Benefits	47,710	46,969	741
Purchased Services	22,585	-	22,585
Materials and Supplies	8,978	1,730	7,248
Capital Outlay - New	-	(301)	301
Total Special	<u>360,657</u>	<u>261,568</u>	<u>99,089</u>
Total Instruction	<u>360,657</u>	<u>261,568</u>	<u>99,089</u>
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	32,262	20,615	11,647
Fringe Benefits	5,033	4,809	224
Purchased Services	6,304	1,502	4,802
Materials and Supplies	6,262	-	6,262
Capital Outlay - New	3,000	-	3,000
Total Community Services	<u>52,861</u>	<u>26,926</u>	<u>25,935</u>
Total Operation of Non-Instructional Services	<u>52,861</u>	<u>26,926</u>	<u>25,935</u>
Capital Outlay	2,560	2,780	(220)
Total Capital Outlay	<u>2,560</u>	<u>2,780</u>	<u>(220)</u>
Total Expenditures	<u>416,078</u>	<u>291,274</u>	<u>124,804</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(136,469)</u>	<u>23,689</u>	<u>160,158</u>
Other Financing Sources (Uses)			
Advances In	115,000	115,000	-
Refund of Prior Years Receipts	(440)	(220)	220
Total Other Financing Sources (Uses)	<u>114,560</u>	<u>114,780</u>	<u>220</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(21,909)	138,469	160,378
Fund Balance - Beginning of Year	21,225	21,225	-
Encumbrances - End of Year	-	29	29
Fund Balance (Deficit) - End of Year	<u>(\$684)</u>	<u>\$159,723</u>	<u>\$160,407</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Title VI
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - Federal	\$21,858	\$21,858	\$ -
Total Revenues	<u>21,858</u>	<u>21,858</u>	<u>-</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	11,368	11,368	-
Fringe Benefits	5,987	3,938	2,049
Purchased Services	3,500	-	3,500
Materials and Supplies	3,422	2,793	629
Total Regular	<u>24,277</u>	<u>18,099</u>	<u>6,178</u>
Special:			
Salaries and Wages	25,843	25,842	1
Total Special	<u>25,843</u>	<u>25,842</u>	<u>1</u>
Total Instruction	<u>50,120</u>	<u>43,941</u>	<u>6,179</u>
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	3,718	3,202	516
Materials and Supplies	3,602	3,040	562
Total Community Services	<u>7,320</u>	<u>6,242</u>	<u>1,078</u>
Total Operation of Non-Instructional Services	<u>7,320</u>	<u>6,242</u>	<u>1,078</u>
Total Expenditures	<u>57,440</u>	<u>50,183</u>	<u>7,257</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(35,582)</u>	<u>(28,325)</u>	<u>7,257</u>
Other Financing Sources (Uses)			
Advances In	12,000	12,000	-
Refund of Prior Years Receipts	(566)	(566)	-
Total Other Financing Sources (Uses)	<u>11,434</u>	<u>11,434</u>	<u>-</u>
(Deficiency) of Revenues and Other Financing Sources (Under) Expenditures and Other Financing (Uses)	(24,148)	(16,891)	7,257
Fund Balance - Beginning of Year	24,245	24,245	-
Encumbrances - End of Year	-	7,894	7,894
Fund Balance - End of Year	<u>\$97</u>	<u>\$15,248</u>	<u>\$15,151</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Drug Free Education
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - Federal	\$40,770	\$40,770	\$ -
Total Revenues	<u>40,770</u>	<u>40,770</u>	<u>-</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	11,746	145	11,601
Materials and Supplies	6,653	5,469	1,184
Total Regular	<u>18,399</u>	<u>5,614</u>	<u>12,785</u>
Special:			
Salaries and Wages	5,427	1,832	3,595
Fringe Benefits	138	138	-
Purchased Services	12,864	8,014	4,850
Materials and Supplies	100	47	53
Total Special	<u>18,529</u>	<u>10,031</u>	<u>8,498</u>
Vocational Education:			
Salaries and Wages	4,266	1,066	3,200
Fringe Benefits	916	62	854
Purchased Services	9,277	7,028	2,249
Materials and Supplies	2,737	2,734	3
Total Vocational Education	<u>17,196</u>	<u>10,890</u>	<u>6,306</u>
Total Instruction	<u>54,124</u>	<u>26,535</u>	<u>27,589</u>
Support Services:			
Operation and Maintenance of Plant:			
Capital Outlay - New	9,505	9,505	-
Total Operation and Maintenance of Plant	<u>9,505</u>	<u>9,505</u>	<u>-</u>
Total Support Services	<u>9,505</u>	<u>9,505</u>	<u>-</u>
Total Expenditures	<u>63,629</u>	<u>36,040</u>	<u>27,589</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(22,859)</u>	<u>4,730</u>	<u>27,589</u>
Other Financing Sources (Uses)			
Advances In	15,500	15,500	-
Advances Out	(1,000)	(1,000)	-
Total Other Financing Sources (Uses)	<u>14,500</u>	<u>14,500</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>(8,359)</u>	<u>19,230</u>	<u>27,589</u>
Fund Balance - Beginning of Year	8,512	8,512	-
Encumbrances - End of Year	-	3,985	3,985
Fund Balance - End of Year	<u>\$153</u>	<u>\$31,727</u>	<u>\$31,574</u>

Bedford City School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Preschool Handicapped
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - Federal	\$9,703	\$24,434	\$14,731
Total Revenues	<u>9,703</u>	<u>24,434</u>	<u>14,731</u>
Expenditures			
Current:			
Instruction:			
Special:			
Salaries and Wages	26,258	21,443	4,815
Total Special	<u>26,258</u>	<u>21,443</u>	<u>4,815</u>
Total Instruction	<u>26,258</u>	<u>21,443</u>	<u>4,815</u>
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	6,084	5,682	402
Total Community Services	<u>6,084</u>	<u>5,682</u>	<u>402</u>
Total Operation of Non-Instructional Services	<u>6,084</u>	<u>5,682</u>	<u>402</u>
Total Expenditures	<u>32,342</u>	<u>27,125</u>	<u>5,217</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(22,639)</u>	<u>(2,691)</u>	<u>19,948</u>
Other Financing Sources			
Advances In	23,000	23,000	-
Total Other Financing Sources	<u>23,000</u>	<u>23,000</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over Expenditures	361	20,309	19,948
Fund Balance - Beginning of Year	-	-	-
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u>\$361</u>	<u>\$20,309</u>	<u>\$19,948</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Miscellaneous Federal Grants
Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants in Aid - Federal	\$88,092	\$88,092	\$ -
Total Revenues	<u>88,092</u>	<u>88,092</u>	<u>-</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	57,161	57,163	(2)
Fringe Benefits	14,126	5,898	8,228
Purchased Services	8,000	8,918	(918)
Materials and Supplies	3,000	599	2,401
Total Regular	<u>82,287</u>	<u>72,578</u>	<u>9,709</u>
Special:			
Salaries and Wages	20,035	2,208	17,827
Fringe Benefits	3,502	33	3,469
Purchased Services	20,252	15,329	4,923
Materials and Supplies	47,213	44,648	2,565
Capital Outlay - New	9,000	9,000	-
Total Special	<u>100,002</u>	<u>71,218</u>	<u>28,784</u>
Adult/Continuing:			
Salaries and Wages	-	(1,875)	1,875
Fringe Benefits	-	8	(8)
Total Adult/Continuing	<u>-</u>	<u>(1,867)</u>	<u>1,867</u>
Total Instruction	<u>182,289</u>	<u>141,929</u>	<u>40,360</u>
Support Services:			
Pupil:			
Purchased Services	125	116	9
Total Pupil	<u>125</u>	<u>116</u>	<u>9</u>
Central:			
Purchased Services	95	95	-
Total Central	<u>95</u>	<u>95</u>	<u>-</u>
Total Support Services	<u>220</u>	<u>211</u>	<u>9</u>
Total Expenditures	<u>182,509</u>	<u>142,140</u>	<u>40,369</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(94,417)</u>	<u>(54,048)</u>	<u>40,369</u>
Other Financing Sources			
Advances In	83,500	83,500	-
Total Other Financing Sources	<u>83,500</u>	<u>83,500</u>	<u>-</u>

(continued)

Bedford City School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Miscellaneous Federal Grants (continued)
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(\$10,917)	\$29,452	\$40,369
Fund Balance - Beginning of Year	11,372	11,372	-
Encumbrances - End of Year	-	14,973	14,973
Fund Balance - End of Year	\$455	\$55,797	\$55,342

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Budget Basis) - All Special Revenue Funds
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$2,089	\$2,468	\$379
Other	364,953	391,713	26,760
Restricted Grants in Aid - State	837,611	843,513	5,902
Restricted Grants in Aid - Federal	611,011	848,108	237,097
Total Revenues	<u>1,815,664</u>	<u>2,085,802</u>	<u>270,138</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	264,234	253,890	10,344
Fringe Benefits	33,840	17,550	16,290
Purchased Services	123,836	72,599	51,237
Materials and Supplies	269,924	172,494	97,430
Capital Outlay - New	22,873	17,243	5,630
Capital Outlay - Replacement	300	-	300
Other	38,696	17,901	20,795
Total Regular	<u>753,703</u>	<u>551,677</u>	<u>202,026</u>
Special:			
Salaries and Wages	359,727	265,185	94,542
Fringe Benefits	51,379	47,169	4,210
Purchased Services	294,453	246,191	48,262
Materials and Supplies	76,206	64,318	11,888
Capital Outlay - New	70,125	68,627	1,498
Total Special	<u>851,890</u>	<u>691,490</u>	<u>160,400</u>
Vocational Education:			
Salaries and Wages	35,064	24,040	11,024
Fringe Benefits	16,078	11,628	4,450
Purchased Services	24,567	9,298	15,269
Materials and Supplies	20,995	17,332	3,663
Capital Outlay - New	36,931	25,762	11,169
Other	9,912	4,566	5,346
Total Vocational Education	<u>143,547</u>	<u>92,626</u>	<u>50,921</u>
Adult/Continuing:			
Salaries and Wages	-	(1,875)	1,875
Fringe Benefits	-	8	(8)
Total Adult/Continuing	<u>-</u>	<u>(1,867)</u>	<u>1,867</u>
Total Instruction	<u>1,749,140</u>	<u>1,333,926</u>	<u>415,214</u>
Support Services:			
Pupil:			
Salaries and Wages	7,240	7,240	-
Fringe Benefits	1,080	1,000	80
Purchased Services	2,517	2,508	9
Materials and Supplies	3,625	3,587	38
Capital Outlay - New	293	-	293
Other	9,716	7,240	2,476
Total Pupil	<u>24,471</u>	<u>21,575</u>	<u>2,896</u>

(continued)

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Budget Basis) - All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Instructional Staff:			
Salaries and Wages	\$40,554	\$11,595	\$28,959
Fringe Benefits	10,636	5,604	5,032
Purchased Services	34,318	19,214	15,104
Materials and Supplies	10,411	5,051	5,360
Capital Outlay - New	6,000	5,590	410
Other	30,221	32,353	(2,132)
Total Instructional Staff	132,140	79,407	52,733
Board of Education:			
Materials and Supplies	2,893	2,904	(11)
Total Board of Education	2,893	2,904	(11)
Administration:			
Purchased Services	1,177	-	1,177
Materials and Supplies	2,505	-	2,505
Capital Outlay - New	4,031	4,031	-
Other	21,223	11,403	9,820
Total Administration	28,936	15,434	13,502
Fiscal:			
Other	816	816	-
Total Fiscal	816	816	-
Business:			
Materials and Supplies	8,603	8,531	72
Total Business	8,603	8,531	72
Operation and Maintenance of Plant:			
Capital Outlay - New	9,505	9,505	-
Total Operation and Maintenance of Plant	9,505	9,505	-
Central:			
Salaries and Wages	9,943	604	9,339
Fringe Benefits	1,536	18	1,518
Purchased Services	3,389	3,001	388
Materials and Supplies	5,208	5,009	199
Capital Outlay - New	44,257	44,257	-
Other	6,654	5,773	881
Total Central	70,987	58,662	12,325
Total Support Services	278,351	196,834	81,517
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	153,418	129,275	24,143
Fringe Benefits	41,999	37,878	4,121
Purchased Services	191,730	164,959	26,771
Materials and Supplies	189,664	177,589	12,075
Capital Outlay - New	18,326	11,314	7,012
Other	5,965	5,965	-
Total Community Services	601,102	526,980	74,122

(continued)

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Budget Basis) - All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Total Operation of Non-Instructional Services	\$601,102	\$526,980	\$74,122
Extracurricular Activities:			
Academic and Subject Oriented:			
Salaries and Wages	735	500	235
Fringe Benefits	13	-	13
Purchased Services	5,935	4,865	1,070
Materials and Supplies	12,028	10,444	1,584
Capital Outlay - New	984	984	-
Other	29	-	29
Total Academic and Subject Oriented	19,724	16,793	2,931
Occupation Oriented:			
Purchased Services	1,543	829	714
Materials and Supplies	3,187	1,993	1,194
Total Occupation Oriented	4,730	2,822	1,908
Sports Oriented:			
Salaries and Wages	9,240	8,105	1,135
Fringe Benefits	698	632	66
Purchased Services	74,687	67,824	6,863
Materials and Supplies	109,092	99,007	10,085
Capital Outlay - New	14,376	13,788	588
Capital Outlay - Replacement	12,153	12,138	15
Total Sports Oriented	220,246	201,494	18,752
School and Public Service Oriented:			
Purchased Services	24,361	17,677	6,684
Materials and Supplies	15,310	10,183	5,127
Capital Outlay - New	7,712	7,202	510
Capital Outlay - Replacement	153	-	153
Other	2,011	1,777	234
Total School and Public Service Oriented	49,547	36,839	12,708
Total Extracurricular Activities	294,247	257,948	36,299
Capital Outlay	2,560	2,780	(220)
Total Capital Outlay	2,560	2,780	(220)
Total Expenditures	2,925,400	2,318,468	606,932
(Deficiency) of Revenues (Under) Expenditures	(1,109,736)	(232,666)	877,070
Other Financing Sources (Uses)			
Operating Transfers In	97,754	97,754	-
Advances In	587,000	587,000	-
Refund of Prior Year Expenditures	1,728	1,728	-
Advances Out	(62,000)	(62,000)	-
Refund of Prior Years Receipts	(1,489)	(996)	493
Contingencies	37,934	-	(37,934)
Total Other Financing Sources (Uses)	660,927	623,486	(37,441)

(continued)

Bedford City School District
 Schedule of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual (Budget Basis) - All Special Revenue Funds (continued)
 For the Fiscal Year Ended June 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(\$448,809)	\$390,820	\$839,629
Fund Balance - Beginning of Year	528,844	528,844	-
Encumbrances - End of Year	-	299,036	299,036
Fund Balance - End of Year	<u>\$80,035</u>	<u>\$1,218,700</u>	<u>\$1,138,665</u>



Debt Service Fund

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

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Debt Service Fund
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$1,060,760	\$1,060,760	\$ -
Unrestricted Grants in Aid - State	97,674	97,674	-
Total Revenues	<u>1,158,434</u>	<u>1,158,434</u>	<u>-</u>
Expenditures			
Current:			
Debt Service:			
Principal	420,000	420,000	-
Interest	669,588	669,588	-
Total Debt Service	<u>1,089,588</u>	<u>1,089,588</u>	<u>-</u>
Total Expenditures	<u>1,089,588</u>	<u>1,089,588</u>	<u>-</u>
Excess of Revenues Over Expenditures	68,846	68,846	-
Fund Balance - Beginning of Year	1,127,428	1,127,428	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$1,196,274</u>	<u>\$1,196,274</u>	<u>\$ -</u>

Capital Projects Funds

Capital projects funds account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds). A description of the District's capital projects funds follows:

The **Permanent Improvement Fund** accounts for revenues generated by a 1.0 mil five-year permanent improvement levy approved in March 1996 for taxes collected and distributed 1997 through 2001. Funds are used for the acquisition, construction, or improvement of capital facilities.

The **Building Fund** accounts for proceeds from the sale of bonded debt for construction purposes, and for all capital acquisitions made with the proceeds.

The **Vocational Equipment Fund** accounts for reimbursements from the state and transfers from the General Fund intended to be used for the purchase of vocational education equipment.

The **SchoolNet Fund** accounts for moneys received from the State of Ohio for wiring of classrooms, computer workstations and related technologies.

The **Power Up Technology Fund** accounts for State grant money spent on electrical upgrades. This grant has a local matching requirement which may be transferred to and spent from this fund.

Bedford City School District
Combining Balance Sheet
All Capital Projects Funds
June 30, 2000

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Vocational Equipment</u>	<u>SchoolNet</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$500,325	\$301,794	\$16,392	\$1,736
Receivables:				
Taxes - Current	911,667	-	-	-
Taxes - Delinquent	24,657	-	-	-
Intergovernmental	67,251	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$1,503,900</u>	<u>\$301,794</u>	<u>\$16,392</u>	<u>\$1,736</u>
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$15,672	\$ -	\$ -	\$ -
Interfund Loans Payable	-	-	-	12,471
Deferred Revenue - Taxes	900,684	-	-	-
Deferred Revenue - Intergovernmental	67,251	-	-	-
Total Liabilities	<u>983,607</u>	<u> </u>	<u> </u>	<u>12,471</u>
Fund Equity:				
Fund Balances (Deficits):				
Reserved for Encumbrances	315,747	-	-	1,446
Unreserved - Undesignated (Deficit)	204,546	301,794	16,392	(12,181)
Total Fund Equity	<u>520,293</u>	<u>301,794</u>	<u>16,392</u>	<u>(10,735)</u>
Total Liabilities and Fund Equity	<u>\$1,503,900</u>	<u>\$301,794</u>	<u>\$16,392</u>	<u>\$1,736</u>

<u>Power Up Technology</u>	<u>Totals</u>
\$285,202	\$1,105,449
-	911,667
-	24,657
-	67,251
<u>\$285,202</u>	<u>\$2,109,024</u>

\$16,652	\$32,324
-	12,471
-	900,684
268,550	335,801
<u>285,202</u>	<u>1,281,280</u>

-	317,193
-	510,551
-	827,744
<u>\$285,202</u>	<u>\$2,109,024</u>

Bedford City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Projects Funds
For the Fiscal Year Ended June 30, 2000*

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Vocational Equipment</u>	<u>SchoolNet</u>
Revenues				
Taxes	\$540,340	\$ -	\$ -	\$ -
Earnings on Investments	-	15,319	-	-
Intergovernmental	47,140	-	16,392	-
Total Revenues	<u>587,480</u>	<u>15,319</u>	<u>16,392</u>	<u>-</u>
Expenditures				
Current:				
Support Services:				
Instructional Staff	-	-	-	14,689
Operation and Maintenance of Plant	298,214	-	-	-
Capital Outlay	40,863	-	-	-
Total Expenditures	<u>339,077</u>	<u>-</u>	<u>-</u>	<u>14,689</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	248,403	15,319	16,392	(14,689)
Fund Balance - Beginning of Year	<u>271,890</u>	<u>286,475</u>	<u>-</u>	<u>3,954</u>
Fund Balance (Deficit) - End of Year	<u>\$520,293</u>	<u>\$301,794</u>	<u>\$16,392</u>	<u>(\$10,735)</u>

<u>Power Up Technology</u>	<u>Totals</u>
\$ -	\$540,340
-	15,319
<u>16,652</u>	<u>80,184</u>
<u>16,652</u>	<u>635,843</u>
-	14,689
16,652	314,866
<u>-</u>	<u>40,863</u>
<u>16,652</u>	<u>370,418</u>
-	265,425
<u>-</u>	<u>562,319</u>
<u>\$ -</u>	<u>\$827,744</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Permanent Improvement
Capital Projects Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$570,825	\$570,825	\$ -
Unrestricted Grants in Aid - State	47,140	47,140	-
Total Revenues	<u>617,965</u>	<u>617,965</u>	<u>-</u>
Expenditures			
Current:			
Support Services:			
Operation and Maintenance of Plant:			
Purchased Services	14,000	13,279	721
Capital Outlay - New	506,730	504,353	2,377
Total Operation and Maintenance of Plant	<u>520,730</u>	<u>517,632</u>	<u>3,098</u>
Pupil Transportation:			
Capital Outlay - Replacement	73,000	72,854	146
Total Pupil Transportation	<u>73,000</u>	<u>72,854</u>	<u>146</u>
Total Support Services	<u>593,730</u>	<u>590,486</u>	<u>3,244</u>
Capital Outlay	68,798	68,111	687
Total Capital Outlay	<u>68,798</u>	<u>68,111</u>	<u>687</u>
Total Expenditures	<u>662,528</u>	<u>658,597</u>	<u>3,931</u>
(Deficiency) of Revenues (Under) Expenditures	(44,563)	(40,632)	3,931
Fund Balance - Beginning of Year	225,210	225,210	-
Encumbrances - End of Year	-	315,747	315,747
Fund Balance - End of Year	<u>\$180,647</u>	<u>\$500,325</u>	<u>\$319,678</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Building
Capital Projects Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$10,338	\$15,319	\$4,981
Total Revenues	<u>10,338</u>	<u>15,319</u>	<u>4,981</u>
Excess of Revenues Over Expenditures	10,338	15,319	4,981
Fund Balance - Beginning of Year	286,475	286,475	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$296,813</u>	<u>\$301,794</u>	<u>\$4,981</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Vocational Equipment
Capital Projects Fund - For the Fiscal Year Ended June 30, 2000

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues			
Unrestricted Grants in Aid - State	\$16,392	\$16,392	\$ -
Total Revenues	<u>16,392</u>	<u>16,392</u>	<u>-</u>
Excess of Revenues Over Expenditures	16,392	16,392	-
Fund Balance - Beginning of Year	-	-	-
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u>\$16,392</u>	<u>\$16,392</u>	<u>\$ -</u>

Bedford City School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - SchoolNet
Capital Projects Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Fringe Benefits	\$7	\$ -	\$7
Materials and Supplies	16,418	16,135	283
Total Instructional Staff	<u>16,425</u>	<u>16,135</u>	<u>290</u>
Total Support Services	<u>16,425</u>	<u>16,135</u>	<u>290</u>
Total Expenditures	<u>16,425</u>	<u>16,135</u>	<u>290</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(16,425)</u>	<u>(16,135)</u>	<u>290</u>
Other Financing Sources			
Advances In	12,471	12,471	-
Total Other Financing Sources	<u>12,471</u>	<u>12,471</u>	<u>-</u>
(Deficiency) of Revenues and Other Financing Sources (Under) Expenditures	<u>(3,954)</u>	<u>(3,664)</u>	<u>290</u>
Fund Balance - Beginning of Year	3,954	3,954	-
Encumbrances - End of Year	<u>-</u>	<u>1,446</u>	<u>1,446</u>
Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$1,736</u></u>	<u><u>\$1,736</u></u>

Bedford City School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Power Up Technology
 Capital Projects Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Fund Balance - Beginning of Year	\$285,202	\$285,202	-
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u>\$285,202</u>	<u>\$285,202</u>	<u>\$ -</u>

Bedford City Schools, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Budget Basis) - All Capital Projects Funds
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$570,825	\$570,825	\$ -
Earnings on Investments	10,338	15,319	4,981
Unrestricted Grants in Aid - State	63,532	63,532	-
Total Revenues	<u>644,695</u>	<u>649,676</u>	<u>4,981</u>
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Fringe Benefits	7	-	7
Materials and Supplies	16,418	16,135	283
Total Instructional Staff	<u>16,425</u>	<u>16,135</u>	<u>290</u>
Operation and Maintenance of Plant:			
Purchased Services	14,000	13,279	721
Capital Outlay - New	506,730	504,353	2,377
Total Operation and Maintenance of Plant	<u>520,730</u>	<u>517,632</u>	<u>3,098</u>
Pupil Transportation:			
Capital Outlay - Replacement	73,000	72,854	146
Total Pupil Transportation	<u>73,000</u>	<u>72,854</u>	<u>146</u>
Total Support Services	<u>610,155</u>	<u>606,621</u>	<u>3,534</u>
Capital Outlay	<u>68,798</u>	<u>68,111</u>	<u>687</u>
Total Capital Outlay	<u>68,798</u>	<u>68,111</u>	<u>687</u>
Total Expenditures	<u>678,953</u>	<u>674,732</u>	<u>4,221</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(34,258)</u>	<u>(25,056)</u>	<u>9,202</u>
Other Financing Sources			
Advances In	12,471	12,471	-
Total Other Financing Sources	<u>12,471</u>	<u>12,471</u>	<u>-</u>
(Deficiency) of Revenues and Other Financing Sources (Under) Expenditures	<u>(21,787)</u>	<u>(12,585)</u>	<u>9,202</u>
Fund Balance - Beginning of Year	800,841	800,841	-
Encumbrances - End of Year	-	317,193	317,193
Fund Balance - End of Year	<u><u>\$779,054</u></u>	<u><u>\$1,105,449</u></u>	<u><u>\$326,395</u></u>



Enterprise Funds

Enterprise funds are financed and operated in a manner similar to private business enterprises where the intent of the District is that the costs (expenses, including depreciation) of providing goods or services be financed or recovered primarily through the user's charges, or where the District has decided that the periodic determination of revenues earned, expenses incurred and/or net income is appropriate for management control and accountability. A description of the District's enterprise funds follows:

The **Food Service Fund** accounts for the operation of lunchroom service which provides hot lunches for all six of the District's classroom buildings.

The **Uniform School Supplies Fund** accounts for the purchase and sale of school supplies to students.

The **Summer School Fund** accounts for the operation of the summer school program.

The **Adult and Community Education Fund** accounts for the operation of the Adult High School and the Adult and Community Education program.

The **Recreation Fund** accounts for the operation of the swimming pool when it serves the community for open swim, lessons, youth competition, and facility rentals.

The **Special Enterprises Fund** is used to account for the operation of the high school athletic facility when the facility is rented for private use.

Bedford City School District
Combining Balance Sheet
All Enterprise Funds
June 30, 2000

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Summer School</u>	<u>Adult and Community Education</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$142,947	\$78,636	\$68,281	\$53,329
Receivables:				
Accounts	5,444	-	-	-
Intergovernmental	44,236	-	-	-
Materials and Supplies Inventory	33,008	-	-	-
Fixed Assets (net, where applicable of accumulated depreciation)	<u>47,223</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$272,858</u>	<u>\$78,636</u>	<u>\$68,281</u>	<u>\$53,329</u>
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$171	\$356	\$ -	\$257
Accrued Wages and Benefits	74,064	-	-	1,649
Compensated Absences Payable	41,914	-	-	-
Interfund Loans Payable	<u>220,000</u>	<u>-</u>	<u>58,000</u>	<u>48,000</u>
Total Liabilities	<u>336,149</u>	<u>356</u>	<u>58,000</u>	<u>49,906</u>
Fund Equity:				
Retained Earnings (Deficits) - Unreserved	<u>(63,291)</u>	<u>78,280</u>	<u>10,281</u>	<u>3,423</u>
Total Fund Equity	<u>(63,291)</u>	<u>78,280</u>	<u>10,281</u>	<u>3,423</u>
Total Liabilities and Fund Equity	<u>\$272,858</u>	<u>\$78,636</u>	<u>\$68,281</u>	<u>\$53,329</u>

<u>Recreation</u>	<u>Special Enterprises</u>	<u>Totals</u>
\$7,322	\$67,508	\$418,023
765	-	6,209
-	-	44,236
-	-	33,008
<u>3,667</u>	<u>-</u>	<u>50,890</u>
<u>\$11,754</u>	<u>\$67,508</u>	<u>\$552,366</u>
\$ -	\$ -	\$784
-	-	75,713
-	-	41,914
-	-	326,000
<u>-</u>	<u>-</u>	<u>444,411</u>
<u>11,754</u>	<u>67,508</u>	<u>107,955</u>
<u>11,754</u>	<u>67,508</u>	<u>107,955</u>
<u>\$11,754</u>	<u>\$67,508</u>	<u>\$552,366</u>

Bedford City School District
*Combining Statement of Revenues, Expenses,
and Changes in Retained Earnings
All Enterprise Funds
For the Fiscal Year Ended June 30, 2000*

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Summer School</u>	<u>Adult and Community Education</u>
Operating Revenues				
Tuition and Fees	\$ -	\$ -	\$30,800	\$63,095
Sales	768,916	22,463		-
Other	-	96	-	40,197
Total Operating Revenues	<u>768,916</u>	<u>22,559</u>	<u>30,800</u>	<u>103,292</u>
Operating Expenses				
Salaries and Wages	481,166	-	21,999	107,617
Fringe Benefits	116,248	-	1,305	19,617
Purchased Services	4,858	-	-	6,156
Depreciation	9,232	-	-	-
Materials and Supplies	556,810	20,132	3,479	2,614
Total Operating Expenses	<u>1,168,314</u>	<u>20,132</u>	<u>26,783</u>	<u>136,004</u>
Operating Income (Loss)	<u>(399,398)</u>	<u>2,427</u>	<u>4,017</u>	<u>(32,712)</u>
Non-Operating Revenues				
State and Federal Grants	290,903	-	1,282	8,213
Donated Commodities	45,204	-	-	-
Total Non-Operating Revenues	<u>336,107</u>	<u>-</u>	<u>1,282</u>	<u>8,213</u>
Net Income (Loss) Before Operating Transfers	(63,291)	2,427	5,299	(24,499)
Operating Transfers In	<u>105,973</u>	<u>307</u>	<u>8,692</u>	<u>-</u>
Net Income (Loss)	42,682	2,734	13,991	(24,499)
Retained Earnings (Deficit)				
Beginning of Year	<u>(105,973)</u>	<u>75,546</u>	<u>(3,710)</u>	<u>27,922</u>
Retained Earnings (Deficit)				
End of Year	<u>(\$63,291)</u>	<u>\$78,280</u>	<u>\$10,281</u>	<u>\$3,423</u>

<u>Recreation</u>	<u>Special Enterprises</u>	<u>Totals</u>
\$ -	\$ -	\$93,895
765	-	792,144
<u>4,882</u>	<u>2,276</u>	<u>47,451</u>
<u>5,647</u>	<u>2,276</u>	<u>933,490</u>
4,247	-	615,029
612	-	137,782
135	-	11,149
333	-	9,565
75	-	583,110
<u>5,402</u>	<u>-</u>	<u>1,356,635</u>
<u>245</u>	<u>2,276</u>	<u>(423,145)</u>
-	-	300,398
-	-	45,204
<u>-</u>	<u>-</u>	<u>345,602</u>
245	2,276	(77,543)
<u>1,095</u>	<u>-</u>	<u>116,067</u>
1,340	2,276	38,524
<u>10,414</u>	<u>65,232</u>	<u>69,431</u>
<u>\$11,754</u>	<u>\$67,508</u>	<u>\$107,955</u>

Bedford City School District
Combining Statement of Cash Flows
All Enterprise Funds
For the Fiscal Year Ended June 30, 2000

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Summer School</u>
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities:			
Cash Received from Tuition and Fees	\$ -	\$ -	\$ -
Cash Received from Sales	763,904	-	-
Cash Received from Other Operations	-	22,915	30,800
Cash Payments for Personal Services	(592,220)	-	(23,304)
Cash Payments for Purchased Services	(4,858)	-	-
Cash Payments for Materials and Supplies	(503,939)	-	-
Cash Payments for Other Expenses	-	(20,132)	(3,479)
Net Cash Provided by (Used for) Operating Activities	<u>(337,113)</u>	<u>2,783</u>	<u>4,017</u>
Cash Flows from Noncapital Financing Activities:			
Cash Received from Grants	288,184	-	1,282
Operating Transfers In	105,973	307	8,692
Cash Received - Interfund Loans	220,000	-	58,000
Cash (Used) - Interfund Loans	<u>(145,000)</u>	<u>-</u>	<u>(33,000)</u>
Net Cash Provided by Noncapital Financing Activities	<u>469,157</u>	<u>307</u>	<u>34,974</u>
Net Increase in Cash and Cash Equivalents	132,044	3,090	38,991
Cash and Cash Equivalents - Beginning of Year	<u>10,903</u>	<u>75,546</u>	<u>29,290</u>
Cash and Cash Equivalents - End of Year	<u>\$142,947</u>	<u>\$78,636</u>	<u>\$68,281</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Operating Income (Loss)	<u>(\$399,398)</u>	<u>\$2,427</u>	<u>\$4,017</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	9,232	-	-
Loss on Disposal of Capital Assets	-	-	-
Donated Commodities Used	45,204	-	-
Changes in Operating Assets and Liabilities:			
Decrease (Increase) in Receivables	(5,012)	-	-
Decrease (Increase) in Materials and Supplies Inventory	9,380	-	-
Increase (Decrease) in Accounts Payable	(286)	356	-
Increase (Decrease) in Accrued Wages and Benefits	5,194	-	-
Decrease (Increase) in Due to Other Governments	(1,427)	-	-
Total Adjustments	<u>62,285</u>	<u>356</u>	<u>-</u>
Net Cash Provided by (Used for) Operating Activities	<u>(\$337,113)</u>	<u>\$2,783</u>	<u>\$4,017</u>

<u>Adult and Community Education</u>	<u>Recreation</u>	<u>Special Enterprises</u>	<u>Totals</u>
\$63,095	\$ -	\$ -	\$63,095
-	-	-	763,904
40,197	4,882	2,276	101,070
(127,198)	(4,859)	-	(747,581)
(6,156)	(135)	-	(11,149)
-	-	-	(503,939)
(1,306)	(75)	-	(24,992)
<u>(31,368)</u>	<u>(187)</u>	<u>2,276</u>	<u>(359,592)</u>
8,213	-	-	297,679
-	1,095	-	116,067
48,000	-	-	326,000
-	-	-	(178,000)
<u>56,213</u>	<u>1,095</u>	<u>-</u>	<u>561,746</u>
24,845	908	2,276	202,154
<u>28,484</u>	<u>6,414</u>	<u>65,232</u>	<u>215,869</u>
<u>\$53,329</u>	<u>\$7,322</u>	<u>\$67,508</u>	<u>\$418,023</u>
<u>(\$32,712)</u>	<u>\$245</u>	<u>\$2,276</u>	<u>(\$423,145)</u>
-	333	-	9,565
1,874	-	-	1,874
-	-	-	45,204
-	(765)	-	(5,777)
-	-	-	9,380
(566)	-	-	(496)
36	-	-	5,230
-	-	-	(1,427)
<u>1,344</u>	<u>(432)</u>	<u>-</u>	<u>63,553</u>
<u>(\$31,368)</u>	<u>(\$187)</u>	<u>\$2,276</u>	<u>(\$359,592)</u>

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Food Service
Enterprise Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Sales	\$717,293	\$763,903	\$46,610
Other	3,670	3,670	-
Total Operating Revenues	720,963	767,573	46,610
Operating Expenses			
Salaries and Wages	483,252	481,693	1,559
Fringe Benefits	112,245	110,526	1,719
Purchased Services	12,598	6,424	6,174
Materials and Supplies	549,743	512,929	36,814
Capital Outlay	13,000	-	13,000
Total Operating Expenses	1,170,838	1,111,572	59,266
(Deficiency) of Operating Revenues (Under) Operating Expenses	(449,875)	(343,999)	105,876
Non-Operating Revenues			
State and Federal Grants	258,183	288,183	30,000
Total Non-Operating Revenues	258,183	288,183	30,000
(Deficiency) of Revenues (Under) Expenses Before Operating Transfers and Advances	(191,692)	(55,816)	135,876
Operating Transfers In	105,973	105,973	-
Advances In	220,000	220,000	-
Advances Out	(145,000)	(145,000)	-
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(10,719)	125,157	135,876
Fund Equity - Beginning of Year	10,903	10,903	-
Encumbrances - End of Year	-	6,887	6,887
Fund Equity - End of Year	\$184	\$142,947	\$142,763

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Uniform School Supplies
Enterprise Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Classroom Materials and Fees	\$16,100	\$22,559	\$6,459
Total Operating Revenues	16,100	22,559	6,459
Operating Expenses			
Materials and Supplies	20,168	19,776	392
Total Operating Expenses	20,168	19,776	392
Excess (Deficiency) of Operating Revenues Over (Under) Expenses Before Operating Transfers	(4,068)	2,783	6,851
Operating Transfers In	-	307	307
Excess (Deficiency) of Revenues Over (Under) Expenses and Operating Transfers	(4,068)	3,090	7,158
Fund Equity - Beginning of Year	75,546	75,546	-
Encumbrances - End of Year	-	-	-
Fund Equity - End of Year	\$71,478	\$78,636	\$7,158

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Summer School
Enterprise Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition and Fees	\$515	\$30,800	\$30,285
Total Operating Revenues	515	30,800	30,285
Operating Expenses			
Salaries and Wages	50,905	21,999	28,906
Fringe Benefits	5,937	1,305	4,632
Purchased Services	600	-	600
Materials and Supplies	6,559	3,517	3,042
Total Operating Expenses	64,001	26,821	37,180
Excess (Deficiency) of Operating Revenues Over (Under) Operating Expenses	(63,486)	3,979	67,465
Non-Operating Revenues			
State and Federal Grants	1,282	1,282	-
Total Non-Operating Revenues	1,282	1,282	-
Excess (Deficiency) of Revenues Over (Under) Expenses Before Operating Transfers and Advances	(62,204)	5,261	67,465
Operating Transfers In	8,692	8,692	-
Advances In	58,000	58,000	-
Advances Out	(33,000)	(33,000)	-
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(28,512)	38,953	67,465
Fund Equity - Beginning of Year	29,290	29,290	-
Encumbrances - End of Year	-	38	38
Fund Equity - End of Year	\$778	\$68,281	\$67,503

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Adult and Community Education
Enterprise Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition and Fees	\$74,236	\$103,292	\$29,056
Total Operating Revenues	74,236	103,292	29,056
Operating Expenses			
Salaries and Wages	123,665	107,549	16,116
Fringe Benefits	21,516	19,650	1,866
Purchased Services	9,277	6,156	3,121
Materials and Supplies	2,918	771	2,147
Other	1,000	534	466
Total Operating Expenses	158,376	134,660	23,716
(Deficiency) of Operating Revenues (Under) Operating Expenses	(84,140)	(31,368)	52,772
Non-Operating Revenues			
State and Federal Grants	8,213	8,213	-
Total Non-Operating Revenues	8,213	8,213	-
(Deficiency) of Revenues (Under) Expenses Before Advances	(75,927)	(23,155)	52,772
Advances In	48,000	48,000	-
Excess (Deficiency) of Revenues Over (Under) Expenses and Advances	(27,927)	24,845	52,772
Fund Equity - Beginning of Year	28,484	28,484	-
Encumbrances - End of Year	-	-	-
Fund Equity - End of Year	\$557	\$53,329	\$52,772

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Recreation
Enterprise Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Classroom Materials and Fees	\$3,036	\$4,882	\$1,846
Total Operating Revenues	<u>3,036</u>	<u>4,882</u>	<u>1,846</u>
Operating Expenses			
Salaries and Wages	4,965	4,247	718
Fringe Benefits	1,400	612	788
Purchased Services	135	135	-
Materials and Supplies	100	75	25
Total Operating Expenses	<u>6,600</u>	<u>5,069</u>	<u>1,531</u>
(Deficiency) of Revenues (Under) Expenses Before Operating Transfers	(3,564)	(187)	3,377
Operating Transfers In	1,095	1,095	-
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers	(2,469)	908	3,377
Fund Equity - Beginning of Year	6,414	6,414	-
Encumbrances - End of Year	-	-	-
Fund Equity - End of Year	<u><u>\$3,945</u></u>	<u><u>\$7,322</u></u>	<u><u>\$3,377</u></u>

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) -Special Enterprises
Enterprise Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Other	\$9,495	\$9,495	\$ -
Total Operating Revenues	9,495	9,495	-
Operating Expenses			
Other	7,219	7,219	-
Total Operating Expenses	7,219	7,219	-
Excess of Revenues Over Expenses	2,276	2,276	-
Fund Equity - Beginning of Year	65,232	65,232	-
Encumbrances - End of Year	-	-	-
Fund Equity - End of Year	\$67,508	\$67,508	\$ -

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - All Enterprise Funds
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition and Fees	\$74,751	\$134,092	\$59,341
Sales	717,293	763,903	46,610
Classroom Materials and Fees	19,136	27,441	8,305
Other	13,165	13,165	-
Total Operating Revenues	824,345	938,601	114,256
Operating Expenses			
Salaries and Wages	662,787	615,488	47,299
Fringe Benefits	141,098	132,093	9,005
Purchased Services	22,610	12,715	9,895
Materials and Supplies	579,488	537,068	42,420
Capital Outlay	13,000	-	13,000
Other	8,219	7,753	466
Total Operating Expenses	1,427,202	1,305,117	122,085
(Deficiency) of Operating Revenues (Under) Operating Expenses	(602,857)	(366,516)	236,341
Non-Operating Revenues			
State and Federal Grants	267,678	297,678	30,000
Total Non-Operating Revenues	267,678	297,678	30,000
(Deficiency) of Revenues (Under) Expenses Before Operating Transfers and Advances	(335,179)	(68,838)	266,341
Operating Transfers In	115,760	116,067	307
Advances In	326,000	326,000	-
Advances Out	(178,000)	(178,000)	-
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(71,419)	195,229	266,648
Fund Equity - Beginning of Year	215,869	215,869	-
Encumbrances - End of Year	-	6,925	6,925
Fund Equity - End of Year	\$144,450	\$418,023	\$273,573

Internal Service Funds

Internal service funds account for the financing of goods or services provided by one fund of the District to other funds of the District on a cost-reimbursement basis. Charges are intended to recoup the total costs of such services. A description of the District's internal service funds follows:

The **Rotary Fund** accounts for minor receipts and expenses of a rotary nature. Transactions within this fund occur when the Board of Education collects specific fees for specific purposes (eg. a field trip admission fee) and expends the amount collected for the specific purpose.

The **Warehouse Fund** accounts for the purchase of bulk supplies, which in turn will be repurchased by the operations of the many separate funds of the District.

The **Self-funded Benefits Fund** accounts for the transactions of the District's self-funded dental and prescription drug benefits programs.

The **Computer Network Fund** accounts for amounts sent to the District by the State of Ohio to assist with the costs of belonging to a computer consortium class "A" Department of Education computer network site.

Bedford City School District
Combining Balance Sheet
All Internal Service Funds
June 30, 2000

	<u>Rotary</u>	<u>Warehouse</u>	<u>Self-funded Benefits</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	<u>\$13,527</u>	<u>\$25,724</u>	<u>\$913,746</u>
Total Assets	<u>\$13,527</u>	<u>\$25,724</u>	<u>\$913,746</u>
Liabilities and Fund Equity			
Liabilities:			
Accounts Payable	\$2,276	\$114	\$64,846
Interfund Loans Payable	11,000	-	-
Total Liabilities	<u>13,276</u>	<u>114</u>	<u>64,846</u>
Fund Equity:			
Retained Earnings - Unreserved	251	25,610	848,900
Total Fund Equity	<u>251</u>	<u>25,610</u>	<u>848,900</u>
Total Liabilities and Fund Equity	<u>\$13,527</u>	<u>\$25,724</u>	<u>\$913,746</u>

<u>Computer Network</u>	<u>Total</u>
<u>\$578</u>	<u>\$953,575</u>
<u>\$578</u>	<u>\$953,575</u>
<u>\$ -</u>	<u>\$67,236</u>
<u>-</u>	<u>11,000</u>
<u>-</u>	<u>78,236</u>
<u>578</u>	<u>875,339</u>
<u>578</u>	<u>875,339</u>
<u>\$578</u>	<u>\$953,575</u>

Bedford City School District
*Combining Statement of Revenues, Expenses
and Changes in Retained Earnings
All Internal Service Funds
For the Fiscal Year Ended June 30, 2000*

	<u>Rotary</u>	<u>Warehouse</u>	<u>Self-funded Benefits</u>
Operating Revenues			
Self-Insurance Premiums	\$ -	\$ -	\$804,507
Other	48,769	28,211	-
Total Operating Revenues	<u>48,769</u>	<u>28,211</u>	<u>804,507</u>
 Operating Expenses			
Salaries and Wages	280	-	-
Fringe Benefits	3	-	-
Purchased Services	39,506	-	857,762
Materials and Supplies	8,729	29,535	-
Total Operating Expenses	<u>48,518</u>	<u>29,535</u>	<u>857,762</u>
 Operating Income (Loss) Before Operating Transfers	251	(1,324)	(53,255)
 Operating Transfers In	<u>1,487</u>	<u>-</u>	<u>16,495</u>
 Net Income (Loss)	1,738	(1,324)	(36,760)
 Retained Earnings Beginning of Year	<u>(1,487)</u>	<u>26,934</u>	<u>885,660</u>
 Retained Earnings End of Year	<u>\$251</u>	<u>\$25,610</u>	<u>\$848,900</u>

<u>Computer Network</u>	<u>Totals</u>
\$ -	\$804,507
-	76,980
<u>-</u>	<u>881,487</u>
-	280
-	3
-	897,268
-	38,264
<u>-</u>	<u>935,815</u>
-	(54,328)
-	17,982
<u>-</u>	<u>(36,346)</u>
<u>578</u>	<u>911,685</u>
<u>\$578</u>	<u>\$875,339</u>

Bedford City School District
Combining Statement of Cash Flows
All Internal Service Funds
For the Fiscal Year Ended June 30, 2000

	<u>Rotary</u>	<u>Warehouse</u>	<u>Self-funded Benefits</u>
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities:			
Cash Received from Other Operations	\$48,769	\$28,211	\$ -
Cash Received from Self-insurance Premiums	-	-	804,507
Cash Payments for Personal Services	(283)	-	-
Cash Payments for Purchased Services	(37,230)	-	(855,549)
Cash Payments for Materials and Supplies	(8,729)	-	-
Cash Payments for Other Expenses	-	(31,939)	-
Net Cash Provided by (Used for) Operating Activities	<u>2,527</u>	<u>(3,728)</u>	<u>(51,042)</u>
Cash Flows from Noncapital Financing Activities:			
Operating Transfers	1,487	-	16,495
Cash Received - Interfund Loans	11,000	-	-
Cash (Used) - Interfund Loans	(4,000)	-	-
Net Cash Provided by Noncapital Financing Activities	<u>8,487</u>	<u>-</u>	<u>16,495</u>
Net Increase (Decrease) in Cash and Cash Equivalents	11,014	(3,728)	(34,547)
Cash and Cash Equivalents - Beginning of Year	<u>2,513</u>	<u>29,452</u>	<u>948,293</u>
Cash and Cash Equivalents - End of Year	<u>\$13,527</u>	<u>\$25,724</u>	<u>\$913,746</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Operating Income (Loss)	<u>\$251</u>	<u>(\$1,324)</u>	<u>(\$53,255)</u>
Adjustments to Reconcile Operating Income (Loss) to Changes in Operating Assets and Liabilities:			
Increase (Decrease) in Accounts Payable	2,276	(2,404)	2,213
Total Adjustments	<u>2,276</u>	<u>(2,404)</u>	<u>2,213</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$2,527</u>	<u>(\$3,728)</u>	<u>(\$51,042)</u>

<u>Computer Network</u>	<u>Totals</u>
\$ -	\$76,980
-	804,507
-	(283)
-	(892,779)
-	(8,729)
-	(31,939)
-	<u>(52,243)</u>
-	17,982
-	11,000
-	<u>(4,000)</u>
-	24,982
-	(27,261)
578	<u>980,836</u>
\$578	<u>\$953,575</u>
<u>\$ -</u>	<u>(\$54,328)</u>
-	2,085
-	<u>2,085</u>
\$ -	<u>(\$52,243)</u>

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Rotary
Internal Service Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Classroom Materials and Fees	\$47,456	\$48,768	\$1,312
Total Operating Revenues	<u>47,456</u>	<u>48,768</u>	<u>1,312</u>
Operating Expenses			
Salaries and Wages	280	280	-
Fringe Benefits	3	3	-
Purchased Services	38,748	39,506	(758)
Materials and Supplies	13,052	8,488	4,564
Capital Outlay	5,525	-	5,525
Total Operating Expenses	<u>57,608</u>	<u>48,277</u>	<u>9,331</u>
Excess (Deficiency) of Revenues Over (Under) Expenses Before Operating Transfers and Advances	(10,152)	491	10,643
Operating Transfers In	1,487	1,487	-
Advances In	11,000	11,000	-
Advances Out	(4,000)	(4,000)	-
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(1,665)	8,978	10,643
Fund Equity - Beginning of Year	2,513	2,513	-
Encumbrances - End of Year	-	2,036	2,036
Fund Equity - End of Year	<u>\$848</u>	<u>\$13,527</u>	<u>\$12,679</u>

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Warehouse
Internal Service Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Classroom Materials and Fees	\$25,319	\$28,210	\$2,891
Total Operating Revenues	25,319	28,210	2,891
Operating Expenses			
Materials and Supplies	32,105	31,938	167
Total Operating Expenses	32,105	31,938	167
(Deficiency) of Operating Revenues (Under) Operating Expenses	(6,786)	(3,728)	3,058
Fund Equity - Beginning of Year	29,452	29,452	-
Encumbrances - End of Year	-	-	-
Fund Equity - End of Year	\$22,666	\$25,724	\$3,058

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Self-funded Benefits
Internal Service Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Self-Insurance Premiums	\$733,558	\$804,507	\$70,949
Total Operating Revenues	<u>733,558</u>	<u>804,507</u>	<u>70,949</u>
Operating Expenses			
Purchased Services	976,365	855,549	120,816
Total Operating Expenses	<u>976,365</u>	<u>855,549</u>	<u>120,816</u>
(Deficiency) of Revenues (Under) Expenses Before Operating Transfers	(242,807)	(51,042)	191,765
Operating Transfers In	<u>16,495</u>	<u>16,495</u>	<u>-</u>
(Deficiency) of Revenues (Under) Expenses and Operating Transfers	(226,312)	(34,547)	191,765
Fund Equity - Beginning of Year	948,293	948,293	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Equity - End of Year	<u>\$721,981</u>	<u>\$913,746</u>	<u>\$191,765</u>

Bedford City School District
 Schedule of Revenues, Expenses and Changes in Fund Equity
 Budget and Actual (Budget Basis) - Computer Network
 Internal Service Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Fund Equity - Beginning of Year	\$578	\$578	-
Encumbrances - End of Year	-	-	-
Fund Equity - End of Year	\$578	\$578	\$ -

Bedford City School District
Schedule of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - All Internal Service Funds
For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Classroom Materials and Fees	\$72,775	\$76,978	\$4,203
Self-Insurance Premiums	733,558	804,507	70,949
Total Operating Revenues	806,333	881,485	75,152
Operating Expenses			
Salaries and Wages	280	280	-
Fringe Benefits	3	3	-
Purchased Services	1,015,113	895,055	120,058
Materials and Supplies	45,157	40,426	4,731
Capital Outlay	5,525	-	5,525
Total Operating Expenses	1,066,078	935,764	130,314
(Deficiency) of Revenues (Under) Expenses Before Operating Transfers and Advances	(259,745)	(54,278)	205,466
Operating Transfers In	17,982	17,982	-
Advances In	11,000	11,000	-
Advances Out	(4,000)	(4,000)	-
(Deficiency) of Revenues (Under) Expenses, Operating Transfers and Advances	(234,763)	(29,297)	205,466
Fund Equity - Beginning of Year	980,836	980,836	-
Encumbrances - End of Year	-	2,036	2,036
Fund Equity - End of Year	\$746,073	\$953,575	\$207,502

Fiduciary Fund Types

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The following are the District's fiduciary fund types:

Expendable Trust

The **Special Trust Fund** (an expendable trust fund) accounts for relatively minor amounts of money given to the Board of Education to be used for specific purposes as stipulated by the donors.

Non-expendable Trust

The **Non-expendable Trust Fund** accounts for money given to the Board where only the interest generated on principal is used for specific purposes as stipulated by the donors.

Agency

The **Student Activity Fund** accounts for those student activity programs which have student participation in the activity and have students involved in the management of the program.

Bedford City School District
Combining Balance Sheet
All Fiduciary Funds
June 30, 2000

	Special Trust	Non-expendable Trust	Student Activity	Totals
Assets				
Equity in Pooled Cash and Cash Equivalents	\$29,721	\$37,835	\$56,115	\$123,671
Total Assets	\$29,721	\$37,835	\$56,115	\$123,671
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ -	\$1,200	\$843	\$2,043
Interfund Loans Payable	-	-	16,500	16,500
Due to Students	-	-	38,772	38,772
Total Liabilities	-	1,200	56,115	57,315
Fund Equity:				
Fund Balances:				
Reserved for Encumbrances	2,181	-	-	2,181
Reserved for Endowment	-	36,635	-	36,635
Unreserved - Undesignated	27,540	-	-	27,540
Total Fund Equity	29,721	36,635	-	66,356
Total Liabilities and Fund Equity	\$29,721	\$37,835	\$56,115	\$123,671

Bedford City Schools District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Special Trust
Expendable Trust Fund - For the Fiscal Year Ended June 30, 2000

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$2,060	\$2,060	\$ -
Other	1,933	4,787	2,854
Total Revenues	<u>3,993</u>	<u>6,847</u>	<u>2,854</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Fringe Benefits	72	-	72
Purchased Services	600	-	600
Materials and Supplies	12,594	2,360	10,234
Other	1,660	-	1,660
Total Regular	<u>14,926</u>	<u>2,360</u>	<u>12,566</u>
Special:			
Purchased Services	100	-	100
Total Special	<u>100</u>	<u>-</u>	<u>100</u>
Total Instruction	<u>15,026</u>	<u>2,360</u>	<u>12,666</u>
Operation of Non-Instructional Services:			
Community Services:			
Other	18,248	3,628	14,620
Total Community Services	<u>18,248</u>	<u>3,628</u>	<u>14,620</u>
Total Operation of Non-Instructional Services	<u>18,248</u>	<u>3,628</u>	<u>14,620</u>
Capital Outlay	319	65	254
Total Capital Outlay	<u>319</u>	<u>65</u>	<u>254</u>
Total Expenditures	<u>33,593</u>	<u>6,053</u>	<u>27,540</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,600)	794	30,394
Fund Balance - Beginning of Year	26,746	26,746	-
Encumbrances - End of Year	-	2,181	2,181
Fund Balance (Deficit) - End of Year	<u>(\$2,854)</u>	<u>\$29,721</u>	<u>\$32,575</u>

Bedford City School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2000

	<u>Balance</u> <u>June 30, 1999</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2000</u>
Student Activity				
Assets				
Equity in Pooled Cash and Cash Equivalents	<u>\$46,025</u>	<u>\$103,786</u>	<u>\$93,696</u>	<u>\$56,115</u>
Total Assets	<u><u>\$46,025</u></u>	<u><u>\$103,786</u></u>	<u><u>\$93,696</u></u>	<u><u>\$56,115</u></u>
Liabilities				
Accounts Payable	\$3,637	\$843	\$3,637	\$843
Interfund Loans Payable	5,000	11,500	-	16,500
Due to Students	37,141	103,786	102,155	38,772
Due to Other Governments	<u>247</u>	<u>-</u>	<u>247</u>	<u>-</u>
Total Liabilities	<u><u>\$46,025</u></u>	<u><u>\$116,129</u></u>	<u><u>\$106,039</u></u>	<u><u>\$56,115</u></u>

General Fixed Assets Account Group

The general fixed assets account group is used to account for all land and improvements, buildings, furniture and equipment, and vehicles not used in the operations of the proprietary funds.

Bedford City School District
Schedule of General Fixed Assets
By Function and Type
June 30, 2000

	<u>Total</u>	<u>Land and Improvements</u>	<u>Buildings</u>	<u>Furniture and Equipment</u>	<u>Vehicles</u>
Instruction	\$26,161,259	\$1,956,083	\$22,457,049	\$1,748,127	\$ -
Support Services:					
Administration	887,359	12,560	204,578	670,221	-
Operation and Maintenance of Plant	1,333,130	3,295	797,210	532,625	-
Pupil Transportation	3,671,688	68,510	350,196	122,911	3,130,071
Community Services	2,252,831	163,642	2,023,767	65,422	-
Extracurricular Activities	<u>5,102,756</u>	<u>79,093</u>	<u>4,922,530</u>	<u>101,133</u>	<u>-</u>
Total General Fixed Assets	<u>\$39,409,023</u>	<u>\$2,283,183</u>	<u>\$30,755,330</u>	<u>\$3,240,439</u>	<u>\$3,130,071</u>

Bedford City School District
Schedule of Changes in General Fixed Assets
By Function
For the Fiscal Year Ended June 30, 2000

	<u>General Fixed Assets June 30, 1999</u>	<u>Additions</u>	<u>Disposals</u>	<u>General Fixed Assets June 30, 2000</u>
Instruction	\$26,058,629	\$102,630	\$ -	\$26,161,259
Support Services:				
Administration	849,456	37,903	-	887,359
Operation and Maintenance of Plant	1,038,604	294,526	-	1,333,130
Pupil Transportation	3,848,969	86,306	263,587	3,671,688
Community Services	2,251,736	1,095	-	2,252,831
Extracurricular Activities	<u>5,098,681</u>	<u>4,075</u>	<u>-</u>	<u>5,102,756</u>
Total General Fixed Assets	<u>\$39,146,075</u>	<u>\$526,535</u>	<u>\$263,587</u>	<u>\$39,409,023</u>

Bedford City School District
Schedule of General Fixed Assets
By Source
As of June 30, 2000

General Fixed Assets

Land and Improvements	\$2,283,183
Buildings	30,755,330
Furniture and Equipment	3,240,439
Vehicles	<u>3,130,071</u>

Total General Fixed Assets \$39,409,023

Investments in General Fixed Assets From

Acquisitions Since July 1, 1999:

General Fund	\$166,162
Permanent Improvement Fund	246,571
Local Grants	8,256
State Grants	91,189
Federal Grants	<u>14,357</u>
	526,535

Deletions Since July 1, 1999:

General Fund	(263,587)
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Acquisitions Prior to June 30, 1999 39,146,075

Total Investment in General Fixed Assets \$39,409,023

Statistical Section



Douglas Thomas
eleventh grade student
from Bedford High School
Teacher: Bob Bush



Derek Clark, first grade
student from Central
Primary School
Teacher: Jessica
Chmura

Bedford City School District
General Governmental
Revenues by Source (1)
Last Ten Fiscal Years (2)

	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
Taxes	\$28,332,126	\$28,360,641	\$28,009,547	\$28,050,790	\$26,099,983	\$25,485,115	\$24,029,686	\$21,704,812	\$20,950,401	\$19,729,105
Tuition and Fees	249,045	89,245	92	2,370	714	10,063	6,902	-	38,534	39,763
Interest	528,651	426,787	482,063	496,937	448,473	449,072	690,936	418,100	374,289	552,512
Intergovernmental	7,895,103	7,739,499	7,574,956	6,431,250	6,608,674	5,909,603	5,277,575	4,841,954	4,843,868	4,865,521
Extracurricular Activities	148,635	143,243	163,428	152,215	105,023	143,298	138,224	104,662	83,187	91,305
Miscellaneous	673,701	441,532	994,621	206,955	386,280	168,556	141,964	173,225	114,194	89,203
Total	\$37,827,261	\$37,200,947	\$37,224,707	\$35,340,517	\$33,649,147	\$32,165,707	\$30,285,287	\$27,242,753	\$26,404,473	\$25,367,409

Source: District Financial Records

- (1) Includes, general, special revenue, capital projects and debt service funds.
- (2) Fiscal years 1993-2000 are reported on the GAAP basis; all other years are reported on the cash basis.

Bedford City School District
General Governmental
Expenditures by Function (1)
Last Ten Fiscal Years (2)

	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
Current:										
Instruction	\$18,429,224	\$18,678,546	\$18,298,923	\$17,673,431	\$15,703,033	\$15,892,561	\$16,344,022	\$15,666,696	\$14,141,635	\$13,455,109
Support Services:										
Pupil	2,037,451	2,220,545	2,216,485	1,800,680	1,625,183	1,530,159	1,539,640	1,525,393	1,381,764	1,217,595
Instructional Staff	1,257,482	1,418,112	1,488,894	1,467,072	1,071,721	1,264,008	1,207,398	990,492	973,661	935,118
Board of Education	277,402	238,036	189,634	92,548	198,301	80,003	106,659	79,811	294,215	380,659
Administration	2,483,284	2,581,044	2,575,316	2,270,019	2,025,590	2,030,526	2,042,864	1,771,840	1,665,923	1,631,317
Fiscal	1,141,137	1,040,304	1,006,996	841,393	870,565	806,318	819,509	950,173	974,744	625,607
Business	349,599	320,302	349,725	595,680	321,652	338,216	397,225	244,791	287,832	378,949
Operation and										
Maintenance of Plant	5,076,352	5,081,737	5,430,177	5,887,984	5,396,949	4,351,478	4,610,668	4,026,248	3,911,306	3,643,418
Pupil Transportation	2,426,571	2,343,340	2,425,413	2,442,491	1,923,646	1,933,845	2,742,520	1,991,278	1,950,432	1,591,688
Central	188,711	197,415	271,693	176,742	162,139	153,193	154,001	142,764	123,871	91,047
Community Services	434,129	452,998	474,206	471,628	371,100	63,440	66,903	60,705	396,430	387,859
Extracurricular Activities	579,345	527,393	533,195	479,496	389,051	406,932	367,966	360,799	336,924	340,667
Capital Outlay	43,643	30,684	255,918	247,578	819,696	6,026,627	8,185,218	2,066,184	936,590	1,941,738
Debt Service	1,427,011	1,402,421	1,384,362	1,338,061	1,329,150	1,317,233	13,551,118	3,635,634	2,215,103	4,642,675
Total	\$36,151,341	\$36,532,877	\$36,900,937	\$35,784,803	\$32,207,776	\$36,194,539	\$52,135,711	\$33,512,808	\$29,590,430	\$31,263,446

Source: District Financial Records

(1) Includes, general, special revenue, capital projects and debt service funds.

(2) Fiscal years 1993-2000 are reported on the GAAP basis; all other years are reported on the cash basis.

Bedford City School District
Property Tax Levies and Collections
Real and Tangible Personal Property (1)
Last Ten Calendar Years

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	% of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection as a Percent of Current Levy
1999	\$30,031,043	\$2,115,625	\$32,146,668	\$28,714,883	95.62 %	\$1,314,860	\$30,029,743	100.00 %
1998	29,930,844	1,771,468	31,702,312	28,289,144	94.51	1,229,508	29,518,652	98.62
1997	29,985,540	1,970,692	31,956,232	28,571,049	95.30	1,554,914	30,125,963	100.50
1996	30,037,572	1,874,069	31,911,641	29,285,617	97.50	588,670	29,874,287	99.46
1995	26,359,127	3,108,884	29,468,011	25,592,605	97.09	1,427,734	27,020,339	102.51
1994	26,204,253	2,833,289	29,037,542	25,160,201	96.02	527,992	25,688,193	98.03
1993	25,892,821	2,462,614	28,355,435	25,052,444	96.75	723,442	25,775,886	99.55
1992	24,425,540	2,472,427	26,897,967	23,883,660	97.70	941,308	24,824,968	101.63
1991	21,108,774	2,587,569	23,696,343	20,383,869	96.57	789,646	21,173,515	100.31
1990	21,030,941	2,090,836	23,121,777	20,195,509	96.03	593,260	20,788,769	98.85

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis because this is the manner in which the information is maintained by the County Auditor.

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) Represents the collection year. The 2000 information cannot be presented because all collections have not been made by June 30.
- (3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

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

Year	Real Property		Public Utility Personal Property		Tangible Personal Property		Total		
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
2000	\$512,354,242	\$1,463,869,263	\$53,750,330	\$61,079,920	\$163,417,945	\$680,908,104	\$729,522,517	\$2,205,857,287	33.07 %
1999	508,628,070	1,453,223,057	57,620,420	65,477,750	162,002,170	675,009,042	728,250,660	2,193,709,849	33.20
1998	500,692,510	1,430,550,000	58,651,190	66,649,100	168,251,180	673,004,700	727,594,880	2,170,203,800	33.54
1997	462,475,340	1,321,358,114	60,347,010	68,576,148	175,425,395	701,701,580	698,247,745	2,091,635,842	33.38
1996	463,433,170	1,324,094,771	61,033,350	69,356,080	163,125,326	652,501,304	687,591,846	2,045,952,155	33.61
1995	458,816,500	1,310,904,286	64,345,590	73,119,989	160,520,899	642,083,596	683,682,989	2,026,107,871	33.74
1994	418,788,220	1,196,537,771	63,739,540	72,431,295	155,264,796	621,059,184	637,792,556	1,890,028,250	33.74
1993	415,423,200	1,186,923,429	64,922,860	73,775,977	144,530,943	578,123,772	624,877,003	1,838,823,178	33.98
1992	403,898,520	1,153,995,771	63,449,890	72,102,148	144,496,084	577,984,336	611,844,494	1,804,082,255	33.91
1991	361,181,050	1,031,945,857	59,423,100	59,423,100	141,808,475	567,233,900	562,412,625	1,658,602,857	33.91

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis because this is the manner in which the information is maintained.

Bedford City School District
Property Tax Rates - Direct And Overlapping Governments
Per \$1,000 of Assessed Valuations
Last Ten Calendar Years

Year	Debt Service Included in Total Levy										Total			
	School Levy	Library	County Levy	Bedford City	Bedford Heights City	Oakwood Village	Walton Hills Village	School Levy	County Levy	Bedford City		Bedford Heights City	Oakwood Village	Walton Hills Village
2000	\$62.60	\$1.40	\$15.30	\$12.80	\$12.00	\$3.80	\$0.30	\$1.58	\$0.85	\$0.00	\$1.70	\$0.60	\$0.00	\$4.73
1999	57.70	1.40	15.30	12.58	12.00	3.80	0.30	1.58	0.72	0.00	1.70	0.50	0.00	4.50
1998	57.60	1.40	16.60	12.80	12.00	3.80	0.30	1.48	0.60	0.00	1.70	0.50	0.00	4.28
1997	57.60	1.40	16.60	12.80	12.00	3.80	0.30	1.48	0.90	0.00	1.70	0.50	0.00	4.58
1996	57.60	1.40	16.60	12.80	12.00	3.80	0.30	1.48	0.87	0.00	2.00	1.16	0.00	5.51
1995	53.10	1.40	16.80	12.80	12.00	3.80	0.30	1.58	0.76	0.00	1.80	1.20	0.00	5.34
1994	53.40	1.00	16.80	10.00	10.00	4.30	0.30	1.88	0.68	0.00	0.95	1.64	0.00	5.15
1993	53.40	1.00	16.80	10.00	10.00	4.30	0.30	1.88	0.71	0.00	0.96	1.64	0.00	5.19
1992	52.20	1.00	16.80	10.00	10.00	4.40	0.30	0.68	0.80	0.00	0.70	1.67	0.00	3.85
1991	47.60	0.00	17.80	10.00	10.00	4.40	0.30	1.08	0.87	0.00	0.34	3.42	0.00	5.71

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

Bedford City School District
*Ratio of Net General Obligation Bonded Debt to Assessed
Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years*

<u>Year</u>	<u>Net General Obligation Bonded Debt</u>	<u>Assessed Value</u>	<u>Population (1)</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
2000	\$11,615,000	\$729,522,517	32,716	1.59 %	\$355.03
1999	\$12,050,000	\$728,250,660	32,716	1.65 %	\$368.32
1998	12,440,000	727,594,880	32,716	1.71	380.24
1997	12,800,000	698,247,745	32,716	1.83	391.25
1996	13,090,000	687,591,846	32,716	1.90	400.11
1995	13,450,000	683,682,989	32,716	1.97	411.11
1994	13,480,000	637,792,556	32,716	2.11	412.03
1993	13,815,000	624,877,003	32,716	2.21	422.27
1992	520,000	611,844,494	32,716	0.08	15.89
1991	925,000	562,412,625	32,716	0.16	28.27

Source: Cuyahoga County Auditor and District Financial Records.

(1) Information obtained from the Cleveland Plain Dealer Municipality Profile.

Bedford City School District
Computation of Legal Debt Margin
 June 30, 2000

Assessed Valuation	<u>\$729,522,517</u>
Debt Limit - 9% of Assessed Value (1)	\$65,657,027
Amount of Debt Applicable to Debt Limit:	
General Obligation Bonds	11,615,000
Less: Amount Available in the Debt Service Fund	<u>1,269,570</u>
Amount of Debt Subject to the Limit	<u>10,345,430</u>
Voted Debt Margin	<u>\$55,311,597</u>
Debt Limit - 0.9% of Assessed Value (1)	\$6,565,703
Amount of Debt Applicable	<u>1,080,000</u>
Unvoted Energy Conservation Debt Margin	<u>\$5,485,703</u>
Debt Limit - 0.1% of Assessed Value (1)	\$729,523
Amount of Debt Applicable	<u>240,000</u>
All Other Unvoted Debt Margin	<u>\$489,523</u>

Source: Cuyahoga County Auditor and District Financial Records.

(1) Ohio Bond Law sets a limit of 9% for voted debt, 9/10 of 1% for unvoted energy conservation projects and 1/10 of 1% for all other unvoted debt.

Bedford City School District
Computation of Direct and Overlapping General Obligation Bonded Debt
 December 31, 1999

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
Bedford City School District	\$11,615,000	100.00 %	\$11,615,000
Cuyahoga County	141,004,636	2.85	4,018,632
Bedford City	7,475,000	33.90	2,534,025
Bedford Heights City	9,830,000	36.70	3,607,610
Oakwood Village	2,627,000	13.00	341,510
Walton Hills Village	240,000	22.96	55,104
Regional Transit Authority	101,865,000	2.85	<u>2,903,153</u>
			<u><u>\$25,075,034</u></u>

Source:

Cuyahoga County Auditor- Data is presented on a calendar year basis because that is the manner in which information is maintained.

- (1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the District by the total assessed valuation of the subdivision. The valuations used were for the 1999 collection year.

Bedford City School District
*Ratio of Annual Debt Service Expenditures for
 General Obligation Bonded Debt to General Governmental Expenditures
 Last Ten Fiscal Years*

<u>Year</u>	<u>Principal (1)</u>	<u>Interest (1)</u>	<u>Total Debt Service</u>	<u>Total Governmental Fund Expenditures (2)(3)</u>	<u>Ratio Of Debt Service to Governmental Fund Expenditures (Percentages)</u>
2000	\$690,000	\$737,011	\$1,427,011	\$36,151,341	3.95 %
1999	635,000	767,421	1,402,421	36,532,877	3.84
1998	590,000	794,362	1,384,362	36,900,937	3.75
1997	510,000	828,061	1,338,061	35,784,803	3.74
1996	520,000	809,150	1,329,150	32,207,776	4.13
1995	485,000	832,233	1,317,233	36,194,539	3.64
1994	12,480,000	1,071,118	13,551,118	52,135,711	25.99
1993	3,505,000	130,634	3,635,634	33,512,808	10.85
1992	2,125,000	90,103	2,215,103	29,590,430	7.49
1991	4,489,000	153,675	4,642,675	31,263,446	14.85

Source: District Financial Records

(1) Includes general obligation bonds and energy conservation bonds.

(2) Includes, general, special revenue, capital projects and debt service funds.

(3) Fiscal years 1993-2000 are reported on the GAAP basis; all other years are reported on the cash basis.

Bedford City School District
Demographic Statistics
Last Ten Years

<u>Year</u>	<u>Cuyahoga County Population</u>	<u>Bedford City Population</u>	<u>Bedford Heights City Population</u>	<u>Walton Hills Village Population</u>	<u>Oakwood Village Population</u>	<u>School Enrollment (1)</u>	<u>Unemployment Rate (2)</u>
2000	1,412,140	14,822	12,131	2,371	3,392	3,867	4.5 %
1999	1,412,140	14,822	12,131	2,371	3,392	3,888	4.6
1998	1,412,140	14,822	12,131	2,371	3,392	3,873	4.5
1997	1,412,140	14,822	12,131	2,371	3,392	4,004	4.1
1996	1,412,140	14,822	12,131	2,371	3,392	3,977	4.7
1995	1,412,140	14,822	12,131	2,371	3,392	4,003	4.9
1994	1,412,140	14,822	12,131	2,371	3,392	3,921	5.3
1993	1,412,140	14,822	12,131	2,371	3,392	3,786	7.6
1992	1,412,140	14,822	12,131	2,371	3,392	3,790	6.3
1991	1,412,140	14,822	12,131	2,371	3,392	3,824	5.2

Source: Information in this table was provided by the Cleveland Plain Dealer Municipality Profile (1990 Federal Census), the State Employment Bureau and from District records.

(1) June Educational Management Information System data.

(2) Represents Cuyahoga County

Bedford City School District
Property Value
Financial Institution Deposits and Building Permits
Last Ten Calendar Years

<u>Year</u>	<u>Property Value (Real Estate Only)</u>	<u>Financial Institution Deposits (000's) Banks</u>	<u>Value Of Building Permits Issued (1)(2)</u>
1999	\$508,628,070	\$57,816,942	\$26,575,569
1998	500,692,510	58,904,596	21,253,396
1997	462,475,340	53,941,971	9,623,626
1996	463,433,170	27,068,211	9,715,925
1995	458,816,500	22,458,573	14,760,742
1994	418,788,220	20,885,453	11,833,283
1993	415,423,200	21,009,421	5,005,201
1992	403,898,520	19,379,280	1,449,498
1991	361,181,050	18,392,243	16,494,070
1990	356,300,840	19,188,641	7,484,967

Source: Federal Reserve Bank of Cleveland, Cities of Bedford and Bedford Heights, and the Cuyahoga County Auditor.

(1) Cities of Bedford and Bedford Heights only, 1990 - 1997

(2) Cities of Bedford, Bedford Heights, and Village of Oakwood. 1998-1999

Bedford City School District
Principal Taxpayers
Real Estate Property Tax
December 31, 1999

<u>Name of the Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Real Assessed Value</u>
1. Ford Motor Company	\$11,454,700	2.24 %
2. Riser Foods Company	7,423,150	1.45
3. Bear Creek Investment Company	4,986,970	0.97
4. Bear Creek Properties Company	4,099,400	0.80
5. Mayfield Company	4,000,130	0.78
6. Bedford Colony Club Apartments	3,758,440	0.73
7. South Pointe Towers LTD	3,699,010	0.72
8. Sysco Food Service	3,555,900	0.69
9. Aspen Woodside Village LLC	3,097,500	0.61
10. Southgate Towers LLC	<u>3,094,000</u>	0.61
Total	<u>\$49,169,200</u>	<u>9.60 %</u>

Total District Real Estate Assessed Value **\$512,354,242**

Source: Cuyahoga County Auditor

(1) Assessed values are for 1999.

Bedford City School District
Principal Taxpayers
Tangible Personal Property Tax
December 31, 1999

<u>Name of the Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Tangible Assessed Value</u>
1. Ford Motor Company	\$30,996,140	18.97 %
2. Riser Foods Company	12,488,700	7.64
3. Ben Venue Lab, Incorporated	6,798,510	4.16
4. Ferro Corporation	3,820,470	2.34
5. Commonwealth Aluminum	2,827,520	1.73
6. Lester Precision Die	2,679,270	1.64
7. Hertz Equipment Rental Corporation	2,481,200	1.52
8. Jay Pontiac Incorporated	2,404,560	1.47
9. Earle M. Jorgensen Company	2,180,110	1.33
10. I. Schumann & Company	<u>2,050,480</u>	<u>1.26</u>
Total	<u><u>\$68,726,960</u></u>	<u><u>42.06 %</u></u>
Total District Tangible Personal Assessed Value	<u><u>\$163,417,945</u></u>	

Source: Cuyahoga County Auditor

(1) Assessed values are for 1999.

Bedford City School District
Principal Taxpayers
Public Utilities Tangible Property Tax
December 31, 1999

Name of Taxpayer	Assessed Value (1)	Percent of Total District Public Utility Assessed Value
1. Cleveland Electric Illuminating Company	\$42,860,513	79.74 %
2. Ohio Bell Telephone Company	6,622,040	12.32
3. East Ohio Gas Company	3,977,524	7.40
4. Consolidated Rail Corporation	290,253	0.54
Total	\$53,750,330	100.00 %
 Total District Public Utility Assessed Value	 \$53,750,330	

Source: Cuyahoga County Auditor

(1) Assessed values are for 1999.

Bedford City School District
Per Pupil Cost
Last Ten Fiscal Years (1)

<u>Year</u>	<u>General Fund Expenditures</u>	<u>Average Student Enrollment</u>	<u>Per Pupil Cost</u>
2000	\$32,651,127	3,867	\$8,444
1999	33,233,088	3,888	8,548
1998	32,697,087	3,873	8,442
1997	31,893,282	4,039	7,896
1996	28,153,278	3,977	7,079
1995	27,887,073	4,003	6,967
1994	29,607,298	3,921	7,551
1993	27,099,216	3,786	7,158
1992	24,854,891	3,790	6,558
1991	23,314,064	3,824	6,097

Source: District Financial Records

- (1) Fiscal years 1993-2000 are reported on the GAAP basis; all other years are reported on the cash basis.

Bedford City School District
Certificated Staff Education and Experience
June 30, 2000

<u>Degree</u>	<u>Number of Teachers and Administrators</u>	<u>Percentage of Total</u>
Bachelor's Degree	42	13.95 %
Bachelor Including 150 Hours	75	24.92
Bachelor Including 180 Hours	31	10.30
Master's Degree	63	20.93
Master's Degree + 9 Hours	39	12.96
Master's Degree + 18 Hours	9	2.99
Master's Degree + 27 Hours	13	4.32
Master's Degree + 36 Hours	8	2.66
Master's Degree + 45 Hours	15	4.98
Master's Degree + 54 Hours	<u>6</u>	<u>1.99</u>
Total	<u>301</u>	<u>100.00 %</u>

<u>Years of Experience</u>	<u>Number of Teachers and Administrators</u>	<u>Percentage of Total</u>
0 - 5	92	30.57 %
6 - 10	49	16.28
11 - 15	40	13.29
16 - 20	24	7.97
21 - 25	31	10.30
26 and over	<u>65</u>	<u>21.59</u>
Total	<u>301</u>	<u>100.00 %</u>

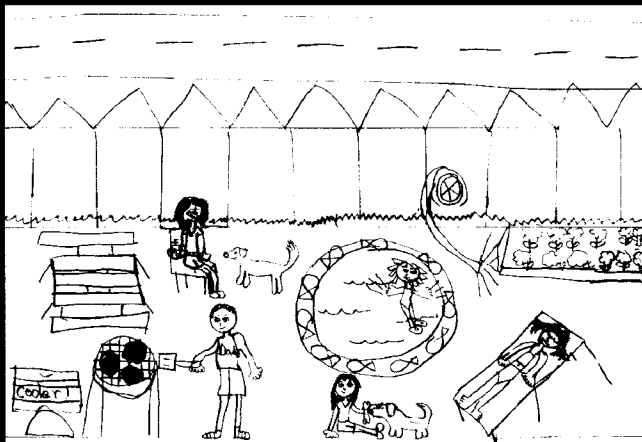
Source: District Records



Lauren Rubino
third grade student from
Columbus Intermediate School
Teacher: Marjorie Falk



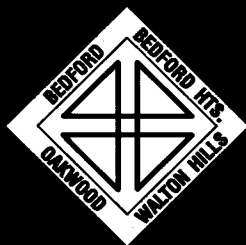
Brittany Paul, fifth grade student from Columbus Intermediate School. Teacher: Marjorie Falk



Mianna Watkins-Wilder, fourth grade student from Carylwood Intermediate School. Teacher: Todd Wilson



Samantha McCune, second grade student from Central Primary School. Teacher: Jessica Chmura



**Bedford City
School District**

475 Northfield Road
Bedford, Ohio 44146

Phone: 440-786-3501
Fax: 440-439-4327

SINGLE AUDIT REPORT

BEDFORD CITY SCHOOL DISTRICT

For the Year Ended June 30, 2000

BEDFORD CITY SCHOOL DISTRICT

SINGLE AUDIT REPORT

For the year ended June 30, 2000

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**REPORTS ON COMPLIANCE AND ON THE
INTERNAL CONTROL STRUCTURE**

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

Board of Education
Bedford City School District

We have audited the general-purpose financial statements of the Bedford City School District (the "District") as of and for the year ended June 30, 2000, and have issued our report thereon dated October 20, 2000. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America.

Compliance

As part of obtaining reasonable assurance about whether the District's general-purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to management of the District in a separate letter dated October 20, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general-purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to management of the District in a separate letter dated October 20, 2000.

This report is intended for the information of the Board of Education, management, the Auditor of State, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Grant Thornton LLP

Cleveland, Ohio
October 20, 2000

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Education
Bedford City School District

Compliance

We have audited the compliance of the Bedford City School District (the "District") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal programs for the year ended June 30, 2000. The District's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2000.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control structure that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the general-purpose financial statements of the District as of and for the year ended June 30, 2000, and have issued our report thereon dated October 20, 2000. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements of the District. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

This report is intended for the information of the Board of Education, management, the Auditor of State, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Grant Thornton LLP

Cleveland, Ohio
October 20, 2000

SUPPLEMENTAL FINANCIAL INFORMATION

Bedford City School District
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Fiscal Year Ended June 30, 2000

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Grant Number	Receipts	Expenditures
U.S. Department of Education via Ohio Department of Education				
Special Education Cluster:				
Special Education - Grants to States	84.027	043562-6B-SF-00	\$ 249,344	\$ 249,349
		043562-6B-SF-99	-	21,535
			249,344	270,884
Special Education - PreSchool Grants	84.173	043562-PG-S1-00	24,434	27,126
		043562-PG-S1-99	22,004	-
			46,438	27,126
Total Special Education Cluster			295,782	298,010
<hr/>				
Vocational Education - Basic Grants to States	84.048	043562-20-C1-00	70,665	31,009
		043562-20-C1-99	11,310	14,665
		043562-20-C1-98	-	1,687
		043562-20-C1-97	-	74
		043562-20-C1-96	-	1,492
		043562-20-C1-94	-	118
			81,975	49,045
<hr/>				
Title I Grants to Local Educational Agencies	84.010	043562-C1-S1-00	305,433	283,771
		043562-C1-SD-00	6,530	-
		043562-C1-SD-99	-	4,242
		043562-C1-S1-98	-	419
		043562-C1-SD-98C	-	3,494
			311,963	291,926
<hr/>				
Innovative Education Program Strategies	84.298	043562-C2-S1-00	17,851	15,306
		043562-C2-S1-99C	4,007	21,721
		043562-C2-S1-99	-	1,142
		043562-C2-S1-98	-	4,119
			21,858	42,288
<hr/>				
Safe and Drug-Free Schools - State Grants	84.186	043562-DR-S1-00	5,295	6
		043562-DR-S1-99C	21,711	11,437
		043562-DR-S1-99	13,764	13,764
		043562-DR-S1-98	-	6,848
			40,770	32,055
<hr/>				
Capital Expenses	84.216	043562-CX-98	2,780	2,780
<hr/>				
Eisenhower Professional Development - State Grants	84.281	043562-MS-S1-00	4,668	-
		043562-MS-S1-99	-	7,532
		043562-MS-S1-98	-	2,418
			4,668	9,950
<hr/>				
Class Size Reduction	84.340	043562-CR-S1-00	59,257	58,878
<hr/>				
TOTAL U. S. DEPARTMENT OF EDUCATION			\$ 819,053	\$ 784,932

Bedford City School District

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED

For the Fiscal Year Ended June 30, 2000

<u>Federal Grantor/Pass-Through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Grant Number</u>	<u>Receipts</u>	<u>Expenditures</u>
U.S. Department of Agriculture via Ohio Department of Education				
Nutrition Cluster:				
National School Lunch Program	10.555	043562-03-PU-00	\$ 33,913	\$ 33,913
		043562-03-PU-99	13,590	13,590
		043562-04-PU-00	153,223	153,223
		043562-04-PU-99	58,443	58,443
			<u>259,169</u>	<u>259,169</u>
School Breakfast Program	10.553	043562-05-PU-00	11,767	11,767
Food Distribution	10.550	N/A	<u>41,123</u>	<u>41,534</u>
Total Nutrition Cluster			312,059	312,470
<i>TOTAL U.S. DEPARTMENT OF AGRICULTURE</i>			\$ 312,059	\$ 312,470
U.S. Department of Labor via Ohio Department of Education				
Employment Services and Job Training	17.249	043562-WK-BE-00	\$ 28,835	\$ 58,980
		043562-WK-BE-99	-	11,183
			<u>28,835</u>	<u>70,163</u>
<i>TOTAL U.S. DEPARTMENT OF LABOR</i>			\$ 28,835	\$ 70,163
<i>TOTAL U.S. DEPARTMENT OF EDUCATION (from previous page)</i>			819,053	784,932
GRAND TOTAL			\$ 1,159,947	\$ 1,167,565

BEDFORD CITY SCHOOL DISTRICT

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

June 30, 2000

(1) **General**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the District. The District's reporting entity is defined in Note A to the District's general-purpose financial statements.

(2) **Basis of Accounting**

The accompanying Schedule of Expenditures of Federal Awards is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

(3) **Noncash Support**

The District receives noncash support in the form of food subsidies from the Food Distribution Program, CFDA 10.550. The value of the food subsidies is determined by using the fair market value of the food items as quoted by local food suppliers.

FINDINGS

Bedford City School District

SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 §.505

For the Fiscal Year Ended June 30, 2000

1. SUMMARY OF AUDITORS' RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions 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 weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under §.510?	No
(d)(1)(vii)	Programs tested as Major Programs (list):	Title I Grants to Local Educational Agencies (CFDA #84.010) National School Lunch Program (CFDA #10.555) School Breakfast Program (CFDA #10.553) Food Distribution (CFDA #10.550)
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

NONE

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

NONE

Bedford City School District

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A-133 §.315(b)

For the year ended June 30, 2000

The June 30, 1999 audit reported no audit findings as defined in OMB Circular A-133 §.510. Therefore, there are no prior audit findings to report the status of.




Mr. J. K. Byrne
Treasurer

Bedford City School District
CORRECTIVE ACTION PLAN
OMB CIRCULAR A-133 §.315(c)

For the year ended June 30, 2000

The June 30, 2000 audit reported no audit findings as defined in OMB Circular A-133 §.510. Therefore, preparation of a corrective action plan is not applicable.



Mr. J. K. Byrne
Treasurer

LETTER TO THE MEMBERS OF
THE BOARD OF EDUCATION

BEDFORD CITY SCHOOL DISTRICT

June 30, 2000

November 3, 2000

Board of Education Members
Bedford City School District

Dear Members:

We have audited the financial statements of the Bedford City School District (the "District") for the year ended June 30, 2000, and have issued our report thereon dated October 20, 2000. Professional standards require that we provide you with the following information relating to our recently concluded audit. The matters discussed herein are those that we have noted as of October 20, 2000 and we have not updated our procedures regarding these matters since that date to the current date.

*Our Responsibility Under Generally Accepted Auditing Standards and
OMB Circular A-133*

Our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance about whether the financial statements are free of material misstatement. Because of the concept of reasonable assurance and because we did not perform a detailed examination of all transactions, there is a risk that material errors, fraud, or other illegal acts may exist and not be detected by us.

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. We also considered internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit. Also, in accordance with OMB Circular A-133, we examined, on a test basis, evidence about the District's compliance with the types of compliance requirements described in the "U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement" applicable to its major federal program for the purpose of expressing an opinion on the District's compliance with those requirements. While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on the District's compliance with those requirements.

Significant Accounting Policies

Management has the responsibility for selection and use of appropriate accounting policies. We will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by the District are described in Note 2 to the general-purpose financial statements. We noted no transactions entered into by the District during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Accounting Estimates

Accounting estimates are an integral part of the general-purpose financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. We believe that the following represents a particularly sensitive accounting estimate:

Management's estimate of the liability for accrued sick leave benefits is based on the District's past experience rate in making termination payments. We evaluated the key factors and assumptions used to develop the accrual in determining that it is reasonable in relation to the general-purpose financial statements taken as a whole.

Significant Audit Adjustments

For purposes of this letter, professional standards define a significant audit adjustment as a proposed correction of the general-purpose financial statements that, in our judgment, may not have been detected except through our auditing procedures. These adjustments may include those proposed by us but not recorded by the District that could potentially cause future financial statements to be materially misstated, even though we have concluded that such adjustments are not material to the current financial statements. We proposed no audit adjustments that could, in our judgment, either individually or in the aggregate, have a significant effect on the District's financial reporting process.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the general-purpose financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Board of Education Members
Bedford City School District
November 3, 2000

Consultations with Other Accountants

To the best of our knowledge, management has not consulted with or obtained opinions, written or oral, from other independent accountants during the past year which were subject to the requirements of AU625, *Reports on the Application of Accounting Principles*.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing our audit.

* * * * *

Should you desire further information concerning these matters, we will be happy to meet with you at your convenience.

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

Very truly yours,

Grant Thornton LLP



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

BEDFORD CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 01, 2001**