

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
OF THE  
BEDFORD CITY SCHOOL DISTRICT  
for the  
FISCAL YEAR ENDED JUNE 30, 2001**

Prepared by the Treasurer's Department

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

475 Northfield Road  
Bedford, Ohio 44146



**STATE OF OHIO**  
**OFFICE OF THE AUDITOR**  

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**JIM PETRO, AUDITOR OF STATE**

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To Board of Education  
Bedford City School District

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, 2000 to June 30, 2001. 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.

**JIM PETRO**  
Auditor of State

March 11, 2002

**Bedford City School District**  
*Comprehensive Annual Financial Report*  
*For the Fiscal Year Ended June 30, 2001*  
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## BEDFORD CITY SCHOOL DISTRICT

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

October 26, 2001

Board of Education Members and Residents of the 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 accounting principles generally accepted in the United States of America as applicable to governmental entities. The 2001 CAFR implements, before the required date of fiscal year 2003, the governmental financial reporting model established by the Governmental Accounting Standards Board ("GASB") in their Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. 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, and includes the Management's Discussion and Analysis, The Basic Financial Statements and Notes providing an overview of the District's financial position and operating results, the Combining Statements by Fund Type, and other schedules providing detailed information relative to the Basic Financial Statements.

3. The Statistical Section, which presents social and economic data, financial trends and fiscal capacity of the District.

### **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 661 active public school districts (193 city, 49 exempted village, 370 local, and 49 joint vocational school districts) in the State of Ohio and one of 33 in Cuyahoga County. The district provided, as of June, 2001, education to 3,844 students in grades K through 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.

## **The School System**

### **General Information**

As of June 2001, 3,844 students were enrolled in the District's seven schools (two primary schools, two intermediate schools, one sixth grade school, one middle school and one high school). For the last complete academic year the average class size was 22 students. The District's five-year plan forecasts total enrollment to remain stable. As of June 30, 2001, the District employed (full and part-time) 301 professional staff members and 284 non-teaching and support staff employees. The District operates a variety of facilities to complement the educational program. These include athletic facilities, a central administration building, a maintenance facility and a transportation facility.

The high school is fully accredited by the North Central Association of Colleges and Schools. The curriculum offers a wide range of electives and comprehensive courses of study in college preparatory, career and technical education and physical education programs. A full range of extracurricular programs and activities is offered. All District schools have library/media centers, lunch programs and multipurpose rooms or gymnasiums for student activities. The Board cooperates with community organizations in making District facilities available for evening athletic, recreational and enrichment activities. Classroom teachers at all levels are supported by specialists in reading, guidance, art, music and physical education. All elementary schools have teacher aides. Nurses, psychologists, aides assisting disabled students, and speech pathologists are employed to work with students at all levels. The District's Pupil Personnel Services program includes school health and psychological services, pupil appraisal, counseling and guidance services, special education services, and speech-language and hearing services. Guidance counselors are available at all school levels.

The District operates a comprehensive career and technology education curriculum in cooperation with the adjacent Maple Heights City School District. Career and technology education students attend either the District's High School or Maple Heights High School. Career and technology education courses offered by the District include: Computerized Accounting, Microsoft Office, Cooperative Business Education, Occupational Work Experience, Occupational Work Adjustment, Diversified Cooperative Training, Marketing Education, Automotive Technology, Manufacturing Technology, Quick-Serve Automotive Care, Electronics Technology, Engineering Technology, Community Job Skills, Cosmetology, Home Improvement and Maintenance, Printing and Consumer Science.

The District offers a program of instruction for students identified as gifted and talented in grades K through 12. Students are evaluated for entry into this program based on Ohio

Department of Education criteria involving IQ and achievement test scores. In the case of music, art, drama and dance, students are evaluated on other criteria established by the Ohio Department of Education.

The educational program is based on a "graded structure." The primary and intermediate school buildings house three or four grades each, instead of the traditional K through 6 or 8. This provides for a more efficient use of teaching personnel and equipment and increases articulation between grade levels.

### **Academic Program Highlights**

The District's academic program includes the following, among other attributes:

- The Department of Curriculum and Instruction completed the District's Continuous Improvement Plan. That Plan provides an educational blueprint to help students achieve academic success and improve their performance on State-administered proficiency tests.

- A reorganized elementary summer school program more closely mirroring the school day for students in grades kindergarten through six. Students have demonstrated greater classroom interest and participation in the new format.

- Fifty-one elementary teachers participated in the Summer Institute for Reading Intervention in June 2000 and June 2001. Sponsored by the Ohio Department of Education, the Institute focused on teaching strategies and techniques to help students in grades kindergarten through eight improve their reading comprehension and vocabulary.

- With \$147,000 in grant money from the OhioReads program, the District launched a major initiative during the 2000-2001 school year to help students improve basic reading skills at the elementary school level. The grants provided for the purchase of computer software, books, and other materials as well as training for teachers and more than 100 community volunteers to assist in this effort.

- Using \$83,000 in grant funds, the Electronics Technology program at the High School was redesigned to better prepare students for the transition from school to the workplace. A+ electronics and Cisco Certified Network Administrator certifications were added to better prepare students to design, build, operate and repair computer networks. Both certifications are industry-recognized standards of excellence in many technology-related fields.

- The High School's Jobs for Ohio Graduates Program ("JOGS") program was established during the 2000-2001 school year to assist students who are at risk of not graduating and finding future employment. Through JOGS, students are better prepared to meet an employer's needs and expectations and, at the same time, establish appropriate career objectives.

- The wiring of all buildings for computer technology was completed during the 1999-2000 school year through the Department of Education's SchoolNet Program. SchoolNet – a state-wide initiative to wire all classrooms in Ohio for technology – was developed to prepare Ohio's students to live and work in an increasingly technological world. During the 2000-2001 school year, 86 teachers received up to 20 hours of SchoolNet training. The training provided hands-on experience in the use of scanners and digital cameras, as well as word processing, database management, spreadsheet, multimedia, and related software. The training will help teachers better identify the progress of individual students and improve classroom instruction.

- The District also completed an upgrading of electrical service in the District's five elementary school buildings through participation in the PowerUp Program. Electrical circuit boxes, wires and 600-amp. connections were 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.

- More than 400 parents annually are actively involved in the educational process, serving as volunteer tutors, room parents, and field trip chaperones. A part-time Coordinator of Adult Volunteers directs the volunteer program. During the 2000-2001 school year, the volunteers collectively contributed 16,200 service hours to the schools.

- Instruction in art, music, physical education, and library science is integrated into the curriculum beginning at the first grade level

- Computer technology is available at every grade level for remediation, enrichment, and programming skills.

- The District offers 200 courses at the High School level, including five Advanced Placement courses, 11 Honors courses, 12 on-site career and technology education programs, three foreign language programs and a full complement of music and fine arts classes.

- Approximately 75% of the High School graduates from the Class of 2001 indicated they intended to pursue higher education. Approximately 17% of the graduates sought full-time employment and 4% entered the military upon graduation. The remaining 4% were undecided at the time of graduation.

- Athletic programs include a full range of interscholastic and intramural sports programs for boys and girls. Programs include football, volleyball, cross country, golf, soccer, basketball, swimming, wrestling, baseball, fast-pitch softball and track and field.

- The District participates in a joint effort with the four local police departments to prevent chemical abuse through its Drug Abuse Resistance Education Program. The local fire departments provide fire prevention safety classes to elementary students.

- The Bedford City Schools Foundation was established in January of 1993 to provide funds for student scholarships, extended educational activities and projects not provided for by general District funds. The Foundation has an endowment of \$145,000 and hosts three fund-raises each year.

- The District's Strategic Plan has identified certain areas of focus including student achievement and test performance, public relations, parent and community involvement, recruitment and hiring of minority teachers, staff development, and at-risk youth.

- The recently-developed State of Ohio Report Card for 2001 showed the District meeting 10 of the 27 standards. This was an improvement from 2000 when the District met only nine of the standards. The District has developed and is implementing a Continuous Improvement Plan ("CIP") to address the areas identified by the State as below the standard. The CIP contains action plans for improving student performance, curriculum/instruction, assessment/evaluation, professional development, student services, facility and parent/community involvement.

### **Employees**

As of June 30, 2001 the District had 585 employees. The number of employees has decreased by 21 since June 30, 1998. A statewide public employee collective bargaining law applies generally to public employee relations and collective bargaining.

As of June 30, 2001, 301 of the District's employees were professionals (certified or licensed by the State Department of Education) serving as treasurer, assistant treasurer, business manager, classroom teachers, education specialists and certificated administrators, of whom all had at least a bachelor's degree and 152 held advanced degrees. The 2000-2001 starting salary for a teacher with a bachelor's degree was \$29,572; the maximum teacher salary (for a teacher with a master's degree plus 45 semester hours and 18 years' experience) was \$62,319. The average current base salary of District teachers for 2000-2001 was \$47,995, compared to a State average (Fiscal Year 2000) of \$41,714.

All of the District's teachers and educational specialists (excluding 21 administrators) are represented by the Bedford Education Association (the "Association") which is a labor organization affiliated with the Ohio Education Association. The present contract between the Board and the Association became effective on July 1, 2001 and will be in effect through June 30, 2004. The contract calls for the base salary to be increased by 2% on July 1, 2001, 2% on January 24, 2002, 3% on July 1, 2002 and 3% on July 1, 2003. All of the District's classified support staff (secretarial-clerical, custodial, maintenance, transportation and cafeteria staff) members are represented for bargaining purposes by the Ohio Association of Public School Employees ("OAPSE"), with the exception of 14 administrators and 3 confidential secretaries. The OAPSE contract expires on December 31, 2001. There have been no work stoppages in the last 13 years. In the judgment of the Board, labor relations with all of its employees are excellent.



## **Financial Information**

### **Internal Accounting and Budgetary Control**

The District's accounting system is organized on a "fund" basis. Each fund 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 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 a temporary 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 food service fund. 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.

### **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 \$805,969,111 is divided among the four municipalities making up the District in the following manner: Bedford 32 percent, Bedford Heights 30 percent, Oakwood 14 percent and Walton Hills 24 percent. Approximately 30 percent of the tax base is residential real property, 31 percent is personal tangible property, 9 percent is public utility tangible property and 30 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 1986 (the levy is a 5-year levy, most recently renewed in May 2001).

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 2001 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. The reader is directed to the narrative introduction, overview, and analysis of the District's financial condition which is found in Management's Discussion and Analysis in the Financial Section (page 4).

### **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, 2001. 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.

### **Awards**

The Government Finance Officers Association ("GFOA") of the United States and Canada awarded the Bedford City School District a Certificate of Achievement ("COA") for Excellence in Financial Reporting for its Comprehensive Annual Financial Report ("CAFR") for the year ended June 30, 2000. This was the fourth consecutive year that the District has achieved this prestigious award. In order to be awarded a COA, a government must publish an easily readable and efficiently organized annual financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. A COA is valid for one year only. We believe our current report continues to conform to Program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

## Acknowledgments

The publication of this report continues the District's commitment to professionalism in financial reporting. The report implements the reporting model required by GASB Statement No. 34 before the required implementation year of fiscal 2003. The District would like to recognize Jim Petro, Auditor of the State of Ohio and his department for the encouragement and support given to school districts in regard to that implementation.

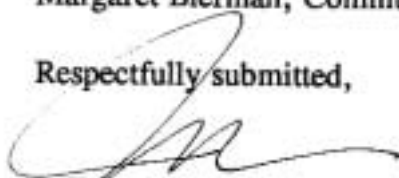
The District would also like to thank Mr. Bill Bornhauser, Treasurer of Berea City School District, and Ms. Dale Cummins, Assistant Treasurer, Berea City School District. In 1999, the Berea City School District was among the first schools in the nation to implement GASB Statement No. 34. Since then Mr. Bornhauser and Ms. Cummins have given unselfishly of their time, teaching at training seminars in Ohio and Pennsylvania, and making themselves available for telephoned requests for help and advice. Their commitment and assistance are appreciated.

The accomplishment of this report would not have been possible without the assistance, support and efforts of the District's administration. Assistance from the Cuyahoga County Auditor's office staff made possible the fair presentation of statistical data.

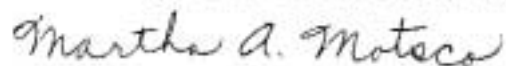
Appreciation is extended to the staff of the treasurer's department: Mrs. Loretta Dunkel, Payroll Specialist, Mrs. Bonnie Baschko, Accounts Receivable/Leave Accounting Specialist, and Mrs. Angelia Jordan-Webster, Accounts Payable Specialist. A school district cannot produce a CAFR - much less implement GASB Statement No. 34 - 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 2001 CAFR. The 2001 CAFR is also the work of Assistant Treasurer Donald E. Houghton, Jr., whose name appears on the title page.

Layout and production of the 2001 CAFR, as it has been since 1997, 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, 2000

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.



*Thomas A. Drew*  
President

*Jeffrey L. Esser*  
Executive Director



**Bedford City School District  
Principal Officials  
June 30, 2001**

**Board of Education**

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

**Treasurer**

Mr. J. K. Byrne

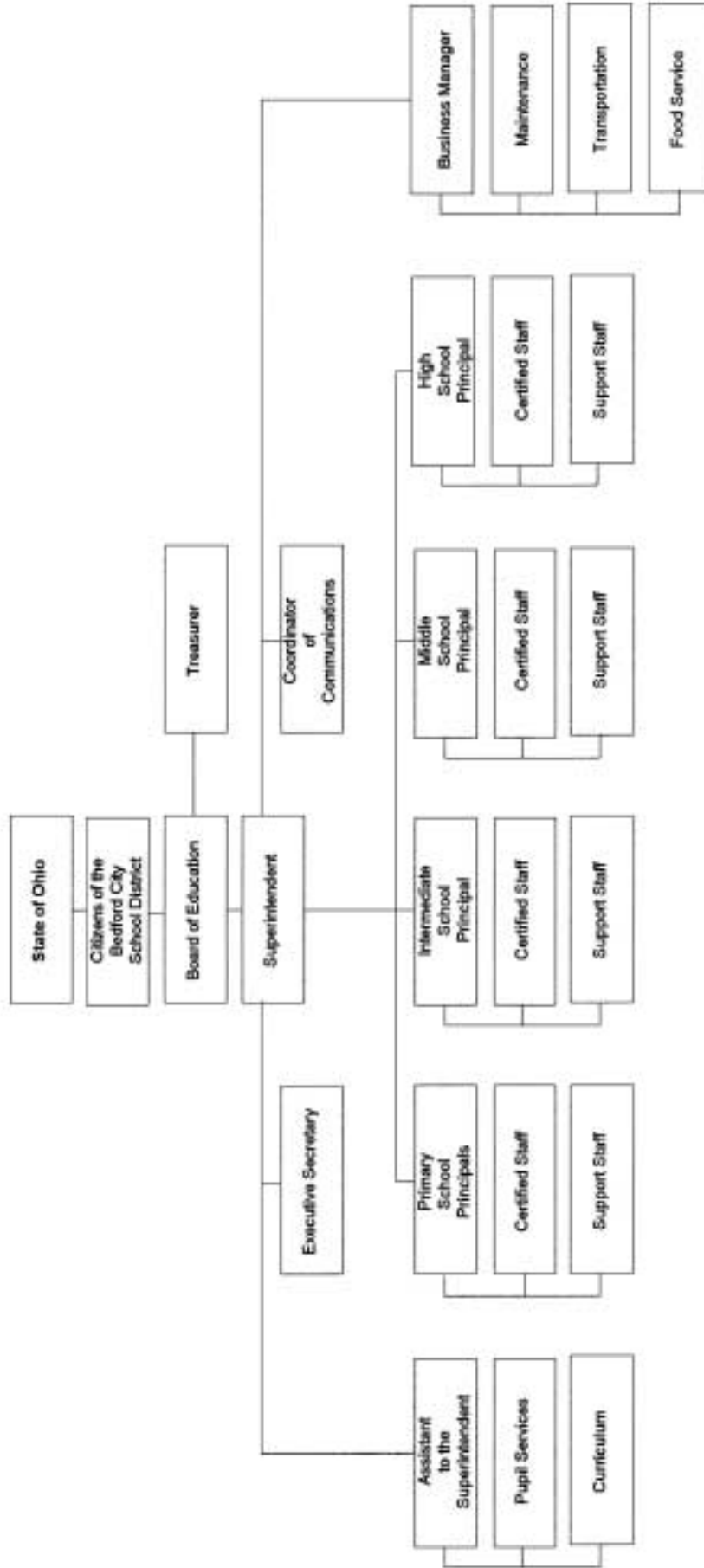
**Assistant Treasurer**

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







**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

The Board of Education  
**Bedford City School District**

We have audited the accompanying basic financial statements of the Bedford City School District, Bedford, Ohio (the "District") as of and for the year ended June 30, 2001, as listed in the table of contents. These basic financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these basic 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 basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 3 to the financial statements, the District adopted Governmental Accounting Standards Board Statements Nos. 33, 34, 36, 37 and 38 as of and for the year ended June 30, 2001.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the District, as of June 30, 2001, and the results of its operations and the cash flows of its proprietary funds 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 26, 2001 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.

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information the Governmental Accounting Standards Board requires. We applied limited procedures, consisting principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. We did not audit the information and express no opinion thereon.

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

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

*Grant Thornton LLP*

Cleveland, Ohio  
October 26, 2001 (except for Note 16, as to which  
the date is November 2, 2001 and Note 20, as  
to which the date is November 21, 2001)

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**

The discussion and analysis of the Bedford City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2001. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements as well as the statements themselves to enhance their understanding of the District's financial performance.

**Financial Highlights**

Key financial highlights for fiscal year 2001 are as follows:

- In total, net assets increased \$4.43 million, a 68 percent increase over fiscal year 2000. Net assets of governmental activities increased \$4.38 million which represents almost a 69 percent increase from fiscal year 2000. Net assets of business-type activities increased from \$0.11 million to \$0.17, a 53 percent increase over fiscal year 2000.
- General revenues accounted for \$39.64 million in revenue or 91 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$3.92 million or 9 percent of total revenues of \$43.56 million.
- The increase in net assets of governmental activities was primarily the result of the first full fiscal year's collection of the 4.9 mill additional operating levy approved in November of 1999.
- The District had \$37.79 million in expenses related to governmental activities; only \$2.65 million of these expenses were offset by program specific charges for services, grants or contributions. General revenues related to governmental activities of \$39.53 million were adequate to provide for these programs.
- The District recognizes three major governmental funds: the general fund, the debt service fund and the permanent improvement fund. Management identifies them as major because they are the funds that receive tax dollars. However, in terms of dollars received and dollars spent, the general fund is significantly larger than all the other funds of the District combined. The general fund has \$37.95 million in revenues and \$34.07 million in expenses. The general fund's balance increased \$3.50 million in 2001.
- The District recognizes three major enterprise funds: the food service fund, the uniform school supplies fund and the special enterprises fund. However, the food service activities

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**  
(continued)

are significantly larger than all other enterprise funds combined. The net deficit in the food service enterprise was reduced from \$0.06 million on June 30, 2000 to \$0.04 million on June 30, 2001. The food service deficit has been reduced each fiscal year since 1997 when it was \$0.16 million. This decline in the food service deficit is consistent with the District's goal of making the food service operation as self-sufficient as possible. Grants of \$0.37 million in 2001 reduced the operating loss.

**Using This Comprehensive Annual Financial Report ("CAFR")**

This annual report consists of a series of financial statements and notes to those statements. These statements are presented following the requirements of Governmental Accounting Standards Board Statement ("GASB") No. 34, and are organized so the reader can understand the Bedford City School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. (The District is electing to present the financial statements for fiscal year 2001 using the GASB Statement No. 34 model. School districts like Bedford will be required to use the new model beginning with the 2003 fiscal year.)

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

**Reporting the District as a Whole:**

**Statement of Net Assets and the Statement of Activities**

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially in 2001?". The *Statement of Net Assets* and the *Statement of Activities* answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector



**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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companies. This basis of accounting takes into account all the current fiscal year's revenues and expenses regardless of when cash is received or paid.

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

In the *Statement of Net Assets* and the *Statement of Activities*, the District is divided into two distinct kinds of activities:

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

2.) **Business-type Activities** -- These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The District's food service program is reported as a business-type activity.

### **Reporting the District's Most Significant Funds**

#### **Fund Financial Statements**

The analysis of the District's major funds begins on page 20. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds.

#### **Governmental Funds**

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual accounting*, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**  
(continued)

general governmental operations and the basic services it provides. Governmental fund information helps you determine whether there are financial resources that can be spent in the near future to finance educational programs, and what the change in those resources has been from the previous fiscal year. The relationship (or differences) between governmental activities as reported in the *Statement of Net Assets* and the *Statement of Activities* and the modified accrual statements for the governmental funds is reconciled in the financial statements.

**Proprietary Funds**

Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match the information provided in statements for the District as a whole.

**The District as a Whole**

Recall that the *Statement of Net Assets* provides the perspective of the District as a whole, showing assets, liabilities and the difference between them (net assets). Table 1 provides a summary of the District's net assets for fiscal year 2001 compared to fiscal year 2000:

Table 1  
Net Assets  
(In Millions)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
<b>Assets</b>						
Current and Other Capital	\$69.60 <u>15.76</u>	\$63.95 <u>15.68</u>	\$0.36 <u>0.04</u>	\$0.50 <u>0.05</u>	\$69.96 <u>15.80</u>	\$64.45 <u>15.73</u>
Total	<u>\$85.36</u>	<u>\$79.63</u>	<u>\$0.40</u>	<u>\$0.55</u>	<u>\$85.76</u>	<u>\$80.18</u>
<b>Liabilities</b>						
Long-term Other	\$14.41 <u>60.19</u>	\$15.17 <u>58.08</u>	\$0.05 <u>0.19</u>	\$0.04 <u>0.40</u>	\$14.46 <u>60.38</u>	\$15.21 <u>58.48</u>
Total	74.60	73.25	0.24	0.44	74.84	73.69
<b>Net Assets</b>	<u>\$10.76</u>	<u>\$6.38</u>	<u>\$0.16</u>	<u>\$0.11</u>	<u>\$10.92</u>	<u>\$6.49</u>

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**  
(continued)

The increase in net assets from fiscal year 2000 to fiscal year 2001 is primarily due to an increase in tax revenues. See further discussion on Governmental and Business-type activities on pages 9 and 10.

Table 2 shows changes in net assets for fiscal year 2001. Since this is the first year the District has prepared financial statements following GASB Statement 34, revenue and expense comparisons for fiscal year 2000 are not available.

**Table 2  
Changes in Net Assets  
(In Millions)**

	Government Activities <u>2001</u>	Business-type Activities <u>2001</u>	<u>Total</u>
<b>Revenues</b>			
<b>Program Revenues</b>			
Charges for Services	\$ .64	\$0.90	\$1.54
Operating Grants	1.79	0.37	2.17
Capital Grants	0.21	-	0.21
<b>General Revenue</b>			
Property Taxes	32.16	-	32.16
Grants & Entitlements	6.22	-	6.22
Other	1.15	0.11	1.26
<b>Total Revenues</b>	<u>42.17</u>	<u>1.38</u>	<u>43.56</u>
<b>Program Expenses</b>			
Instruction	18.89	-	18.89
<b>Support Services:</b>			
Pupil	2.19	-	2.19
Instructional Staff	1.51	-	1.51
Board of Education	0.18	-	0.18
Administration	2.55	-	2.55
Fiscal	1.00	-	1.00
Business	0.36	-	0.36
Operation and Maintenance of Plant	6.06	-	6.06
Pupil Transportation	2.70	-	2.70
Central	0.28	-	0.28
Operation of Non-Instructional Services	0.80	-	0.80
Extracurricular Activities	0.57	-	0.57
<b>Debt Service:</b>			
Interest and Fiscal Charges	0.70	-	0.70
Food Service	-	1.22	1.22
Uniform School Supplies	-	0.02	0.02
Summer School	-	0.04	0.04
Adult and Community Education	-	0.04	0.04
Recreation	-	0.01	0.01
<b>Total Expenses</b>	<u>37.79</u>	<u>1.33</u>	<u>39.12</u>
Change in Net Assets	4.38	0.05	4.44
Net Assets - Beginning of Year	6.38	0.11	6.49
Net Assets - End of Year	<u>\$10.76</u>	<u>\$0.16</u>	<u>\$10.92</u>

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**  
(continued)

**Governmental Activities**

Over the past several fiscal years, the District has remained in stable financial position. In May of 1999, the District asked the voters for an additional 6.5 mill continuing property tax levy for general operations. That request was turned down. The following November, the voters approved a reduced 4.9 mill continuing operating levy. Additional operating revenue, therefore, did come to the District for the final six months (January through June) of fiscal year 2000. Fiscal year 2001 saw the first full year's collection on the increased millage.

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

The District is heavily dependent on property taxes and is hampered by a lack of revenue growth. Thus, the District must regularly return to the voters to maintain a constant level of service. Property taxes made up 76.26 percent of revenues for governmental activities in the Bedford City School District for fiscal year 2001.

Instruction accounts for 49.99 percent of governmental program expenses. The *Statement of Activities* shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements. Comparisons to 2000 have not been made since those data are not available.



**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**  
(continued)

Table 3  
Net Cost of Governmental Activities  
(In Millions)

	Total Cost Of Services <u>2001</u>	Net Cost Of Services <u>2001</u>
Program Expenses		
Instruction	\$18.89	\$17.36
Support Services:		
Pupil	2.19	2.07
Instructional Staff	1.51	1.41
Board of Education	0.18	0.18
Administration	2.55	2.55
Fiscal	1.00	1.00
Business	0.36	0.36
Operation and Maintenance of Plant	6.06	5.85
Pupil Transportation	2.70	2.63
Central	0.28	0.27
Operation of Non-Instructional Services	0.80	0.30
Extracurricular Activities	0.57	0.47
Debt Service:		
Interest and Fiscal Charges	<u>0.70</u>	<u>0.70</u>
Total Expenses	<u>\$37.79</u>	<u>\$35.15</u>

The dependence on tax revenues and state subsidies for governmental activities is apparent. Almost 92 percent of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 93 percent.

### **Business-type Activities**

The most significant business-type activity of the District is the food service operation. The program had revenues of \$1.17 million and expenses of \$1.22 million in fiscal year 2001. The food service operated at a deficit after operating revenues and state and federal grants. This deficit will be offset by a transfer from the general operating fund of the District. However, the deficit in fiscal year 2001 was only \$0.04 million, a reduction from the deficit of \$0.06 million in fiscal year 2000. Since fiscal year 1997, when the deficit was \$0.16 million, the support required from the general fund has been reduced each fiscal year. Management develops a detailed cashflow plan for the food service annually, which is monitored on a monthly basis throughout the year. General fund support for the food service is an integral part of this plan, and in fiscal year 2002 is expected to be less than in fiscal year 2001.

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**  
(continued)

**The District's Funds**

Information about the District's major funds starts on page 20. These funds are accounted for using the modified accrual basis of accounting. (See Notes 2 and 3 for discussions of significant accounting methods and policies.) As previously discussed, the District will remain stable in 2002, but will be unable to meet inflationary cost increases in the long-term without additional tax levies.

**General Fund Budgeting Highlights**

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

During the course of fiscal year 2001, the District amended its general fund budget several times, but no change was significant. The District uses a modified site-based budget technique which is designed to tightly control site budgets while providing flexibility for site management.

The District prepares and monitors a detailed cashflow plan for the general fund annually. Actual cashflow is compared to monthly and year-to-date estimates, and a monthly report is prepared for top management and the Board of Education.

**Debt Service Fund Highlights**

The debt service fund is one of three governmental funds receiving the majority of its revenues from property taxes. There is no source of revenue other than property taxes for the debt service fund. Tax rates for the debt service fund are set annually by the Budget Commission of Cuyahoga County in consultation with the Treasurer of the District to retire the annual principal and interest on bonded debt approved by the voters.

**Permanent Improvement Fund Budgeting Highlights.**

The permanent improvement fund is the third fund of the District which receives money from property taxes. The voters approved in 2001, a renewal of a five-year one mill property tax levy intended to finance the maintenance and improvement of the capital assets of the District. This levy will generate approximately \$600,000 annually for calendar years 2002 through 2006. The District has renewed this levy every five years since 1986. Capital maintenance and improvements are planned for the life of the current levy and are reviewed annually.

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**  
(continued)

**Capital Assets and Debt Administration**

**Capital Assets**

At the end of fiscal year 2001, the District had, at cost, \$40.51 million invested in land, buildings, vehicles, furniture and equipment of which \$40.31 was in governmental activities. That total carries an accumulated depreciation of \$24.72 million. Table 4 shows fiscal year 2001 balances compared to fiscal year 2000.

Table 4  
Capital Assets & Accumulated Depreciation at June 30, 2001  
(In Millions)

	<u>Governmental</u> <u>2001</u>	<u>Activities</u> <u>2000</u>
Governmental Activities		
Land and Improvements	\$2.28	\$2.28
Buildings and Improvements	31.32	30.76
Furniture & Equipment	3.40	3.24
Vehicles	3.07	3.13
Construction in Progress, Vehicles	0.23	0.00
Construction in Progress, Buildings	<u>0.01</u>	<u>0.00</u>
Totals at Cost	<u>40.31</u>	<u>39.41</u>
Less Accumulated Depreciation		
Buildings and Improvements	(20.04)	(19.45)
Furniture & Equipment	(2.30)	(2.10)
Vehicles	<u>(2.22)</u>	<u>(2.18)</u>
Total Accumulated Depreciation	<u>(24.56)</u>	<u>(23.73)</u>
Governmental Activities Capital Assets, Net	<u>\$15.75</u>	<u>\$15.68</u>
	<u>Business-type Activities</u>	<u>2000</u>
Business-type Activities	<u>2001</u>	<u>2000</u>
Furniture and Equipment	\$0.20	\$0.20
Less Accumulated Depreciation	<u>(0.16)</u>	<u>(0.15)</u>
Business-type Activities Capital Assets, Net	<u>\$0.04</u>	<u>\$0.05</u>

Because the government-wide *Statement of Net Assets* reports all government assets, a significant portion of the net assets reported there typically reflect a district's investment in capital assets. To draw the financial statement user's attention to this important information, accounting principals generally accepted in the United States of America ("US GAAP") require the amount

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**  
(continued)

of net assets invested in capital assets to be reported as a separate category of net assets. The specific amount reported for governmental activities is calculated as shown in Table 5. The "related debt" is the total of the principal on general obligation and energy conservation bonds. The calculation shows that the depreciated value of the District's capital assets exceeds the total of the related debt.

Table 5  
Net Governmental Assets Invested in Capital Assets, Net of Related Debt  
(In Millions)

Governmental Capital Assets	\$40.31
Less: Accumulated Depreciation	(24.56)
Less Outstanding Principal of Related Debt	<u>(11.94)</u>
 Net Assets Invested in Capital Assets, Net of Related Debt	 <u>\$3.81</u>

**Debt**

At June 30, 2001, the District had \$11.94 million in bonds outstanding, and \$0.82 million due within one year. Table 6 summarizes bonds and notes outstanding.

Table 6  
Outstanding Debt, Governmental Activities at End of Year  
(In Millions)

<u>Purpose</u>	<u>Beginning of Year</u>	<u>Outstanding End of Year</u>
Facilities Acquisition	\$0.24	\$0.22
Library Construction	1.26	1.21
Facilities Renovation	10.11	9.70
Energy Conservation [R.B. 264]	0.65	0.44
Energy Conservation [R.B. 264]	<u>0.44</u>	<u>0.37</u>
	<u>\$12.70</u>	<u>\$11.94</u>

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)**  
(continued)

**For the Future**

The Bedford City School District is stable. As the preceding information shows, the District is heavily dependent on property taxes. Property tax revenue does not increase solely as a result of inflation. Therefore, in the long-term, the current program and staffing levels will be dependent on increased funding to meet inflation.

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

On September 6, 2001, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision identified aspects of the current plan that require modification if the plan is to be considered constitutional.

In general, it is expected that the decision would result in an increase in State funding for most Ohio school districts. However, as of October 26, 2001, the Ohio General Assembly was still analyzing the impact this Supreme Court decision will have on funding for individual school districts. Further, the State of Ohio, in a motion filed September 17, 2001, asked the Court to reconsider and clarify the parts of the decision changing the school districts that are used as the basis for determining the base cost support amount and the requirement that changes be made retroactive to July 1, 2001. As of the date of these financial statements, the School District is unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

The State Legislature has also effected the deregulation of electric public utilities. Electric deregulation took place January 1, 2001. Under prior law, an electric company's taxable production equipment was assessed at 100% of true value, while all of its other taxable property was assessed at 88% of true value. This legislation provides the assessment rate for the taxable transmission and distribution property of an electric company remains at 88% of true value, but all other taxable property of the electric company is now assessed at 25% of true value.

Prior law assessed all taxable property of a rural electric company at 50% of true value. This legislation provides the assessment rate for taxable transmission and distribution property of a rural electric company remains at 50% of true value, but all other taxable property of a rural electric company is now assessed at 25% of true value. To help offset loss of revenue, for the purpose of raising revenue for public education and state and local government operations, an

**BEDFORD CITY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (unaudited)  
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excise tax was levied and imposed on electric distribution companies for all electricity distributed by such company beginning with the measurement period that includes May 1, 2001, at the following rates per kilowatt hour ("kWh") of electricity distributed in a thirty-day period by the company through a "meter of an end user in this state". Thirty-seven percent of the kWh tax is to be collected at the state level for distribution to school districts and other local governments for property tax replacement funds. The Department of Education will pay to each school district their share of school district property tax replacement funds. The Department of Education will report to each school district the apportionment of the payments among the school district's funds based on the certifications from the tax commissioner.

The Bedford City School District does not anticipate any meaningful growth in revenue as a result of any of these changes. In fact, there is concern that there is no guarantee that the District will be held harmless. Based on these factors, the Board of Education and the administration of the District must maintain careful financial planning and prudent fiscal management in order to preserve the financial stability of the District.

The Bedford City School District has committed itself to the highest standards of financial excellence for many years. The District has received the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting each year since 1997. The commitment continues with this financial report using the GASB Statement No. 34 reporting model.

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

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact J. K. Byrne, Treasurer of Bedford City School District, 475 Northfield Road 44146, or e-mail at [jbyrne@bedford.k12.oh.us](mailto:jbyrne@bedford.k12.oh.us).





**Bedford City School District**  
*Statement of Net Assets*  
June 30, 2001

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$7,797,274	\$272,156	\$8,069,430
Receivables:			
Taxes - Current	49,425,560	-	49,425,560
Taxes - Delinquent	2,590,043	-	2,590,043
Accounts	43,875	7,500	51,375
Intergovernmental	3,314,487	55,021	3,369,508
Interfund Loans	110,000	(110,000)	-
Materials and Supplies Inventory	307,029	25,287	332,316
Restricted Assets	6,014,858	-	6,014,858
Nondepreciable Capital Assets	2,283,183	-	2,283,183
Depreciable Capital Assets, Net	13,473,418	41,953	13,515,371
<b>Total Assets</b>	<b>85,359,727</b>	<b>291,917</b>	<b>85,651,644</b>
<b>Liabilities</b>			
Accounts Payable	465,952	769	466,721
Accrued Wages and Benefits	3,954,951	78,251	4,033,202
Due Other Governments	35,900	-	35,900
Deferred Revenue - Taxes	51,936,001	-	51,936,001
Deferred Revenue - Intergovernmental	3,800,985	-	3,800,985
Long Term Liabilities:			
Due Within One Year	820,000	-	820,000
Due Within More Than One Year	13,586,194	47,721	13,633,915
<b>Total Liabilities</b>	<b>74,599,983</b>	<b>126,741</b>	<b>74,726,724</b>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	3,811,598	41,953	3,853,551
Restricted for:			
Capital Projects	949,419	-	949,419
Debt Service	1,354,436	-	1,354,436
Other Purposes	388,095	-	388,095
Unrestricted	4,256,196	123,223	4,379,419
<b>Total Net Assets</b>	<b>\$10,759,744</b>	<b>\$165,176</b>	<b>\$10,924,920</b>

See Accompanying Notes to the Basic Financial Statements



**Bedford City School District**  
*Statement of Activities*  
For the Fiscal Year Ended June 30, 2001

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities</b>				
Instruction	\$18,893,342	\$394,133	\$1,137,912	\$ -
Support Services:				
Pupil	2,193,048	98,711	25,189	-
Instructional Staff	1,505,981	-	65,917	33,210
Board of Education	184,482	-	-	-
Administration	2,554,588	-	4,510	-
Fiscal	995,828	-	-	-
Business	357,096	-	-	-
Operation and Maintenance of Plant	6,062,780	36,619	-	177,941
Pupil Transportation	2,696,148	16,303	50,912	-
Central	282,074	-	13,004	-
Operation of Non-Instructional Services	796,300	-	494,611	-
Extracurricular Activities	569,058	97,065	-	-
Interest and Fiscal Charges	702,849	-	-	-
Total Governmental Activities	<u>37,793,574</u>	<u>642,831</u>	<u>1,792,055</u>	<u>211,151</u>
<b>Business-type Activities</b>				
Food Service	1,215,952	798,069	373,657	-
Uniform School Supplies	18,874	16,468	145	-
Summer School	44,412	45,190	-	-
Adult and Community Education	37,384	11,833	32	-
Recreation	8,152	8,391	-	-
Special Enterprises	-	20,250	-	-
Total Business-type Activities	<u>1,324,774</u>	<u>900,201</u>	<u>373,834</u>	<u>-</u>
Totals	<u>\$39,118,348</u>	<u>\$1,543,032</u>	<u>\$2,165,889</u>	<u>\$211,151</u>

**General Revenues**

Property Taxes Levied for:  
    General Purposes  
    Debt Service  
    Capital Outlay  
Grants and Entitlements not Restricted to Specific Programs  
Payment in Lieu of Taxes  
Investment Earnings  
Transfer to Business-type Activities  
Gain on Sale of Capital Assets  
Miscellaneous

Total General Revenues

**Change in Net Assets**

Net Assets - Beginning of Year (See Note 3)

**Net Assets - End of Year**

See Accompanying Notes to the Basic Financial Statements

Net (Expense) Revenue  
and Changes in Net Assets

Governmental Activities	Business-type Activities	Total
(\$17,361,297)	\$ -	(\$17,361,297)
(2,069,148)	-	(2,069,148)
(1,406,854)	-	(1,406,854)
(184,482)	-	(184,482)
(2,550,078)	-	(2,550,078)
(995,828)	-	(995,828)
(357,096)	-	(357,096)
(5,848,220)	-	(5,848,220)
(2,628,933)	-	(2,628,933)
(269,070)	-	(269,070)
(301,689)	-	(301,689)
(471,993)	-	(471,993)
(702,849)	-	(702,849)
<u>(35,147,537)</u>	<u>-</u>	<u>(35,147,537)</u>
-	(44,226)	(44,226)
-	(2,261)	(2,261)
-	778	778
-	(25,519)	(25,519)
-	239	239
-	20,250	20,250
<u>-</u>	<u>(50,739)</u>	<u>(50,739)</u>
<u>(35,147,537)</u>	<u>(50,739)</u>	<u>(35,198,276)</u>
30,487,383	-	30,487,383
1,096,374	-	1,096,374
578,269	-	578,269
6,216,092	-	6,216,092
41,975	-	41,975
732,915	-	732,915
(107,960)	107,960	-
247,800	-	247,800
235,536	-	235,536
<u>39,528,384</u>	<u>107,960</u>	<u>39,636,344</u>
<b>4,380,847</b>	<b>57,221</b>	<b>4,438,068</b>
<u>6,378,897</u>	<u>107,955</u>	<u>6,486,852</u>
<b><u>\$10,759,744</u></b>	<b><u>\$165,176</u></b>	<b><u>\$10,924,920</u></b>

**Bedford City School District**  
*Balance Sheet*  
*Governmental Funds*  
*June 30, 2001*

	General	Debt Service	Permanent Improvement	Non-major Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$6,128,087	\$1,019,207	\$838,118	\$1,018,072
Investments	-	225,000	-	-
Receivables:				
Taxes - Current	49,425,560	1,728,218	922,913	-
Taxes - Delinquent	2,590,043	91,723	48,605	-
Accounts	40,265	-	66,804	5,745
Intergovernmental	3,314,487	139,494	150,000	278,365
Interfund Loans	669,400	-	-	-
Materials and Supplies Inventory	307,029	-	-	-
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	204,994	-	-	-
<b>Total Assets</b>	<b>\$62,679,865</b>	<b>\$3,203,642</b>	<b>\$2,026,440</b>	<b>\$1,302,182</b>
<b>Liabilities, and Fund Balances</b>				
Liabilities:				
Accounts Payable	\$312,024	\$ -	\$30,461	\$48,064
Accrued Wages and Benefits	3,655,811	-	-	99,140
Interfund Loans Payable	-	-	-	559,400
Due to Other Governments	4,931	-	-	30,969
Deferred Revenue - Taxes	49,308,225	1,709,712	918,064	-
Deferred Revenue - Intergovernmental	3,314,487	139,494	216,804	130,200
Total Liabilities	56,795,478	1,849,206	1,165,329	867,773
Fund Balances:				
Reserved for Encumbrances	687,714	-	484,789	175,688
Reserved for Educational Materials	204,994	-	-	-
Reserved for Materials and Supplies Inventory	307,029	-	-	-
Reserved for Retirement of General Long-term Obligations	-	1,354,436	-	-
Unreserved - Undesignated	4,684,650	-	376,322	258,721
Total Fund Balances	5,684,387	1,354,436	861,111	434,409
<b>Total Liabilities and Fund Balances</b>	<b>\$62,679,865</b>	<b>\$3,203,642</b>	<b>\$2,026,440</b>	<b>\$1,302,182</b>

See Accompanying Notes to the Basic Financial Statements

Total Governmental Funds		
	<b>Total Governmental Fund Balances</b>	<b>\$8,534,343</b>
\$9,003,484	<i>Amounts reported for governmental activities in the Statement of</i>	
225,000	<i>Net Assets are different because:</i>	
52,076,691	Capital assets used in governmental activities are not financial	
2,730,371	resources and therefore are not reported in the funds.	
112,814	Nondepreciable Capital Assets	2,283,183
3,882,346	Depreciable Capital Assets, Net	13,473,418
669,400		
307,029	Long-term liabilities, including bonds payable, are not due and	
	payable in the current period, and therefore are not reported in	
	the funds.	
204,994	Due Within One Year	(820,000)
	Due Within More Than One Year	(13,586,194)
<b>\$69,212,129</b>		
	Internal service funds are used by management to charge the	
	costs of dental and prescription drug insurance, and the costs of	
	goods warehoused and distributed to individual funds. The	
	assets and liabilities of the internal service funds are included in	
	governmental activities in the Statement of Net Assets.	874,994
\$390,549		
3,954,951	<b>Net Assets of Governmental Activities</b>	<b>\$10,759,744</b>
559,400		
35,900		
51,936,001		
3,800,985		
60,677,786		
1,348,191		
204,994		
307,029		
1,354,436		
5,319,693		
8,534,343		
<b>\$69,212,129</b>		

**Bedford City School District**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
*For the Fiscal Year Ended June 30, 2001*

	General	Debt Service	Permanent Improvement
<b>Revenues</b>			
Taxes	\$30,527,555	\$1,097,478	\$578,968
Tuition and Fees	254,377	-	-
Earnings on Investments	732,915	-	-
Intergovernmental	6,089,158	100,713	47,159
Extracurricular Activities	-	-	-
Charges for Services	115,014	-	-
Miscellaneous	235,536	-	-
<b>Total Revenues</b>	<b>37,954,555</b>	<b>1,198,191</b>	<b>626,127</b>
<b>Expenditures</b>			
Current:			
Instruction	17,818,098	-	-
Support Services:			
Pupils	2,150,592	-	-
Instructional Staff	1,369,113	-	-
Board of Education	184,482	-	-
Administration	2,543,897	-	-
Fiscal	992,467	-	-
Business	325,743	-	-
Operation and Maintenance of Plant	5,265,127	-	224,405
Pupil Transportation	2,522,630	-	298,164
Central	191,258	-	-
Community Services	-	-	-
Extracurricular Activities	367,306	-	-
Capital Outlay	-	-	8,850
Debt Service:			
Principal	285,000	465,000	-
Interest	54,524	648,325	-
<b>Total Expenditures</b>	<b>34,070,237</b>	<b>1,113,325</b>	<b>531,419</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>3,884,318</b>	<b>84,866</b>	<b>94,708</b>
<b>Other Financing Sources (Uses)</b>			
Sale of Assets	1,690	-	246,110
Operating Transfers In	-	-	-
Operating Transfers Out	(385,080)	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(383,390)</b>	<b>-</b>	<b>246,110</b>
<b>Net Change in Fund Balances</b>	<b>3,500,928</b>	<b>84,866</b>	<b>340,818</b>
Fund Balance - Beginning of Year	2,383,459	1,269,570	520,293
<b>Fund Balance - End of Year</b>	<b>\$5,884,387</b>	<b>\$1,354,436</b>	<b>\$861,111</b>

See Accompanying Notes to the Basic Financial Statements

Non-major Governmental Funds	Total Governmental Funds
\$ -	\$32,204,001
-	254,377
40,647	773,562
1,928,131	8,165,161
236,821	236,821
-	115,014
50,109	285,645
<u>2,255,708</u>	<u>42,034,581</u>
1,487,567	19,305,665
27,774	2,178,366
148,027	1,517,140
-	184,482
5,640	2,549,537
-	992,467
4,385	330,128
493,437	5,982,969
-	2,820,794
12,870	204,128
537,787	537,787
201,243	568,549
-	8,850
-	750,000
-	702,849
<u>2,918,730</u>	<u>38,633,711</u>
(663,022)	3,400,870
-	247,800
277,120	277,120
-	(385,080)
<u>277,120</u>	<u>139,840</u>
(385,902)	3,540,710
820,311	4,993,633
<u>\$434,409</u>	<u>\$8,534,343</u>

**Net change in Fund Balances - Total Governmental Funds** **\$3,540,710**

*Amounts reported for governmental activities in the Statement of Activities are different because:*

Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over the estimated useful lives of the assets as depreciation expense.

Building assets capitalization	697,443
Vehicle assets capitalization	107,443
Buildings construction in progress	9,647
Vehicles construction in progress	225,310
Furniture & equipment capitalization	158,697
Building assets depreciation	(719,302)
Vehicle assets depreciation	(193,022)
Furniture & equipment depreciation	(198,492)
Sale of vehicle prior to full depreciation	(8,667)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 750,000

The internal service funds used by management are not reported in the government-wide Statement of Activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds is allocated among the governmental activities. (94)

Some expenses reported in the Statement of Activities, such as compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds (net). 11,174

**Change in Net Assets of Governmental Activities** **\$4,380,847**

**Bedford City School District**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual (Budget Basis) - General Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Taxes	\$29,662,910	\$29,052,671	\$29,537,929	\$485,258
Tuition	75,000	143,964	143,964	-
Earnings on Investments	500,000	741,680	732,914	(8,766)
Extracurricular Activities	25,000	260,296	260,296	-
Unrestricted Grants in Aid - State	5,706,063	5,948,468	6,090,823	142,355
Total Revenues	<u>35,968,973</u>	<u>36,147,079</u>	<u>36,765,926</u>	<u>618,847</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	13,522,576	13,413,868	13,193,928	219,940
Special	2,868,909	3,000,391	2,805,149	195,242
Vocational Education	1,286,548	1,297,470	1,217,937	79,533
Adult/Continuing	1,403	1,403	-	1,403
Other	507,494	907,494	841,784	65,710
Support Services:				
Pupil	2,217,577	2,227,323	2,180,029	47,294
Instructional Staff	1,490,414	1,513,442	1,356,804	156,638
Board of Education	247,859	249,889	175,941	73,948
Administration	2,794,804	2,702,919	2,539,022	163,897
Fiscal	1,093,497	1,105,497	1,004,626	100,871
Business	311,829	344,599	333,535	11,064
Operation and Maintenance of Plant	5,104,026	5,512,278	5,407,402	104,876
Pupil Transportation	2,929,974	2,743,074	2,685,104	57,970
Central	168,372	221,372	216,909	4,463
Operation of Non-Instructional Services	24,538	34,263	33,402	861
Extracurricular Activities	268,095	329,695	325,787	3,908
Debt Service:				
Principal	285,000	285,000	285,000	-
Interest	54,700	54,700	54,524	176
Total Expenditures	<u>35,177,615</u>	<u>35,944,677</u>	<u>34,656,883</u>	<u>1,287,794</u>
Excess of Revenues Over Expenditures	<u>791,358</u>	<u>202,402</u>	<u>2,109,043</u>	<u>1,906,641</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	947,971	975,471	975,471	-
Refund of Prior Year Expenditures	-	219,140	219,140	-
Operating Transfers Out	(227,000)	(523,685)	(393,194)	130,491
Advances Out	(125,000)	(703,000)	(702,900)	100
Contingencies	(118,900)	(103,750)	-	103,750
Total Other Financing Sources (Uses)	<u>477,071</u>	<u>(135,824)</u>	<u>(98,517)</u>	<u>234,341</u>
<b>Net Change in Fund Balance</b>	<b>1,268,429</b>	<b>66,578</b>	<b>2,207,560</b>	<b>2,140,982</b>
Fund Balance - Beginning of Year	3,244,735	3,244,735	3,244,735	-
Encumbrances - End of Year	-	-	880,786	880,786
<b>Fund Balance - End of Year</b>	<b><u>\$4,513,164</u></b>	<b><u>\$3,311,313</u></b>	<b><u>\$6,333,081</u></b>	<b><u>\$3,021,768</u></b>

See Accompanying Notes to the Basic Financial Statements





**Bedford City School District**  
**Statement of Fund Net Assets**  
*Proprietary Funds*  
June 30, 2001

Business-type Activities - Enterprise Funds

	Food Service	Uniform School Supplies	Special Enterprises	Non-major Enterprise Funds	Total Enterprise Funds
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$63,849	\$75,507	\$80,258	\$52,542	\$272,156
Receivables:					
Accounts	-	-	7,500	-	7,500
Intergovernmental	53,991	512	-	518	55,021
Materials and Supplies Inventory	25,287	-	-	-	25,287
Total Current Assets	<u>143,127</u>	<u>76,019</u>	<u>87,758</u>	<u>53,060</u>	<u>359,964</u>
Capital Assets, Net	<u>38,619</u>	<u>-</u>	<u>-</u>	<u>3,334</u>	<u>41,953</u>
Total Assets	<u>181,746</u>	<u>76,019</u>	<u>87,758</u>	<u>56,394</u>	<u>401,917</u>
<b>Liabilities</b>					
Accounts Payable	-	-	-	769	769
Accrued Wages and Benefits	78,251	-	-	-	78,251
Interfund Loans Payable	100,000	-	-	-	110,000
Total Current Liabilities	<u>178,251</u>	<u>-</u>	<u>-</u>	<u>10,769</u>	<u>189,020</u>
Long-term Liabilities					
Compensated Absences Payable	<u>47,721</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,721</u>
Total Liabilities	<u>225,972</u>	<u>-</u>	<u>-</u>	<u>10,769</u>	<u>236,741</u>
<b>Net Assets</b>					
Invested in Capital Assets	38,619	-	-	3,334	41,953
Unrestricted (Deficit)	<u>(82,845)</u>	<u>76,019</u>	<u>87,758</u>	<u>42,291</u>	<u>123,223</u>
Total Net Assets (Deficit)	<u><b>(\$44,226)</b></u>	<u><b>\$76,019</b></u>	<u><b>\$87,758</b></u>	<u><b>\$45,625</b></u>	<u><b>\$165,176</b></u>

See Accompanying Notes to the Basic Financial Statements

Governmental Activities -  
Internal Service Funds

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<u>Total Internal Service Funds</u>
\$946,787
3,810
-
<u>950,397</u>
-
950,397
75,403
-
<u>75,403</u>
-
75,403
-
<u>874,994</u>
<u><b>\$874,994</b></u>

**Bedford City School District**  
*Statement of Revenues,  
Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2001*

Business-type Activities - Enterprise Funds

	Food Service	Uniform School Supplies	Special Enterprises	Non-major Enterprise Funds	Total Enterprise Funds
<b>Operating Revenues</b>					
Tuition and Fees	\$ -	\$ -	\$ -	\$46,080	\$46,080
Sales	798,069	16,468	-	-	814,537
Charges for Services	-	-	20,250	19,334	39,584
<b>Total Operating Revenues</b>	<u>798,069</u>	<u>16,468</u>	<u>20,250</u>	<u>65,414</u>	<u>900,201</u>
<b>Operating Expenses</b>					
Salaries and Wages	493,593	-	-	73,357	566,950
Fringe Benefits	128,954	-	-	8,162	137,116
Purchased Services	8,440	-	-	7,212	15,652
Depreciation	8,604	-	-	333	8,937
Materials and Supplies	576,361	18,874	-	884	596,119
<b>Total Operating Expenses</b>	<u>1,215,952</u>	<u>18,874</u>	<u>-</u>	<u>89,948</u>	<u>1,324,774</u>
<b>Operating Income (Loss)</b>	<u>(417,883)</u>	<u>(2,406)</u>	<u>20,250</u>	<u>(24,534)</u>	<u>(424,573)</u>
<b>Non-Operating Revenues (Expenses)</b>					
State and Federal Grants	324,272	-	-	-	324,272
Donated Commodities	49,385	-	-	-	49,385
Other Revenues	-	145	-	32	177
<b>Total Non-Operating Revenues (Expenses)</b>	<u>373,657</u>	<u>145</u>	<u>-</u>	<u>32</u>	<u>373,834</u>
<b>Net Income (Loss) Before Operating Transfers</b>	<u>(44,226)</u>	<u>(2,261)</u>	<u>20,250</u>	<u>(24,502)</u>	<u>(50,739)</u>
Operating Transfers In	63,291	-	-	44,669	107,960
<b>Change in Net Assets</b>	<u>19,065</u>	<u>(2,261)</u>	<u>20,250</u>	<u>20,167</u>	<u>57,221</u>
Net Assets (Deficit) Beginning of Year	(63,291)	78,280	67,508	25,458	107,955
<b>Net Assets (Deficit) End of Year</b>	<u>(\$44,226)</u>	<u>\$76,019</u>	<u>\$87,758</u>	<u>\$45,625</u>	<u>\$165,176</u>

See Accompanying Notes to the Basic Financial Statements

Governmental Activities -  
Internal Service Funds

---

Total Internal Service Funds
\$ -
-
<u>940,805</u>
<u>940,805</u>
-
-
931,584
-
<u>9,315</u>
<u>940,899</u>
<u>(94)</u>
-
-
<u>-</u>
<u>-</u>
(94)
-
<u>(94)</u>
<u>875,088</u>
<u><b>\$874,994</b></u>

**Bedford City School District**  
*Statement of Cash Flows*  
*Proprietary Funds*  
For the Fiscal Year Ended June 30, 2001

	Business-type Activities - Enterprise Funds			
	Food Service	Uniform School Supplies	Special Enterprises	Non-major Enterprise Funds
<b>Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash Flows from Operating Activities:				
Cash Received from Tuition and Fees	\$ -	\$ -	\$ -	\$890
Cash Received from Sales	803,513	15,600	-	-
Cash Received from Other Operations	-	-	12,750	64,771
Cash Received from Self-insurance Premiums	-	-	-	-
Cash Payments for Personal Services	(612,553)	-	-	(36,871)
Cash Payments for Purchased Services	(8,440)	-	-	(50,997)
Cash Payments for Materials and Supplies	(519,426)	-	-	(90)
Cash Payments for Other Expenses	-	(18,874)	-	(794)
Net Cash Provided by (Used for) Operating Activities	(336,906)	(3,274)	12,750	(25,091)
Cash Flows from Noncapital Financing Activities:				
Cash Received from Grants	314,517	-	-	-
Other Revenues	-	145	-	32
Operating Transfers	63,291	-	-	44,669
Cash Received - Interfund Loans	100,000	-	-	-
Cash (Used) - Intergovernmental	-	-	-	(38,000)
Cash (Used) - Interfund Loans	(220,000)	-	-	(58,000)
Net Cash Provided by (Used for) Noncapital Financing Activities	257,808	145	-	(51,299)
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(79,098)</b>	<b>(3,129)</b>	<b>12,750</b>	<b>(76,390)</b>
Cash and Cash Equivalents - Beginning of Year	142,947	78,636	67,508	128,932
<b>Cash and Cash Equivalents - End of Year</b>	<b>\$83,849</b>	<b>\$75,507</b>	<b>\$80,258</b>	<b>\$52,542</b>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>				
Operating Income (Loss)	(\$417,863)	(\$2,406)	\$20,250	(\$24,534)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Depreciation	8,604	-	-	333
Donated Commodities Used	49,385	-	-	-
Changes in Operating Assets and Liabilities:				
Decrease (Increase) in Receivables	5,444	(512)	(7,500)	247
Decrease (Increase) in Materials and Supplies Inventory	7,721	-	-	-
Increase (Decrease) in Accounts Payable	(171)	(356)	-	512
Increase (Decrease) in Accrued Wages and Benefits	9,994	-	-	(1,649)
Total Adjustments	60,977	(868)	(7,500)	(557)
<b>Net Cash Provided by (Used for) Operating Activities</b>	<b>(\$336,906)</b>	<b>(\$3,274)</b>	<b>\$12,750</b>	<b>(\$25,091)</b>

See Accompanying Notes to the Basic Financial Statements

Governmental Activities -  
Internal Service Funds

<u>Total Enterprise Funds</u>	<u>Total Internal Service Funds</u>
\$890	\$ -
819,113	-
77,521	15,523
-	921,672
(651,424)	-
(59,437)	(921,027)
(519,516)	-
(19,668)	(9,429)
<u>(352,521)</u>	<u>6,739</u>
314,517	-
177	-
107,960	-
100,000	-
(38,000)	-
<u>(278,000)</u>	<u>-</u>
206,654	-
(145,867)	6,739
<u>418,023</u>	<u>940,048</u>
<b><u>\$272,156</u></b>	<b><u>\$946,787</u></b>
<u>(\$424,573)</u>	<u>(\$94)</u>
8,937	-
49,385	-
(2,321)	(3,610)
7,721	-
(15)	10,443
8,345	-
<u>72,052</u>	<u>6,833</u>
<b><u>(\$352,521)</u></b>	<b><u>\$6,739</u></b>



**Bedford City School District**  
*Statement of Fiduciary Net Assets*  
*Fiduciary Funds*  
*June 30, 2001*

	Private Purpose Trust	Agency
<b>Assets</b>		
Equity in Pooled Cash and Cash Equivalents	\$73,738	\$32,456
Accounts Receivable	-	161
Total Assets	73,738	32,617
<b>Liabilities and Fund Balances</b>		
Liabilities:		
Accounts Payable	-	1,059
Undistributed Monies	2,900	-
Due to Students	-	30,727
Due to Other Governments	-	831
Total Liabilities	2,900	32,617
Net Assets:		
Held in Trust	70,838	-
<b>Total Net Assets</b>	<b>\$70,838</b>	<b>\$ -</b>

See Accompanying Notes to the Basic Financial Statements

**Bedford City School District**  
*Statement of Changes in Fiduciary Net Assets*  
*Fiduciary Funds*  
*For the Fiscal Year Ended June 30, 2001*

	<u>Private Purpose Trust</u>
<b>Additions</b>	
Interest	\$2,943
Other	<u>7,301</u>
	10,244
<b>Deductions</b>	<u>5,762</u>
Change in Net Assets	4,482
Net Assets Beginning of Year	<u>66,356</u>
<b>Net Assets End of Year</b>	<b><u>\$70,838</u></b>

See Accompanying Notes to the Basic Financial Statements

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2001**

**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. The District is one of the 661 active public school districts (193 city, 49 exempted village, 370 local, and 49 joint vocational school districts) in the State of Ohio and one of 33 in Cuyahoga County, and provides education to 3,844 students in grades K through 12. The District also provides preschool education to 34 handicapped students. 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-eight school districts. The jointly governed organization was formed to purchase quality products

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 1 continued)

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 2001, the District paid fees of \$1,947 to the 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 Dr. Kathleen Neal, the Executive Secretary of the Ohio Schools Council at Rockside Square Building 2, 6133 Rockside Road, Independence, Ohio 44131. 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 pre-purchase 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 the 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 16 public school districts and an educational service center. The primary function of LNOCA is to provide data services to the 17 members. Major areas of service provided by LNOCA include accounting, payroll, inventory, career guidance services,

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 1 continued)

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 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 LNOCA 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.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America ("US 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. Fund Accounting**

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain District functions or activities.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts 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.

The various funds of the District are grouped into the categories governmental, proprietary and fiduciary.

**Governmental Funds** - 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 major governmental funds:

**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.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

**Debt Service Fund** - The debt service fund is used to account for the accumulation of resources received from property taxes for the payment of general obligation bond principal and interest.

**Permanent Improvement Capital Projects Fund** - The permanent improvement capital projects fund is 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).

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

**Proprietary Funds** - Proprietary funds focus on the determination of the changes in net assets, financial position and cash flows and are classified as either enterprise or internal service.

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

**Food Service Fund** - This fund accounts for the financial transactions related to the food service operations of the District.

**Uniform School Supplies Fund** - The fund accounts for the purchase and sale of school supplies for use in the District. Profits derived from such sales are used for school purposes or activities connected with the school.

**Special Enterprises** - This fund accounts for financial transactions related to rental of the District's High School athletic facilities.

**Internal Service Funds** - Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the District.



**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

**Fiduciary Funds** - 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 public purpose trust, and agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The government-wide financial statements do not include activities of fiduciary and agency funds.

**B. Basis of Presentation**

**Government-wide Financial Statements** The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resource measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

which each business segment or governmental function is self-financing or draws from the general revenues of the District.

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

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

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

Fiduciary funds are reported using the economic resources measurement focus.

### **C. Basis of Accounting**

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

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

**Revenues - Exchange and Non-exchange Transactions** Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year-end.

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

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

**Deferred Revenue** Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Delinquent property taxes and property taxes for which there is an enforceable legal claim as of June 30, 2001, but which were levied to finance fiscal year 2002 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

**Expenses/Expenditures** On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities 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.

**D. 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.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

**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. 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 2001.

**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 fiscal year 2001, several supplementary appropriations were legally enacted; however, none of these amendments were



**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

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-US 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 US GAAP basis, encumbrances outstanding at year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental 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.

**E. Cash and Cash Equivalents**

To improve cash management, cash received by the District is pooled. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements.

During fiscal year 2001, investments were limited to 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, 2001.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. For fiscal year 2001, the District elected to limit the



**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

distribution of interest to the general fund, the auxiliary services fund, non-expendable trust fund and the building fund.

For presentation on the financial statements, 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.

**F. Restricted Assets**

Restricted assets represent cash and cash equivalents and other current assets whose use is limited by creditors, grantors or legal requirements. Restricted assets in the general fund include amounts required by statute to be set-aside for the purchase of textbooks and other instructional material. See Note 17 for additional information regarding statutory reserves and Note 18 for additional formation regarding restricted assets.

**G. Inventory**

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

On fund financial statements, inventories of governmental funds are stated at cost while inventories of 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. The cost of inventory items is recorded as an expenditure in governmental funds when purchased. Inventories of proprietary funds consist of donated and purchased food.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

**H. Capital Assets**

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The District maintains a capitalization threshold of one thousand dollars. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-type Activities Estimated Lives</u>
Buildings and Improvements	10-30 years	n/a
Computers	5 years	5 years
Furniture and Equipment	5-20 years	12 years
Vehicles	12 years	n/a

**I. Interfund Balances**

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

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(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 using the termination payment method. An accrual for earned sick leave is made 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.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

**K. Accrued Liabilities and Long-term Obligations**

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

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgements, compensated absences and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, liabilities that mature or come due for payment during

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

the fiscal year are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements when due.

**L. Fund Balance Reserves**

The District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, textbooks, inventories of supplies and materials, and property taxes.

The reserve for property taxes represents taxes recognized as revenue under US GAAP but not available for appropriation under State statute.

**M. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

**N. Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are primarily sales for food service and uniform school supplies, tuition and fees for summer school, and charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 2 continued)

**O. Interfund Activity**

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

**P. Proprietary Activity Accounting**

Under 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 business-type activities and enterprise funds.

**Q. Estimates**

The preparation of financial statements in conformity with US GAAP 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.

**R. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2001.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

**NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND BALANCE**

For fiscal year 2001, the District has elected early implementation of GASB Statement No. 34 *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. GASB 34 creates new basic financial statements for reporting on the District's financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. The government-wide financial statements split the District's programs between business-type and governmental activities. The beginning net asset amount for the business-type activities equals fund equity of the enterprise funds from last year. The beginning net asset amount for governmental programs reflects the change in fund balance for governmental funds at June 30, 2000, caused by the elimination of the internal service funds and the conversion to the accrual basis of accounting.

Governmental Fund Balance at June 30, 2000	\$4,993,633
Internal Service Funds Balance	875,088
Capital Assets, Net of Depreciation	15,677,539
Long-term Liabilities	<u>(15,167,363)</u>
Governmental Activities Net Assets at June 30, 2000	<u>\$6,378,897</u>

In addition, for fiscal year 2001, the District has implemented GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*; GASB Statement No 36, *Recipient Reporting for Certain Shared Non-exchange Revenues*; GASB Statement No. 37, *Basic Financial Statements - Management's Discussion and Analysis - State and Local Governments: Omnibus*; and GASB Statement No. 38, *Certain Financial Statement Note Disclosures*. At June 30, 2000, there was no effect on fund balance as a result of implementing GASB Statements 33, 36, 37, and 38.



**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

**NOTE 4 - FUND BALANCE DEFICITS**

Fund balances/retained earnings at June 30, 2001 included the following individual fund deficits:

Special Revenue Funds	
Career Development	(\$1,124)
Title VIB	(5,008)
Vocational Education	(11,060)
Title I	(50,760)
Preschool Handicapped	(6,685)
Miscellaneous Federal Grants	(11,513)
Enterprise Funds	
Food Service	(44,226)

Special revenue fund deficits resulted from operations which exceeded grants, or for which funds were not yet available under modified accrual accounting. 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 cash is required, not when accruals occur.

**NOTE 5 - 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 US GAAP, the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual (Budget Basis) is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the US GAAP basis are as follows:

- (1.) Revenues are recorded when received in cash (budget basis), as opposed to when susceptible to accrual (US GAAP basis).
- (2.) Expenditures are recorded when paid in cash (budget basis), as opposed to when the fund liability is incurred (US GAAP basis).
- (3.) Outstanding year-end encumbrances are treated as expenditures (budget basis), rather than a reservation of fund balance (US GAAP basis).

The following table summarizes the adjustments necessary to reconcile the US GAAP basis statements to the budgetary basis statements for the general fund:



**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 5 continued)

Net Change in Fund Balance	
US GAAP Basis	\$3,500,928
Net Adjustment for Revenue Accruals	(971,179)
Advances In	975,471
Net Adjustment for Expenditure Accruals	286,026
Encumbrances	(880,786)
Advances Out	<u>(702,900)</u>
Budget Basis	<u>\$2,207,560</u>

**NOTE 6 - 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;

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 6 continued)

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;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain 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

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 6 continued)

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.

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, 2001, the carrying amount of the District's deposits was (\$1,761,487) and the bank balance was \$247,630. Of the total bank balance, \$200,000 was covered by federal depository insurance, and \$47,630 was secured by a pool of government securities held by the pledging financial institution's trust department in the District's name. 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 FDIC.

**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, 2001 consisted of a Bedford City School District School Facilities Acquisition Bond (Category 1) with a carrying value of \$225,000 and an investment in STAR

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 6 continued)

Ohio with a carrying value of \$12,295,102. The carrying value of these investments approximate their fair values at June 30, 2001. At June 30, 2001, the carrying value of the District's deposits and investments, classified in accordance with GASB Statement No. 3, is as follows:

Investments	\$12,520,102
Demand Deposits	<u>(1,761,487)</u>
Carrying Value	<u>\$10,758,615</u>

The classification of cash and cash equivalents, and investments on the basic financial statements is based on criteria set forth in GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Non-expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*. Using that criteria, the above amounts are included on the basic financial statements as follows:

	<u>Cash and Cash Equivalents/Deposits</u>	<u>Investments</u>
GASB Statement 9	\$10,533,615	\$225,000
Investments Which Are Part of a Cash Management Pool:		
Investment in State Treasurers Investment Pool	<u>(12,295,102)</u>	<u>12,295,102</u>
GASB Statement 3	<u>(\$1,761,487)</u>	<u>\$12,520,102</u>

**NOTE 7 - 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

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 7 continued)

receives property taxes from two taxing years during the District's fiscal year. The assessed values upon which the fiscal year 2001 taxes were collected are as follows:

	<u>2000 Second Half Collections</u>		<u>2001 First Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Residential/Agricultural	\$285,752,012	39.17%	\$328,540,310	40.76%
Other Real Estate	226,602,230	31.06%	253,970,390	31.51%
Public Utility Personal	53,750,330	7.37%	51,899,040	6.44%
Tangible Personal Property	<u>163,417,945</u>	<u>22.40%</u>	<u>171,559,371</u>	<u>21.29%</u>
Total	<u>\$729,522,517</u>	<u>100.00%</u>	<u>\$805,969,111</u>	<u>100.00%</u>

The full tax rate applied to real property for the 2001 collection year is \$62.50 per \$1,000 of assessed valuation. After adjustment of the rate for inflationary increases in property values, the effective tax rate was \$31.31 per \$1,000 of assessed valuation for real property classified as residential/agricultural and \$39.97 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, 2001, are available to finance fiscal year 2001 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, 2001, and for which there is an enforceable legal claim. 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

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 7 continued)

finance current year operations. The amount available as an advance at June 30, 2001 was \$1,790,300 and is recognized as revenue. Of the total amount available at June 30, 2001, \$1,669,502 was available to the general fund, \$84,637 was available to the debt service fund, and \$36,161 was available to the permanent improvement fund.

**NOTE 8 - RECEIVABLES**

Receivables at June 30, 2001 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:

General Fund	\$3,314,487
Special Revenue	
Career Development	5,097
Title II	162
Title VIB	200,303
Vocational Education	33,893
Title I	6,797
Title VI	2,264
Preschool Handicapped	5,114
Drug Free Education	487
Title VIR	13,998
Miscellaneous Federal Grants	10,250
Debt Service	
Bond Retirement	139,494
Capital Projects	
Permanent Improvements	150,000
Enterprise	
Food Service	53,991
Uniform School Supplies	512
Recreation	518
	<u>518</u>
Total	<u>\$3,937,367</u>



**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

**NOTE 9 - CAPITAL ASSETS**

The following is a summary of changes in the District's capital assets at June 30, 2001:

	<u>Balance</u> <u>6/30/00</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>6/30/01</u>
<b>Governmental Activities</b>				
Land and Improvements	\$2,283,183	\$ -	\$ -	\$2,283,183
Buildings and Improvements	30,755,330	697,443	(132,175)	31,320,598
Furniture & Equipment	3,240,439	158,697	-	3,399,136
Vehicles	3,130,071	107,443	(162,666)	3,074,848
Construction in Progress, Vehicles	-	225,310	-	225,310
Construction in Progress, Buildings	-	9,647	-	9,647
<b>Totals at Cost</b>	<b>39,409,023</b>	<b>1,198,540</b>	<b>(294,841)</b>	<b>40,312,722</b>
<b>Less Accumulated Depreciation</b>				
Buildings and Improvements	(19,449,463)	(719,302)	132,175	(20,036,590)
Furniture & Equipment	(2,101,110)	(198,490)	-	(2,299,600)
Vehicles	(2,180,911)	(193,019)	153,999	(2,219,931)
<b>Total Accumulated Depreciation</b>	<b>(23,731,484)</b>	<b>(1,110,811)*</b>	<b>286,174</b>	<b>(24,556,121)</b>
<b>Governmental Activities</b>				
<b>Capital Assets, Net</b>	<b><u>\$15,677,539</u></b>	<b><u>\$87,729</u></b>	<b><u>\$(8,667)</u></b>	<b><u>\$15,756,595</u></b>
<b>Business-type Activities</b>				
Furniture and Equipment	\$205,036	\$ -	\$ -	\$205,036
Less Accumulated Depreciation	(154,146)	(8,937)	-	(163,083)
<b>Business-type Activities</b>				
<b>Capital Assets, Net</b>	<b><u>\$50,890</u></b>	<b><u>\$(8,937)</u></b>	<b><u>\$ -</u></b>	<b><u>\$41,953</u></b>

\* Depreciation was charged to governmental functions as follows:

Instruction	\$395,634
Pupils	21,604
Instructional Staff	12,761
Administration	5,051
Fiscal	3,361
Business	29,405
Operation and Maintenance	115,035
Pupil Transportation	178,507
Central	77,946
Community Services	270,998
Extracurricular Activities	509
<b>Total Depreciation Expense</b>	<b><u>\$1,110,811</u></b>

The voters of the District authorized financing for the construction of the 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



**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 9 continued)

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 governmental activities capital assets at June 30, 2001 is \$2,062,414 related to the Library Project assets. At June 30, 2001, in addition to \$225,310 in bus bodies under construction, planned capital asset acquisition for the summer and fall included approximately \$50,000 in playground equipment and approximately \$500,000 in modular classroom units.

**NOTE 10 - RISK MANAGEMENT**

**A. Property and Liability**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2001, the District contracted for property and general liability insurance, and boiler and machinery coverage through the 52-member Greater Cleveland Schools Council Group Purchasing Consortium. The carrier for District property insurance is Crum and Forster Insurance Company, and for boiler and machinery is Travelers Insurance. Aggregate property coverage is approximately \$83 million with a \$1,000 deductible. Aggregate boiler and machinery coverage is approximately \$30 million with a \$1,000 deductible. The policy is renewable on July 1, 2002 for each coverage. There have been no significant reductions in insurance coverage from last year. Casualty and fleet insurance coverage was provided by Coregis Insurance Company, with a combined single limit of \$2 million and \$250 comprehensive and \$500 collision deductibles. The renewal date is July 1, 2001. Education and umbrella liability insurance coverage was provided by Nationwide Insurance, with a combined single limit of \$7 million each occurrence and combined aggregate of \$10 million. The policies are renewable on February 1, 2002. 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. Settled claims have not exceeded commercial coverage in any of the past three years.

**B. Workers Compensation**

For fiscal year 2001, 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

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 10 continued)

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 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 - \$25.70 (single), \$77.07 (family); drug - \$59.90 (single), \$164.70 (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 \$75,403 reported in the fund at June 30, 2001 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

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 10 continued)

estimates of cost relating to incurred but not reported claims, be reported. Changes in the fund's claims liability amount in fiscal 2000 and 2001 were as follows:

	Balance at Beginning of Year	Current Year Claims	Claims Payments	Balance at End of Year
2000	\$62,633	795,129	792,916	\$64,846
2001	\$64,846	931,584	921,027	\$75,403

The balance available in the fund to pay the cost of future claims was \$918,001 and \$913,746 at June 30, 2001 and 2000 respectively.

**NOTE 11 - 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, 300 East Broad Street Suite 100, Columbus, Ohio 43215. 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 District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 11 continued)

obligations with the remainder being used to fund health care benefits. Of the 14 percent District portion, 5.5 percent was the portion used to fund pension obligations. 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 to SERS for the fiscal years ended June 30, 2001, 2000, and 1999 were \$997,872, \$995,070, and \$1,018,860 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 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 were 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, 6.0 percent was the portion used to fund pension obligations. 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 to STRS for the fiscal years ended June 30, 2001, 2000, and 1999 were \$2,166,800, \$2,227,019, and \$2,235,024 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 2001, all employees and three members of the Board were covered by STRS or SERS, while two Board members opted for Social Security.



**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

**NOTE 12 - 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.

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. 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 is included in the employer contribution rate, currently 14 percent of covered payroll. The STRS Board allocated 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 \$1,280,261. The balance in the Health Care Reserve Fund was \$3.419 billion at June 30, 2000 (the latest available information). For the year ended June 30, 2000, net health care costs paid by STRS were \$283,137,000 and STRS had 99,011 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more years of qualifying service credit, and to 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. Employer contributions to fund health care benefits were 8.45 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 2001, the minimum pay was \$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 contributed to fund health care benefits including the surcharge, equaled \$505,061 for the 2001 fiscal year.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2000 (the latest available information), were \$140.7 million and the target level was \$211 million. At June 30, 2000 SERS had net assets available for payment

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 12 continued)

of health care benefits of \$252 million. SERS has approximately 58,000 participants currently receiving health care benefits.

**NOTE 13 - LONG-TERM OBLIGATIONS**

The changes in the District's long-term obligations during the year ended June 30, 2001 consist of the following:

	<u>Balance</u> <u>July 1, 2000</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2001</u>	<u>Due Within</u> <u>One Year</u>
<b>Governmental Activities</b>					
General Obligation Bonds	\$11,615,000	\$ -	(\$480,000)	\$11,135,000	\$535,000
Energy Conservation Bonds	1,080,000	-	(270,000)	810,000	285,000
Compensated Absences	<u>2,472,363</u>	<u>-</u>	<u>(11,169)</u>	<u>2,461,194</u>	<u>-</u>
	<u>\$15,167,363</u>	<u>\$ -</u>	<u>(\$791,169)</u>	<u>\$14,406,194</u>	<u>\$820,000</u>
<b>Business-type Activities</b>					
Compensated Absences	<u>\$41,914</u>	<u>\$5,807</u>	<u>\$ -</u>	<u>\$47,721</u>	<u>\$ -</u>

The District's voted legal debt margin for general obligation bonds was \$62,756,656 with an unvoted legal debt margin of \$580,969 and an unvoted energy conservation legal debt margin of \$6,443,722 at June 30, 2001. General obligation bonds will be paid from property taxes. Energy conservation bonds and compensated absences will be paid from the general fund.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 13 continued)

**A. Bonds Outstanding**

The following is a schedule of the District's bonds outstanding at June 30, 2001:

<u>Purpose</u>	<u>Interest Rate</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Outstanding Beginning of Year</u>	<u>New Issues</u>	<u>Principal Redemptions During Year</u>	<u>Amount Outstanding End of Year</u>
Facilities Acquisition	5.250	Feb 1994	Dec 2015	\$240,000	\$ -	\$15,000	\$225,000
Library Construction	5.728	Jun 1993	Dec 2011	1,265,000	-	60,000	1,205,000
Facilities Renovation	5.853	Jun 1993	Dec 2013	10,110,000	-	405,000	9,705,000
Energy Conservation [H.B. 264]	5.187	Jun 1993	Jun 2003	645,000	-	205,000	440,000
Energy Conservation [H.B. 264]	4.624	Feb 1996	Jun 2006	<u>435,000</u>	<u>-</u>	<u>65,000</u>	<u>370,000</u>
				<u>\$12,695,000</u>	<u>\$ -</u>	<u>\$750,000</u>	<u>\$11,945,000</u>

**B. Future Debt Requirements**

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

<u>Year Ending June 30</u>	<u>General Obligation Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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	<u>15,000</u>	<u>788</u>	<u>15,788</u>
	<u>\$11,135,000</u>	<u>\$4,790,540</u>	<u>\$15,925,540</u>



**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 13 continued)

Energy Conservation Bonds			
Year Ending June 30	Principal	Interest	Total
2002	\$485,000	\$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>\$810,000</u>	<u>\$88,487</u>	<u>\$898,487</u>

**C. 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 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 220 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 provisions set by STRS or SERS.

**NOTE 14 - INTERFUND TRANSACTIONS**

Short term interfund loans at June 30, 2001 are as follows:

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 14 continued)

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General	\$669,400	
Special Revenue		
Public School Support		\$2,400
Career Development		12,000
Title II		5,000
Title VI B		210,000
Vocational Education		60,000
Title I		160,000
Title VI		30,000
Drug Free Education		25,000
Preschool Handicapped		10,000
Title VI R		25,000
Miscellaneous Federal Grant		<u>20,000</u>
Enterprise		\$559,400
Food Service		100,000
Adult Community Education		<u>10,000</u>
	<u>\$669,400</u>	<u>110,000</u>
		<u>\$669,400</u>

For fiscal year 2001, the general fund reported transfers out of \$385,080 and other governmental funds and enterprise funds reported transfers in of \$277,120 and \$107,960 respectively. The transfers with other governmental funds primarily relate to the timing of grant receipts of special revenue funds and the funding of reserves for capital expenditures. The transfers with enterprise funds primarily relate to the operating loss of the food service fund.

**NOTE 15 - CONTINGENCIES**

**A. Grants**

The District received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2001.

**B. Litigation**

As of June 30, 2001, 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

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 15 continued)

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, 2001, 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 16 - STATE SCHOOL FUNDING DECISION**

On September 6, 2001, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision identified aspects of the current plan that require modification if the plan is to be considered constitutional, including:

- 1.) A change in the school districts that are used as the basis for determining the base cost support amount. Any change in the amount of funds distributed to school districts as a result of this change must be retroactive to July 1, 2001, although a time line for distribution is not specified.
- 2.) Fully funding parity aid no later than the beginning of fiscal year 2004 rather than fiscal year 2006.

The Supreme Court relinquished jurisdiction over the case based on anticipated compliance with its order. In general, it is expected that the decision would result in an increase in State funding for most Ohio school districts. However, as of October 26, 2001, the Ohio General Assembly was still analyzing the impact this Supreme Court decision will have on funding for individual school districts. On November 2, 2001, the court granted this motion for reconsideration. The Court may reexamine and redetermine any issue upon such reconsideration. Further, the State of Ohio, in a motion filed September 17, 2001, asked the Court to reconsider and clarify the parts of the decision changing the school districts that are used as the basis for determining the base cost support amount and the requirement that changes be made retroactive to July 1, 2001. On November 2, 2001, the Court granted this motion for reconsideration. The Court may reexamine and redetermine any issue upon such reconsideration. As of the date of

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

(Note 16 continued)

these financial statements, the District is unable to determine what effect, if any, this decision and the reconsideration will have on its future State funding and on its financial operations.

**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, 2001, the reserve activity (cash-basis) was as follows:

	<u>Educational Materials Reserve</u>	<u>Capital Maintenance Reserve</u>	<u>Budget Stabilization Reserve</u>	<u>Total</u>
Set-Aside as of June 30, 2000	\$53,687	(\$53,201)	\$170,211	\$170,697
Current Year Set-aside Requirement	839,643	839,643	-	1,679,286
Qualifying Disbursements	<u>(688,336)</u>	<u>(1,391,837)</u>	<u>(170,211)</u>	<u>(2,250,384)</u>
Total Set-aside for Future Fiscal Years	<u>\$204,994</u>	<u>(\$605,395)</u>	<u>\$ -</u>	<u>(\$400,401)</u>
Set-aside Reserve Balance as of June 30, 2001	<u>\$204,994</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$204,994</u>

The District had qualifying disbursements during the fiscal year that reduced the capital maintenance reserve set-aside amounts below zero. This amount may be carried forward to reduce future fiscal year requirements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years. Effective April 10, 2001, Am. Sub. Senate Bill 345 amended O.R.C. Section 5705.29, effectively eliminating the requirement for the District to establish and maintain a budget stabilization reserve. During 2001, the District expended the budget stabilization reserve amount pursuant to this State statute and, as a result, no budget reserve exists at June 30, 2001.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

**NOTE 18 - RESTRICTED ASSETS**

The following table represents the detail of restricted assets:

Equity in Pooled Cash and Cash Equivalents	\$2,356,991
Investment	225,000
Receivables:	
Taxes	2,791,459
Accounts	72,549
Intergovernmental	<u>567,859</u>
Restricted Assets	6,014,858
Less Liabilities Payable from Restricted Assets	<u>3,322,908</u>
Restricted Net Assets	<u>\$2,691,950</u>

**NOTE 19 - ELECTRIC UTILITY DEREGULATION**

The State Legislature has effected the deregulation of electric public utilities. Electric deregulation took place January 1, 2001. Under prior law, an electric company's taxable production equipment was assessed at 100% of true value, while all of its other taxable property was assessed at 88% of true value. This legislation provides for the assessment rate for the taxable transmission and distribution property of an electric company to remain at 88% of true value, while all other taxable property of the electric company is now assessed at 25% of true value.

To help offset loss of revenue, for the purpose of raising revenue for public education and state and local government operations, an excise tax was levied and imposed on electric distribution companies for all electricity distributed by such company beginning with the measurement period that includes May 1, 2001, at the following rates per kilowatt hour (kWh) of electricity distributed in a thirty-day period by the company through a "meter of an end user in this state". Thirty-seven percent of the kWh tax is to be collected at the state level for distribution to school districts and other local governments for property tax replacement funds. The Department of Education will pay to each school district their share of school district property tax replacement funds. The Department of Education will report to each school district the apportionment of the payments among the school district's funds based on the certifications from the tax commissioner.

As of the date of these financial statements, the District is unable to determine what effect, if any, this decision will have on its financial operations.

**BEDFORD CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)**  
**JUNE 30, 2001**

**NOTE 20 - SUBSEQUENT EVENT**

On November 21, 2001, the District issued \$9,096,300 of Various Purpose Improvement Refunding Bonds ( the "Bonds") for the purpose of advance refunding the District's Library Construction Bonds and Facilities Renovation Bonds (together the "Refunded Bonds"). The Bonds carry interest rates ranging from 4 percent to 5 percent with a final maturity date of December 1, 2013. Proceeds from the Bonds are to be deposited in an escrow account for the payment of (i) interest on the Refunded Bonds when due on each June 1 and December 1 from December 1, 2001 through December 1, 2003, and (ii) the principal of and redemption premium on all of the Refunded Bonds upon their redemption on December 1, 2003, as provided in the Escrow Agreement. The Authorizing Legislation for the Bonds and the Escrow Agreement provide for the irrevocable call for optional redemption of all of the Refunded bonds on December 1, 2003 at a redemption price equal to 101 percent of the principal amount redeemed.



**Combining Statements  
and Individual Fund Schedules**

## Combining Statements - Non-major Funds

### Non-major 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 non-major 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 all costs (excluding supplemental coaching and advising contract) of the adult-led student activities.

The **Auxiliary Services Fund** accounts for educational programs run by the District with state funds on behalf 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 **Education Management Information Services Fund** accounts for state funds provided for costs associated with the requirements of the management information system.

The **Data Communications Fund** accounts for state funds provided for Ohio Educational Computer Network Connections.

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

The **SchoolNet 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.

## **Combining Statements - Non-major Funds**

(continued)

The **Summer School Subsidy Fund** accounts for moneys provided by the State to reimburse the District for the costs of remedial summer school.

The **Vocational Education Enhancement Fund** accounts for moneys provided by the State to enhance vocational educational and to replace vocational educational equipment.

The **Extended Learning Opportunity Fund** accounts for moneys provided by the state to promote extended learning opportunities for students.

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.

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 **Goals 2000 Fund** accounts for federal funds which support a broad range of educational improvement goals.

The **Title VIR Fund** accounts for federal funds used to hire additional classroom teachers in grades one through three.

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

### **Non-major 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 non-major capital projects funds follows:

## Combining Statements - Non-major Funds

(continued)

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 **Capital Replacement Fund** accounts for monies transferred from the general fund for the purpose of vehicle replacement.

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.

### Non-major 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 user 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 non-major enterprise funds follows:

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.

### 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.

The **Warehouse Fund** accounts for the purchase of bulk supplies, which in turn will be re-purchased 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  
Non-major Governmental Funds  
June 30, 2001

	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Total Non-major Governmental Funds
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$766,503	\$251,569	\$1,018,072
Receivables:			
Accounts	5,745	-	5,745
Intergovernmental	278,365	-	278,365
<b>Total Assets</b>	<b>\$1,050,613</b>	<b>\$251,569</b>	<b>\$1,302,182</b>
 <b>Liabilities, and Fund Balances</b>			
Liabilities:			
Accounts Payable	\$48,064	\$ -	\$48,064
Accrued Wages and Benefits	99,140	-	99,140
Interfund Loans Payable	559,400	-	559,400
Due to Other Governments	30,969	-	30,969
Deferred Revenue - Intergovernmental	129,939	261	130,200
Total Liabilities	867,512	261	867,773
Fund Balances:			
Reserved for Encumbrances	154,657	21,031	175,688
Unreserved - Undesignated	28,444	230,277	258,721
Total Fund Balances	183,101	251,308	434,409
<b>Total Liabilities and Fund Balances</b>	<b>\$1,050,613</b>	<b>\$251,569</b>	<b>\$1,302,182</b>

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Non-major Governmental Funds*  
*For the Fiscal Year Ended June 30, 2001*

	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Total Non-major Governmental Funds
<b>Revenues</b>			
Earnings on Investments	\$4,028	\$36,619	\$40,647
Intergovernmental	1,692,097	236,034	1,928,131
Extracurricular Activities	236,821	-	236,821
Miscellaneous	50,109	-	50,109
	<u>1,983,055</u>	<u>272,653</u>	<u>2,255,708</u>
<b>Total Revenues</b>			
<b>Expenditures</b>			
Current:			
Instruction	1,487,567	-	1,487,567
Support Services:			
Pupils	27,774	-	27,774
Instructional Staff	146,552	1,475	148,027
Administration	5,640	-	5,640
Business	4,385	-	4,385
Operation and Maintenance of Plant	-	493,437	493,437
Central	12,870	-	12,870
Community Services	537,787	-	537,787
Extracurricular Activities	201,243	-	201,243
	<u>2,423,818</u>	<u>494,912</u>	<u>2,918,730</u>
<b>Total Expenditures</b>			
	(440,763)	(222,259)	(663,022)
			(663,022)
<b>Other Financing Sources</b>			
Operating Transfers In	111,004	166,116	277,120
	<u>111,004</u>	<u>166,116</u>	<u>277,120</u>
<b>Total Other Financing Sources</b>			
	<b>(329,759)</b>	<b>(56,143)</b>	<b>(385,902)</b>
<b>Net Change in Fund Balances</b>			
Fund Balances - Beginning of Year	512,860	307,451	820,311
<b>Fund Balances - End of Year</b>	<b><u>\$183,101</u></b>	<b><u>\$251,308</u></b>	<b><u>\$434,409</u></b>



**Bedford City School District**  
*Combining Balance Sheet*  
*Non-major Special Revenue Funds*  
 June 30, 2001

	Public School Support	Other Grant	Venture Capital	District Managed Student Activities	Auxiliary Services
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$84,107	\$8,651	\$16,359	\$49,907	\$138,281
Receivables:					
Accounts	2,071	-	-	3,674	-
Intergovernmental	-	-	-	-	-
<b>Total Assets</b>	<b>\$86,178</b>	<b>\$8,651</b>	<b>\$16,359</b>	<b>\$53,581</b>	<b>\$138,281</b>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts Payable	\$829	\$286	\$ -	\$2,121	\$18,818
Accrued Wages and Benefits	-	-	-	-	22,142
Interfund Loans Payable	2,400	-	-	-	-
Due to Other Governments	2,766	86	384	810	16,303
Deferred Revenue - Intergovernmental	-	-	15,511	-	22,943
<b>Total Liabilities</b>	<b>5,995</b>	<b>372</b>	<b>15,895</b>	<b>2,931</b>	<b>80,206</b>
Fund Balance (Deficit):					
Reserved for Encumbrances	8,972	2,478	464	22,007	58,075
Unreserved - Undesignated (Deficit)	71,211	5,801	-	28,643	-
<b>Total Fund Balance (Deficit)</b>	<b>80,183</b>	<b>8,279</b>	<b>464</b>	<b>50,650</b>	<b>58,075</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$86,178</b>	<b>\$8,651</b>	<b>\$16,359</b>	<b>\$53,581</b>	<b>\$138,281</b>

<u>Disadvantaged Pupil Program</u>	<u>Career Development</u>	<u>Teacher Development</u>	<u>Education Management Information Services</u>	<u>Data Communications</u>	<u>SchoolNet Professional Development</u>	<u>Ohio Reads</u>	<u>Vocational Education Enhancement</u>
\$905	\$6,903	\$13,765	\$27,341	\$12,000	\$2,000	\$11	\$425
-	-	-	-	-	-	-	-
-	5,097	-	-	-	-	-	-
<b>\$905</b>	<b>\$12,000</b>	<b>\$13,765</b>	<b>\$27,341</b>	<b>\$12,000</b>	<b>\$2,000</b>	<b>\$11</b>	<b>\$425</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$1,000	\$ -	\$15
-	1,124	-	-	-	-	-	-
-	12,000	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	11,224	-	7,643	-	-	-
-	13,124	11,224	-	7,643	1,000	-	15
-	-	2,541	-	4,357	1,000	-	410
905	(1,124)	-	27,341	-	-	11	-
905	(1,124)	2,541	27,341	4,357	1,000	11	410
<b>\$905</b>	<b>\$12,000</b>	<b>\$13,765</b>	<b>\$27,341</b>	<b>\$12,000</b>	<b>\$2,000</b>	<b>\$11</b>	<b>\$425</b>

(continued)

**Bedford City School District**  
*Combining Balance Sheet*  
*Non-major Special Revenue Funds (continued)*  
*June 30, 2001*

	Extended Learning Opportunity	Miscellaneous State Grants	Title II	Title VIB	Vocational Education
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$39,900	\$32,627	\$17,164	\$24,926	\$28,953
Receivables:					
Accounts	-	-	-	-	-
Intergovernmental	-	-	162	200,303	33,893
<b>Total Assets</b>	<b>\$39,900</b>	<b>\$32,627</b>	<b>\$17,326</b>	<b>\$225,229</b>	<b>\$62,846</b>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts Payable	\$ -	\$2,474	\$ -	\$20,237	\$2,284
Accrued Wages and Benefits	-	-	-	-	1,090
Interfund Loans Payable	-	-	5,000	210,000	60,000
Due to Other Governments	-	88	-	-	10,532
Deferred Revenue - Intergovernmental	36,352	3,694	10,860	-	-
<b>Total Liabilities</b>	<b>36,352</b>	<b>6,256</b>	<b>15,860</b>	<b>230,237</b>	<b>73,906</b>
Fund Balance (Deficit):					
Reserved for Encumbrances	3,548	26,371	1,466	3,867	5,940
Unreserved - Undesignated (Deficit)	-	-	-	(8,875)	(17,000)
<b>Total Fund Balance (Deficit)</b>	<b>3,548</b>	<b>26,371</b>	<b>1,466</b>	<b>(5,008)</b>	<b>(11,060)</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$39,900</b>	<b>\$32,627</b>	<b>\$17,326</b>	<b>\$225,229</b>	<b>\$62,846</b>

Title I	Title VI	Drug Free Education	Preschool Handicapped	Goals 2000	Title VIR	Miscellaneous Federal Grants	Total Non-major Special Revenue Funds
\$156,910	\$27,736	\$27,846	\$4,888	\$22,029	\$11,002	\$11,869	\$766,503
-	-	-	-	-	-	-	5,745
6,797	2,264	487	5,114	-	13,998	10,250	278,365
<b>\$163,707</b>	<b>\$30,000</b>	<b>\$28,333</b>	<b>\$10,000</b>	<b>\$22,029</b>	<b>\$25,000</b>	<b>\$22,119</b>	<b>\$1,050,613</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$48,064
54,467	-	-	6,685	-	-	13,632	99,140
160,000	30,000	25,000	10,000	-	25,000	20,000	559,400
-	-	-	-	-	-	-	30,969
-	-	2,883	-	18,829	-	-	129,939
214,467	30,000	27,883	16,685	18,829	25,000	33,632	867,512
998	7,262	450	505	3,200	-	746	154,657
(51,758)	(7,262)	-	(7,190)	-	-	(12,259)	28,444
(50,760)	-	450	(6,685)	3,200	-	(11,513)	183,101
<b>\$163,707</b>	<b>\$30,000</b>	<b>\$28,333</b>	<b>\$10,000</b>	<b>\$22,029</b>	<b>\$25,000</b>	<b>\$22,119</b>	<b>\$1,050,613</b>

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Non-major Special Revenue Funds  
For the Fiscal Year Ended June 30, 2001*

	Public School Support	Other Grant	Venture Capital	District Managed Student Activities	Auxiliary Services
<b>Revenues</b>					
Earnings on Investments	\$ -	\$ -	\$ -	\$ -	\$4,028
Intergovernmental	-	-	9,489	-	417,585
Extracurricular Activities	139,758	-	-	97,065	-
Miscellaneous	-	50,109	-	-	-
<b>Total Revenues</b>	<u>139,756</u>	<u>50,109</u>	<u>9,489</u>	<u>97,065</u>	<u>421,613</u>
<b>Expenditures</b>					
Current:					
Instruction	109,450	99,158	58,639	-	-
Support Services:					
Pupils	-	-	-	-	-
Instructional Staff	16,159	12,788	-	-	-
Administration	-	-	-	-	-
Business	4,385	-	-	-	-
Central	-	-	-	-	-
Community Services	-	-	-	-	460,304
Extracurricular Activities	2,000	-	-	199,243	-
<b>Total Expenditures</b>	<u>131,994</u>	<u>111,946</u>	<u>58,639</u>	<u>199,243</u>	<u>460,304</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,762</u>	<u>(61,837)</u>	<u>(49,150)</u>	<u>(102,178)</u>	<u>(38,691)</u>
<b>Other Financing Sources</b>					
Operating Transfers In	-	-	82	94,500	-
<b>Total Other Financing Sources</b>	<u>-</u>	<u>-</u>	<u>82</u>	<u>94,500</u>	<u>-</u>
<b>Net change in Fund Balance</b>	<b>7,762</b>	<b>(61,837)</b>	<b>(49,068)</b>	<b>(7,678)</b>	<b>(38,691)</b>
Fund Balance (Deficit) - Beginning of Year	72,421	70,116	49,532	58,328	96,766
<b>Fund Balance (Deficit) - End of Year</b>	<b>\$80,183</b>	<b>\$8,279</b>	<b>\$464</b>	<b>\$50,650</b>	<b>\$58,075</b>

Disadvantaged Pupil Program	Career Development	Teacher Development	Educational Mobility Assistance Program	Education Management Information Services	Disadvantaged Pupil Impact Aid	Data Communications
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	31,551	7,848	-	16,348	175,722	4,357
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	31,551	7,848	-	16,348	175,722	4,357
-	31,821	-	-	-	175,722	-
-	-	-	-	-	-	-
-	-	18,796	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	31,821	18,796	-	-	175,722	-
-	(270)	(10,948)	-	16,348	-	4,357
-	-	-	11,141	-	-	-
-	-	-	11,141	-	-	-
-	(270)	(10,948)	11,141	16,348	-	4,357
905	(854)	13,489	(11,141)	10,993	-	-
<b>\$905</b>	<b>(\$1,124)</b>	<b>\$2,541</b>	<b>\$ -</b>	<b>\$27,341</b>	<b>\$ -</b>	<b>\$4,357</b>

(continued)



**Bedford City School District**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances*  
*Non-major Special Revenue Funds (continued)*  
For the Fiscal Year Ended June 30, 2001

	SchoolNet Professional Development	Ohio Reads	Summer School Subsidy	Vocational Education Enhancement	Extended Learning Opportunity
<b>Revenues</b>					
Earnings on Investments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	4,000	7,739	8,385	30,000	16,348
Extracurricular Activities	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<b>Total Revenues</b>	<u>4,000</u>	<u>7,739</u>	<u>8,385</u>	<u>30,000</u>	<u>16,348</u>
<b>Expenditures</b>					
Current:					
Instruction	4,000	7,989	8,385	29,590	12,800
Support Services:					
Pupils	-	-	-	-	-
Instructional Staff	-	-	-	-	-
Administration	1,000	-	-	-	-
Business	-	-	-	-	-
Central	-	-	-	-	-
Community Services	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
<b>Total Expenditures</b>	<u>5,000</u>	<u>7,989</u>	<u>8,385</u>	<u>29,590</u>	<u>12,800</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,000)</u>	<u>(250)</u>	<u>-</u>	<u>410</u>	<u>3,548</u>
<b>Other Financing Sources</b>					
Operating Transfers In	-	-	-	-	-
<b>Total Other Financing Sources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in Fund Balance</b>	<u>(1,000)</u>	<u>(250)</u>	<u>-</u>	<u>410</u>	<u>3,548</u>
Fund Balance (Deficit) - Beginning of Year	<u>2,000</u>	<u>261</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance (Deficit) - End of Year</b>	<u><b>\$1,000</b></u>	<u><b>\$11</b></u>	<u><b>\$ -</b></u>	<u><b>\$410</b></u>	<u><b>\$3,548</b></u>

Miscellaneous State Grants	Title II	Title VI B	Vocational Education	Title I	Title VI	Drug Free Education	Preschool Handicapped	Goals 2000
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
72,243	4,982	295,892	108,368	233,710	15,324	2,655	36,583	26,171
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
72,243	4,982	295,892	108,368	233,710	15,324	2,655	36,583	26,171
136,102	-	276,691	64,330	305,369	10,817	8,076	11,323	-
-	(120)	-	20,288	-	1,403	6,203	-	-
3,550	24,677	-	14,148	-	10	9,430	24,023	22,971
5	-	-	4,635	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	12,775	-	-	-	-	-
-	-	39,165	-	26,745	6,342	-	5,231	-
-	-	-	-	-	-	-	-	-
139,657	24,557	315,856	116,176	332,114	18,572	23,709	40,577	22,971
(67,414)	(19,575)	(19,964)	(7,808)	(98,404)	(3,248)	(21,054)	(3,994)	3,200
-	50	5	13	960	-	22	-	-
-	50	5	13	960	-	22	-	-
(67,414)	(19,525)	(19,959)	(7,795)	(97,444)	(3,248)	(21,032)	(3,994)	3,200
93,785	20,991	14,951	(3,265)	46,684	3,248	21,482	(2,691)	-
<b>\$26,371</b>	<b>\$1,466</b>	<b>(\$5,008)</b>	<b>(\$11,060)</b>	<b>(\$50,760)</b>	<b>\$ -</b>	<b>\$450</b>	<b>(\$6,685)</b>	<b>\$3,200</b>

(continued)

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances*  
*Non-major Special Revenue Funds (continued)*  
For the Fiscal Year Ended June 30, 2001

	Title VIR	Miscellaneous Federal Grants	Total Non-major Special Revenue Funds
<b>Revenues</b>			
Earnings on Investments	\$ -	\$ -	\$4,028
Intergovernmental	62,288	104,509	1,692,097
Extracurricular Activities	-	-	236,821
Miscellaneous	-	-	50,109
Total Revenues	<u>62,288</u>	<u>104,509</u>	<u>1,983,055</u>
<b>Expenditures</b>			
Current:			
Instruction	62,288	75,017	1,487,567
Support Services:			
Pupils	-	-	27,774
Instructional Staff	-	-	146,552
Administration	-	-	5,640
Business	-	-	4,385
Central	-	95	12,870
Community Services	-	-	537,787
Extracurricular Activities	-	-	201,243
Total Expenditures	<u>62,288</u>	<u>75,112</u>	<u>2,423,818</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>29,397</u>	<u>(440,763)</u>
<b>Other Financing Sources</b>			
Operating Transfers In	-	4,231	111,004
Total Other Financing Sources	<u>-</u>	<u>4,231</u>	<u>111,004</u>
<b>Net change in Fund Balance</b>	<u>-</u>	<u>33,628</u>	<u>(329,759)</u>
Fund Balance (Deficit) - Beginning of Year	-	(45,141)	512,860
<b>Fund Balance (Deficit) - End of Year</b>	<u>\$ -</u>	<u>(\$11,513)</u>	<u>\$183,101</u>

**Bedford City School District**  
*Combining Balance Sheet*  
*Non-major Capital Projects Funds*  
*June 30, 2001*

	Building	Capital Replacement	Vocational Equipment	SchoolNet	Power Up Technology	Total Non-major Capital Projects Funds
<b>Assets</b>						
Equity in Pooled Cash and Cash Equivalents	\$25,112	\$163,000	\$42,165	\$21,292	\$ -	\$251,569
<b>Total Assets and Other Debits</b>	<b><u>\$25,112</u></b>	<b><u>\$163,000</u></b>	<b><u>\$42,165</u></b>	<b><u>\$21,292</u></b>	<b><u>\$ -</u></b>	<b><u>\$251,569</u></b>
<b>Liabilities and Fund Balances</b>						
<b>Liabilities:</b>						
Deferred Revenue - Intergovernmental	\$ -	\$ -	\$ -	\$261	\$ -	\$261
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>261</u>	<u>-</u>	<u>261</u>
<b>Fund Balances:</b>						
Reserved for Encumbrances	-	-	-	21,031	-	21,031
Unreserved - Undesignated	25,112	163,000	42,165	-	-	230,277
Total Fund Equity	<u>25,112</u>	<u>163,000</u>	<u>42,165</u>	<u>21,031</u>	<u>-</u>	<u>251,308</u>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$25,112</u></b>	<b><u>\$163,000</u></b>	<b><u>\$42,165</u></b>	<b><u>\$21,292</u></b>	<b><u>\$ -</u></b>	<b><u>\$251,569</u></b>

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Non-major Capital Projects Funds  
For the Fiscal Year Ended June 30, 2001*

	Building	Capital Replacement	Vocational Equipment	SchoolNet	Power Up Technology	Total Non-major Capital Projects Funds
<b>Revenues</b>						
Earnings on Investments	\$36,619	\$ -	\$ -	\$ -	\$ -	\$36,619
Intergovernmental	-	-	24,883	33,210	177,941	236,034
<b>Total Revenues</b>	<u>36,619</u>	<u>-</u>	<u>24,883</u>	<u>33,210</u>	<u>177,941</u>	<u>272,653</u>
<b>Expenditures</b>						
Current:						
Support Services:						
Instructional Staff	-	-	-	1,475	-	1,475
Operation and Maintenance of Plant	313,301	-	-	-	180,136	493,437
<b>Total Expenditures</b>	<u>313,301</u>	<u>-</u>	<u>-</u>	<u>1,475</u>	<u>180,136</u>	<u>494,912</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(276,682)	-	24,883	31,735	(2,195)	(222,259)
<b>Other Financing Sources</b>						
Operating Transfers In	-	163,000	890	31	2,195	166,116
<b>Total Other Financing Sources</b>	<u>-</u>	<u>163,000</u>	<u>890</u>	<u>31</u>	<u>2,195</u>	<u>166,116</u>
<b>Net Change in Fund Balance</b>	<b>(276,682)</b>	<b>163,000</b>	<b>25,773</b>	<b>31,766</b>	<b>-</b>	<b>(56,143)</b>
Fund Balance (Deficit) - Beginning of Year	301,794	-	16,392	(10,735)	-	307,451
<b>Fund Balance - End of Year</b>	<u><b>\$25,112</b></u>	<u><b>\$163,000</b></u>	<u><b>\$42,165</b></u>	<u><b>\$21,031</b></u>	<u><b>\$ -</b></u>	<u><b>\$251,308</b></u>

**Bedford City School District**  
*Combining Statement of Fund Net Assets*  
*Non-major Enterprise Funds*  
*June 30, 2001*

	Summer School	Adult and Community Education	Recreation	Total Non-major Enterprise Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$31,229	\$13,172	\$8,141	\$52,542
Receivables:				
Intergovernmental	-	-	518	518
Total Current Assets	<u>31,229</u>	<u>13,172</u>	<u>8,659</u>	<u>53,060</u>
Capital Assets, Net	<u>-</u>	<u>-</u>	<u>3,334</u>	<u>3334</u>
Total Assets	<u>31,229</u>	<u>13,172</u>	<u>11,993</u>	<u>56,394</u>
<b>Liabilities</b>				
Accounts Payable	-	769	-	769
Interfund Loans Payable	-	10,000	-	10,000
Total Current Liabilities	<u>-</u>	<u>10,769</u>	<u>-</u>	<u>10,769</u>
Total Liabilities	<u>-</u>	<u>10,769</u>	<u>-</u>	<u>10,769</u>
<b>Net Assets</b>				
Invested in Capital Assets	-	-	3,334	3,334
Unrestricted	<u>31,229</u>	<u>2,403</u>	<u>8,659</u>	<u>42,291</u>
Total Net Assets	<u>\$31,229</u>	<u>\$2,403</u>	<u>\$11,993</u>	<u>\$45,625</u>



**Bedford City School District**  
*Combining Statement of Revenues,  
 Expenses and Changes in Fund Net Assets  
 Non-major Enterprise Funds  
 For the Fiscal Year Ended June 30, 2001*

	Summer School	Adult and Community Education	Recreation	Total Non-major Enterprise Funds
<b>Operating Revenues</b>				
Tuition and Fees	\$45,190	\$890	\$ -	\$46,080
Charges for Services	-	10,943	8,391	19,334
<b>Total Operating Revenues</b>	<u>45,190</u>	<u>11,833</u>	<u>8,391</u>	<u>65,414</u>
<b>Operating Expenses</b>				
Salaries and Wages	40,642	25,801	6,914	73,357
Fringe Benefits	3,655	3,797	710	8,162
Purchased Services	-	7,107	105	7,212
Depreciation	-	-	333	333
Materials and Supplies	115	679	90	884
<b>Total Operating Expenses</b>	<u>44,412</u>	<u>37,384</u>	<u>8,152</u>	<u>89,948</u>
<b>Operating Income (Loss)</b>	<u>778</u>	<u>(25,551)</u>	<u>239</u>	<u>(24,534)</u>
<b>Non-Operating Revenues</b>				
Other Revenues	-	32	-	32
<b>Total Non-Operating Revenues</b>	<u>-</u>	<u>32</u>	<u>-</u>	<u>32</u>
<b>Net Income (Loss) Before Operating Transfers</b>	<u>778</u>	<u>(25,519)</u>	<u>239</u>	<u>(24,502)</u>
Operating Transfers In	20,170	24,499	-	44,669
<b>Change in Net Assets</b>	<u>20,948</u>	<u>(1,020)</u>	<u>239</u>	<u>20,167</u>
Net Assets Beginning of Year	10,281	3,423	11,754	25,458
<b>Net Assets End of Year</b>	<u>\$31,229</u>	<u>\$2,403</u>	<u>\$11,993</u>	<u>\$45,625</u>

**Bedford City School District**  
*Combined Statement of Cash Flows*  
*Non-major Enterprise Funds*  
*For the Fiscal Year Ended June 30, 2001*

	Summer School	Adult and Community Education	Recreation	Total Non-major Enterprise Funds
<b>Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash Flows from Operating Activities:				
Cash Received from Tuition and Fees	\$ -	\$890	\$ -	\$890
Cash Received from Other Operations	45,190	10,943	8,638	64,771
Cash Payments for Personal Services	-	(31,247)	(7,624)	(38,871)
Cash Payments for Purchased Services	(44,297)	(6,595)	(105)	(50,997)
Cash Payments for Materials and Supplies	-	-	(90)	(90)
Cash Payments for Other Expenses	(115)	(679)	-	(794)
Net Cash Provided by (Used for) Operating Activities	<u>778</u>	<u>(26,688)</u>	<u>819</u>	<u>(25,091)</u>
Cash Flows from Noncapital Financing Activities:				
Other Revenues	-	32	-	32
Operating Transfers	20,170	24,499	-	44,669
Cash (Used) - Intergovernmental	-	(38,000)	-	(38,000)
Cash (Used) - Interfund Loans	(58,000)	-	-	(58,000)
Net Cash (Used for) Noncapital Financing Activities	<u>(37,830)</u>	<u>(13,469)</u>	<u>-</u>	<u>(51,299)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(37,052)</b>	<b>(40,157)</b>	<b>819</b>	<b>(76,390)</b>
Cash and Cash Equivalents - Beginning of Year	68,281	53,329	7,322	128,932
<b>Cash and Cash Equivalents - End of Year</b>	<b><u>\$31,229</u></b>	<b><u>\$13,172</u></b>	<b><u>\$8,141</u></b>	<b><u>\$52,542</u></b>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>				
Operating Income (Loss)	<u>\$778</u>	<u>(\$25,551)</u>	<u>\$239</u>	<u>(\$24,534)</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Depreciation	-	-	333	333
Changes in Operating Assets and Liabilities:				
Decrease (Increase) in Receivables	-	-	247	247
Increase (Decrease) in Accounts Payable	-	512	-	512
Increase (Decrease) in Accrued Wages and Benefits	-	(1,649)	-	(1,649)
Total Adjustments	<u>-</u>	<u>(1,137)</u>	<u>580</u>	<u>(557)</u>
<b>Net Cash Provided by (Used for) Operating Activities</b>	<b><u>\$778</u></b>	<b><u>(\$26,688)</u></b>	<b><u>\$819</u></b>	<b><u>(\$25,091)</u></b>

**Bedford City School District**  
*Combining Statement of FundNet Assets*  
*Internal Service Funds*  
 June 30, 2001

	<u>Warehouse</u>	<u>Self-funded Benefits</u>	<u>Computer Network</u>	<u>Total Internal Service Funds</u>
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$31,818	\$914,391	\$578	\$946,787
Receivables:				
Accounts	-	3,610	-	3,610
Total Current Assets	<u>31,818</u>	<u>918,001</u>	<u>578</u>	<u>950,397</u>
Total Assets	31,818	918,001	578	950,397
<b>Liabilities</b>				
Accounts Payable	-	75,403	-	75,403
Total Current Liabilities	<u>-</u>	<u>75,403</u>	<u>-</u>	<u>75,403</u>
Total Liabilities	-	75,403	-	75,403
<b>Net Assets</b>				
Unrestricted	<u>31,818</u>	<u>842,598</u>	<u>578</u>	<u>874,994</u>
Total Net Assets	<u><b>\$31,818</b></u>	<u><b>\$842,598</b></u>	<u><b>\$578</b></u>	<u><b>\$874,994</b></u>

**Bedford City School District**  
*Combining Statement of Revenues,  
 Expenses and Changes in Fund Net Assets  
 Internal Service Funds  
 For the Fiscal Year Ended June 30, 2001*

	<u>Warehouse</u>	<u>Self-funded Benefits</u>	<u>Computer Network</u>	<u>Total Internal Service Funds</u>
<b>Operating Revenues</b>				
Charges for Services	\$15,523	\$925,282	\$ -	\$940,805
Total Operating Revenues	<u>15,523</u>	<u>925,282</u>	<u>-</u>	<u>940,805</u>
<b>Operating Expenses</b>				
Purchased Services	-	931,584	-	931,584
Materials and Supplies	9,315	-	-	9,315
Total Operating Expenses	<u>9,315</u>	<u>931,584</u>	<u>-</u>	<u>940,899</u>
<b>Change in Net Assets</b>	<b>6,208</b>	<b>(6,302)</b>	<b>-</b>	<b>(94)</b>
Net Assets Beginning of Year	<u>25,610</u>	<u>848,900</u>	<u>578</u>	<u>875,088</u>
<b>Net Assets End of Year</b>	<b><u>\$31,818</u></b>	<b><u>\$842,598</u></b>	<b><u>\$578</u></b>	<b><u>\$874,994</u></b>

**Bedford City School District**  
*Combined Statement of Cash Flows*  
*Internal Service Funds*  
For the Fiscal Year Ended June 30, 2001

	<u>Warehouse</u>	<u>Self-funded Benefits</u>	<u>Computer Network</u>	<u>Total Internal Service Funds</u>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash Flows from Operating Activities:				
Cash Received from Other Operations	\$15,523	\$ -	\$ -	\$15,523
Cash Received from Self-insurance Premiums	-	921,672	-	921,672
Cash Payments for Purchased Services	-	(921,027)	-	(921,027)
Cash Payments for Other Expenses	(9,429)	-	-	(9,429)
<b>Net Cash Provided by Operating Activities</b>	<u>6,094</u>	<u>645</u>	<u>-</u>	<u>6,739</u>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>6,094</b>	<b>645</b>	<b>-</b>	<b>6,739</b>
Cash and Cash Equivalents - Beginning of Year	<u>25,724</u>	<u>913,746</u>	<u>578</u>	<u>940,048</u>
<b>Cash and Cash Equivalents - End of Year</b>	<b><u>\$31,818</u></b>	<b><u>\$914,391</u></b>	<b><u>\$578</u></b>	<b><u>\$946,787</u></b>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities</b>				
Operating Income (Loss)	<u>\$6,208</u>	<u>(\$6,302)</u>	<u>\$ -</u>	<u>(\$94)</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Changes in Operating Assets and Liabilities:				
Decrease (Increase) in Receivables	-	(3,610)	-	(3,610)
Increase (Decrease) in Accounts Payable	(114)	10,557	-	10,443
<b>Total Adjustments</b>	<u>(114)</u>	<u>6,947</u>	<u>-</u>	<u>6,833</u>
<b>Net Cash Provided by Operating Activities</b>	<b><u>\$6,094</u></b>	<b><u>\$645</u></b>	<b><u>\$ -</u></b>	<b><u>\$6,739</u></b>

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

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Taxes	\$29,662,910	\$29,052,671	\$29,537,929	\$485,258
Tuition	75,000	143,964	143,964	-
Earnings on Investments	500,000	741,680	732,914	(8,766)
Other	25,000	190,702	190,702	-
Unrestricted Grants in Aid - State	5,706,063	5,948,468	6,090,823	142,355
Total Revenues	<u>35,968,973</u>	<u>36,077,485</u>	<u>36,696,332</u>	<u>618,847</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	9,988,175	9,825,075	9,823,827	1,248
Fringe Benefits	2,605,416	2,605,416	2,514,632	90,784
Purchased Services	254,218	113,100	91,259	21,841
Materials and Supplies	615,643	807,899	710,358	97,541
Capital Outlay - New	19,119	19,350	15,641	3,709
Capital Outlay - Replacement	37,206	38,716	33,912	4,804
Other	2,799	4,312	4,299	13
Total Regular	<u>13,522,576</u>	<u>13,413,868</u>	<u>13,193,928</u>	<u>219,940</u>
Special:				
Salaries and Wages	2,255,779	2,347,779	2,171,644	176,135
Fringe Benefits	578,425	616,425	602,704	13,721
Purchased Services	13,221	13,221	12,396	825
Materials and Supplies	12,699	14,181	11,825	2,356
Capital Outlay - Replacement	2,310	2,310	1,999	311
Other	6,475	6,475	4,581	1,894
Total Special	<u>2,868,909</u>	<u>3,000,391</u>	<u>2,805,149</u>	<u>195,242</u>
Vocational Education:				
Salaries and Wages	949,343	949,343	887,346	61,997
Fringe Benefits	253,227	253,227	244,412	8,815
Purchased Services	3,445	5,189	3,576	1,613
Materials and Supplies	37,463	36,641	29,533	7,108
Capital Outlay - New	36,330	45,681	45,681	-
Capital Outlay - Replacement	6,740	7,389	7,389	-
Total Vocational Education	<u>1,286,548</u>	<u>1,297,470</u>	<u>1,217,937</u>	<u>79,533</u>
Adult/Continuing:				
Fringe Benefits	1,403	1,403	-	1,403
Total Adult/Continuing	<u>1,403</u>	<u>1,403</u>	<u>-</u>	<u>1,403</u>
Other:				
Purchased Services	507,494	907,494	841,784	65,710
Total Other	<u>507,494</u>	<u>907,494</u>	<u>841,784</u>	<u>65,710</u>
Total Instruction	<u>\$18,186,930</u>	<u>\$18,620,626</u>	<u>\$18,058,798</u>	<u>\$561,828</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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Support Services:</b>				
<b>Pupil:</b>				
Salaries and Wages	\$1,315,685	\$1,315,685	\$1,312,469	\$3,216
Fringe Benefits	369,268	369,268	357,678	11,590
Purchased Services	409,225	412,452	388,335	24,117
Materials and Supplies	100,358	107,077	101,304	5,773
Capital Outlay - New	21,741	21,741	20,143	1,598
Capital Outlay - Replacement	1,000	1,000	-	1,000
Other	300	100	100	-
Total Pupil	<u>2,217,577</u>	<u>2,227,323</u>	<u>2,180,029</u>	<u>47,294</u>
<b>Instructional Staff:</b>				
Salaries and Wages	876,955	876,955	836,631	40,324
Fringe Benefits	298,239	299,144	257,230	41,914
Purchased Services	165,992	168,472	107,813	60,659
Materials and Supplies	89,164	103,576	95,053	8,523
Capital Outlay - New	42,026	42,980	42,230	750
Capital Outlay - Replacement	7,988	11,685	10,144	1,541
Other	10,050	10,630	7,703	2,927
Total Instructional Staff	<u>1,490,414</u>	<u>1,513,442</u>	<u>1,356,804</u>	<u>156,638</u>
<b>Board of Education:</b>				
Salaries and Wages	15,000	15,000	9,440	5,560
Fringe Benefits	-	-	(3,458)	3,458
Purchased Services	225,840	225,840	161,242	64,598
Materials and Supplies	600	600	270	330
Other	6,419	8,449	8,447	2
Total Board of Education	<u>247,859</u>	<u>249,889</u>	<u>175,941</u>	<u>73,948</u>
<b>Administration:</b>				
Salaries and Wages	1,925,364	1,911,364	1,797,021	114,343
Fringe Benefits	728,448	634,658	619,312	15,346
Purchased Services	77,959	79,824	63,625	16,199
Materials and Supplies	23,583	25,774	19,934	5,840
Capital Outlay - New	2,250	5,126	4,288	838
Capital Outlay - Replacement	5,498	8,029	6,197	1,832
Other	31,702	38,144	28,645	9,499
Total Administration	<u>2,794,804</u>	<u>2,702,919</u>	<u>2,539,022</u>	<u>163,897</u>
<b>Fiscal:</b>				
Salaries and Wages	278,764	290,764	290,656	108
Fringe Benefits	107,045	107,045	100,072	6,973
Purchased Services	64,335	64,335	68,966	(4,631)
Materials and Supplies	10,853	10,853	7,871	2,982
Capital Outlay - New	5,000	5,000	-	5,000
Capital Outlay - Replacement	5,000	5,000	-	5,000
Other	622,500	622,500	537,061	85,439
Total Fiscal	<u>\$1,093,497</u>	<u>\$1,105,497</u>	<u>\$1,004,626</u>	<u>\$100,871</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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Business:</b>				
Salaries and Wages	\$198,926	\$220,926	\$220,708	\$218
Fringe Benefits	64,337	64,337	63,374	963
Purchased Services	40,099	45,942	40,165	5,777
Materials and Supplies	5,117	5,117	3,619	1,498
Capital Outlay - New	2,000	4,437	2,567	1,870
Capital Outlay - Replacement	-	490	484	6
Other	1,350	3,350	2,618	732
<b>Total Business</b>	<u>311,829</u>	<u>344,599</u>	<u>333,535</u>	<u>11,064</u>
<b>Operation and Maintenance of Plant:</b>				
Salaries and Wages	2,051,364	2,074,364	2,074,231	133
Fringe Benefits	848,502	849,702	751,239	98,463
Purchased Services	1,810,296	2,237,122	2,236,884	238
Materials and Supplies	250,596	204,983	204,363	620
Capital Outlay - New	42,561	50,550	46,391	4,159
Capital Outlay - Replacement	96,782	93,782	93,499	283
Other	3,925	1,775	795	980
<b>Total Operation and Maintenance of Plant</b>	<u>5,104,026</u>	<u>5,512,278</u>	<u>5,407,402</u>	<u>104,876</u>
<b>Pupil Transportation:</b>				
Salaries and Wages	1,611,660	1,611,660	1,589,755	21,905
Fringe Benefits	400,170	400,170	384,582	15,588
Purchased Services	339,427	263,027	250,167	12,860
Materials and Supplies	394,467	449,467	443,629	5,838
Capital Outlay - New	3,500	1,000	778	222
Capital Outlay - Replacement	179,000	16,000	14,677	1,323
Other	1,750	1,750	1,516	234
<b>Total Pupil Transportation</b>	<u>2,929,974</u>	<u>2,743,074</u>	<u>2,685,104</u>	<u>57,970</u>
<b>Central:</b>				
Salaries and Wages	55,366	93,366	92,872	494
Fringe Benefits	24,323	39,323	36,716	2,607
Purchased Services	81,850	79,150	78,721	429
Materials and Supplies	5,833	5,833	5,053	780
Capital Outlay - New	-	1,600	1,460	140
Capital Outlay - Replacement	1,000	2,100	2,087	13
<b>Total Central</b>	<u>168,372</u>	<u>221,372</u>	<u>216,909</u>	<u>4,463</u>
<b>Total Support Services</b>	<u>16,358,352</u>	<u>16,620,393</u>	<u>15,899,372</u>	<u>721,021</u>
<b>Operation of Non-Instructional Services:</b>				
<b>Community Services:</b>				
Salaries and Wages	24,538	30,538	29,678	860
Fringe Benefits	-	3,725	3,724	1
<b>Total Community Services</b>	<u>24,538</u>	<u>34,263</u>	<u>33,402</u>	<u>861</u>
<b>Total Operation of Non-Instructional Services</b>	<u>\$24,538</u>	<u>\$34,263</u>	<u>\$33,402</u>	<u>\$861</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, 2001**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Extracurricular Activities:</b>				
<b>Academic and Subject Oriented:</b>				
Salaries and Wages	\$ -	\$2,000	\$1,874	\$126
Total Academic and Subject Oriented	-	2,000	1,874	126
<b>Sports Oriented:</b>				
Salaries and Wages	258,855	258,855	256,529	2,326
Fringe Benefits	-	36,500	36,488	12
Purchased Services	-	2,000	1,215	785
Total Sports Oriented	258,855	297,355	294,232	3,123
<b>School and Public Service Oriented:</b>				
Salaries and Wages	9,240	26,240	25,662	578
Fringe Benefits	-	4,100	4,019	81
Total School and Public Service Oriented	9,240	30,340	29,681	659
Total Extracurricular Activities	268,095	329,695	325,787	3,908
<b>Debt Service:</b>				
Principal	285,000	285,000	285,000	-
Interest	54,700	54,700	54,524	176
Total Debt Service	339,700	339,700	339,524	176
Total Expenditures	35,177,615	35,944,677	34,656,883	1,287,794
Excess of Revenues Over Expenditures	791,358	202,402	2,109,043	1,906,641
<b>Other Financing Sources (Uses)</b>				
Advances In	947,971	975,471	975,471	-
Refund of Prior Year Expenditures	-	219,140	219,140	-
Operating Transfers Out	(227,000)	(523,685)	(393,194)	130,491
Advances Out	(125,000)	(703,000)	(702,900)	100
Contingencies	(118,900)	(103,750)	-	103,750
Total Other Financing Sources (Uses)	477,071	(135,824)	98,517	234,341
<b>Net Change in Fund Balance</b>	<b>1,268,429</b>	<b>66,578</b>	<b>2,207,560</b>	<b>2,140,982</b>
Fund Balance - Beginning of Year	3,244,735	3,244,735	3,244,735	-
Encumbrances - End of Year	-	-	880,786	880,786
<b>Fund Balance - End of Year</b>	<b>\$4,513,164</b>	<b>\$3,311,313</b>	<b>\$6,333,081</b>	<b>\$3,021,798</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Other	\$ -	\$137,675	\$137,675	\$ -
Total Revenues	-	137,675	137,675	-
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	18,480	70,083	49,510	20,573
Materials and Supplies	28,940	83,311	54,687	28,624
Capital Outlay - New	2,406	2,526	2,167	359
Capital Outlay - Replacement	300	300	-	300
Other	6,940	12,754	8,917	3,837
Total Regular	57,066	168,974	115,281	53,693
Special:				
Materials and Supplies	5	5	-	5
Total Special	5	5	-	5
Vocational Education:				
Materials and Supplies	1,101	1,176	991	185
Total Vocational Education	1,101	1,176	991	185
Total Instruction	58,172	170,155	116,272	53,883
Support Services:				
Pupil:				
Capital Outlay - New	293	293	-	293
Total Pupil	293	293	-	293
Instructional Staff:				
Salaries and Wages	(2,389)	11,921	11,910	11
Fringe Benefits	1,971	5,244	4,467	777
Materials and Supplies	2,085	2,424	728	1,696
Other	-	550	550	-
Total Instructional Staff	1,667	20,139	17,655	2,484
Administration:				
Purchased Services	1,177	1,177	-	1,177
Materials and Supplies	2,500	2,500	-	2,500
Other	9,820	11,970	-	11,970
Total Administration	13,497	15,647	-	15,647
Business:				
Materials and Supplies	501	5,610	4,517	1,093
Total Business	501	5,610	4,517	1,093
Total Support Services	\$15,958	\$41,689	\$22,172	\$19,517

(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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Extracurricular Activities:				
School and Public Service Oriented:				
Other:	\$ -	\$2,370	\$2,000	\$370
Total School and Public Service Oriented	-	2,370	2,000	370
 Total Extracurricular Activities	 -	 2,370	 2,000	 370
 Total Expenditures	 74,130	 214,214	 140,444	 73,770
 (Deficiency) of Revenues (Under) Expenditures	 (74,130)	 (76,539)	 (2,769)	 73,770
 <b>Other Financing Sources (Uses)</b>				
Advances In	-	2,400	2,400	-
Refund of Prior Year Expenditures	-	9	9	-
Advances Out	(10,000)	(10,000)	(10,000)	-
Total Other Financing Sources (Uses)	(10,000)	(7,591)	(7,591)	-
 Net Change in Fund Balance	 (84,130)	 (84,130)	 (10,360)	 73,770
 Fund Balance - Beginning of Year	 84,130	 84,130	 84,130	 -
 Encumbrances - End of Year	 -	 -	 10,337	 10,337
 <b>Fund Balance - End of Year</b>	 <b>\$ -</b>	 <b>\$ -</b>	 <b>\$84,107</b>	 <b>\$84,107</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Other	\$49,316	\$49,317	\$50,315	\$998
Total Revenues	<u>49,316</u>	<u>49,317</u>	<u>50,315</u>	<u>998</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	947	947	471	476
Materials and Supplies	11,669	11,462	11,122	340
Capital Outlay - New	870	870	870	-
Other	2,902	2,902	-	2,902
Total Regular	<u>16,388</u>	<u>16,181</u>	<u>12,463</u>	<u>3,718</u>
Special:				
Capital Outlay - New	500	500	500	-
Total Special	<u>500</u>	<u>500</u>	<u>500</u>	<u>-</u>
Vocational Education:				
Salaries and Wages	2,733	3,282	3,282	-
Fringe Benefits	767	468	468	-
Purchased Services	13,553	8,968	8,968	-
Materials and Supplies	5,234	8,083	8,083	-
Capital Outlay - New	67,766	69,252	68,470	782
Total Vocational Education	<u>90,053</u>	<u>90,053</u>	<u>89,271</u>	<u>782</u>
Total Instruction	<u>106,941</u>	<u>106,734</u>	<u>102,234</u>	<u>4,500</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	7,725	2,160	2,160	-
Fringe Benefits	1,766	334	328	6
Purchased Services	2,700	700	600	100
Materials and Supplies	1,800	10,798	10,507	291
Total Instructional Staff	<u>13,991</u>	<u>13,992</u>	<u>13,595</u>	<u>397</u>
Total Support Services	<u>13,991</u>	<u>13,992</u>	<u>13,595</u>	<u>397</u>
Total Expenditures	<u>120,932</u>	<u>120,726</u>	<u>115,829</u>	<u>4,897</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(71,616)</u>	<u>(71,409)</u>	<u>(65,514)</u>	<u>5,895</u>
<b>Other Financing (Uses)</b>				
Refund of Prior Years Receipts	-	(207)	(207)	-
Total Other Financing (Uses)	<u>\$ -</u>	<u>(\$207)</u>	<u>(\$207)</u>	<u>\$ -</u>

(continued)

**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Other Grant (continued)  
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Net Change in Fund Balance</b>	<b>(\$71,616)</b>	<b>(\$71,646)</b>	<b>(\$65,721)</b>	<b>\$5,925</b>
Fund Balance - Beginning of Year	71,616	71,616	71,616	-
Encumbrances - End of Year	-	-	2,756	2,756
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$8,651</b>	<b>\$8,651</b>



**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Unrestricted Grants in Aid - State	\$25,000	\$25,000	\$25,000	\$ -
<b>Total Revenues</b>	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	9,000	8,400	5,400	3,000
Fringe Benefits	7,170	4,265	3,439	826
Purchased Services	21,309	16,742	11,970	4,772
Materials and Supplies	26,686	32,951	28,405	4,546
Capital Outlay - New	3,007	6,490	6,490	-
Other	5,962	4,286	4,126	160
<b>Total Regular</b>	<u>73,134</u>	<u>73,134</u>	<u>59,830</u>	<u>13,304</u>
<b>Total Instruction</b>	<u>73,134</u>	<u>73,134</u>	<u>59,830</u>	<u>13,304</u>
<b>Total Expenditures</b>	<u>73,134</u>	<u>73,134</u>	<u>59,830</u>	<u>13,304</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(48,134)</u>	<u>(48,134)</u>	<u>(34,830)</u>	<u>13,304</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	-	-	82	82
Contingencies	(2,509)	(2,509)	-	2,509
<b>Total Other Financing Sources (Uses)</b>	<u>(2,509)</u>	<u>(2,509)</u>	<u>82</u>	<u>2,591</u>
<b>Net Change in Fund Balance</b>	<u>(50,643)</u>	<u>(50,643)</u>	<u>(34,748)</u>	<u>15,895</u>
Fund Balance - Beginning of Year	50,643	50,643	50,643	-
Encumbrances - End of Year	-	-	464	464
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$16,359</u>	<u>\$16,359</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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Other	\$ -	\$93,387	\$93,387	\$ -
Total Revenues	-	93,387	93,387	-
<b>Expenditures</b>				
Current:				
Extracurricular Activities:				
Academic and Subject Oriented:				
Salaries and Wages	235	735	500	235
Fringe Benefits	13	13	7	6
Purchased Services	1,071	2,754	1,973	781
Materials and Supplies	1,584	11,239	10,545	694
Other	29	29	-	29
Total Academic and Subject Oriented	2,932	14,770	13,025	1,745
Occupation Oriented:				
Purchased Services	1,504	2,481	1,580	901
Materials and Supplies	1,194	3,607	2,012	1,595
Total Occupation Oriented	2,698	6,088	3,592	2,496
Sports Oriented:				
Salaries and Wages	1,845	8,217	7,380	837
Fringe Benefits	125	1,283	847	436
Purchased Services	8,429	55,577	51,869	3,708
Materials and Supplies	38,629	118,522	111,871	6,651
Capital Outlay - New	588	1,736	491	1,245
Capital Outlay - Replacement	2,627	5,627	5,612	15
Total Sports Oriented	52,243	190,962	178,070	12,892
School and Public Service Oriented:				
Purchased Services	6,684	32,354	29,381	2,973
Materials and Supplies	5,127	12,983	7,308	5,675
Capital Outlay - New	510	510	500	10
Capital Outlay - Replacement	153	3	-	3
Other	234	653	653	-
Total School and Public Service Oriented	12,708	46,503	37,842	8,661
Total Extracurricular Activities	70,581	258,323	232,529	25,794
Total Expenditures	70,581	258,323	232,529	25,794
(Deficiency) of Revenues (Under) Expenditures	(70,581)	(164,936)	(139,142)	25,794
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	-	94,500	94,500	-
Advances In	-	3,000	3,000	-
Refund of Prior Year Expenditures	-	4	4	-
Advances Out	(10,000)	(13,000)	(13,000)	-
Total Other Financing Sources (Uses)	(\$10,000)	\$84,504	\$84,504	\$ -

(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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Net Change in Fund Balance</b>	<b>(\$80,581)</b>	<b>(\$80,432)</b>	<b>(\$54,638)</b>	<b>\$25,794</b>
Fund Balance - Beginning of Year	80,432	80,432	80,432	-
Encumbrances - End of Year	-	-	24,113	24,113
<b>Fund Balance - End of Year</b>	<b>(\$149)</b>	<b>\$ -</b>	<b>\$49,907</b>	<b>\$49,907</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Earnings on Investments	\$ -	\$2,495	\$4,029	\$1,534
Restricted Grants in Aid - State	439,486	440,528	440,528	-
Total Revenues	<u>439,486</u>	<u>443,023</u>	<u>444,557</u>	<u>1,534</u>
<b>Expenditures</b>				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	107,763	102,067	84,143	17,924
Fringe Benefits	32,660	32,164	26,003	6,161
Purchased Services	203,459	195,580	161,456	34,124
Materials and Supplies	78,363	213,733	210,066	3,667
Capital Outlay - New	10,695	34,804	32,850	1,954
Total Community Services	<u>432,940</u>	<u>578,348</u>	<u>514,518</u>	<u>63,830</u>
Total Operation of Non-Instructional Services	<u>432,940</u>	<u>578,348</u>	<u>514,518</u>	<u>63,830</u>
Total Expenditures	<u>432,940</u>	<u>578,348</u>	<u>514,518</u>	<u>63,830</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,546</u>	<u>(135,325)</u>	<u>(69,961)</u>	<u>65,364</u>
<b>Other Financing (Uses)</b>				
Contingencies	(145,408)	-	-	-
Total Other Financing Sources (Uses)	<u>(145,408)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(138,862)</u>	<u>(135,325)</u>	<u>(69,961)</u>	<u>65,364</u>
Fund Balance - Beginning of Year	139,095	139,095	139,095	-
Encumbrances - End of Year	-	-	69,147	69,147
<b>Fund Balance - End of Year</b>	<u><b>\$233</b></u>	<u><b>\$3,770</b></u>	<u><b>\$138,281</b></u>	<u><b>\$134,511</b></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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning of Year	\$ -	\$905	\$905	\$ -
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$905</b>	<b>\$905</b>	<b>\$ -</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$36,454	\$26,454	\$26,454	\$ -
<b>Total Revenues</b>	<u>36,454</u>	<u>26,454</u>	<u>26,454</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Vocational Education:				
Salaries and Wages	36,182	33,983	33,983	-
Fringe Benefits	2,703	-	-	-
<b>Total Vocational Education</b>	<u>38,885</u>	<u>33,983</u>	<u>33,983</u>	<u>-</u>
<b>Total Instruction</b>	<u>38,885</u>	<u>33,983</u>	<u>33,983</u>	<u>-</u>
<b>Total Expenditures</b>	<u>38,885</u>	<u>33,983</u>	<u>33,983</u>	<u>-</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(2,431)</u>	<u>(7,529)</u>	<u>(7,529)</u>	<u>-</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	-	12,000	12,000	-
Advances Out	(14,000)	(14,000)	(14,000)	-
<b>Total Other Financing Sources (Uses)</b>	<u>(14,000)</u>	<u>(2,000)</u>	<u>(2,000)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(16,431)</b>	<b>(9,529)</b>	<b>(9,529)</b>	<b>-</b>
Fund Balance - Beginning of Year	16,432	16,432	16,432	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<b>\$1</b>	<b>\$6,903</b>	<b>\$6,903</b>	<b>\$ -</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$18,873	\$19,073	\$19,073	\$ -
<b>Total Revenues</b>	<u>18,873</u>	<u>19,073</u>	<u>19,073</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	14,744	20,494	12,357	8,137
Fringe Benefits	870	1,881	536	1,345
Purchased Services	6,835	7,402	7,077	325
Materials and Supplies	4,992	164	164	-
Capital Outlay - New	2,500	-	-	-
Other	1,210	1,210	1,204	6
<b>Total Instructional Staff</b>	<u>31,151</u>	<u>31,151</u>	<u>21,338</u>	<u>9,813</u>
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	1,211	1,211	-	1,211
<b>Total Community Services</b>	<u>1,211</u>	<u>1,211</u>	<u>-</u>	<u>1,211</u>
<b>Total Operation of Non-Instructional Services</b>	<u>1,211</u>	<u>1,211</u>	<u>-</u>	<u>1,211</u>
<b>Total Expenditures</b>	<u>32,362</u>	<u>32,362</u>	<u>21,338</u>	<u>11,024</u>
 <b>Net Change in Fund Balance</b>	 <u>(13,489)</u>	 <u>(13,289)</u>	 <u>(2,265)</u>	 <u>11,024</u>
 Fund Balance - Beginning of Year	 13,489	 13,489	 13,489	 -
Encumbrances - End of Year	-	-	2,541	2,541
<b>Fund Balance - End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$200</u></b>	<b><u>\$13,765</u></b>	<b><u>\$13,565</u></b>



**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	\$11,141	\$11,141	\$11,141	\$ -
Advances Out	(12,000)	(12,000)	(12,000)	-
Total Other Financing Sources (Uses)	(859)	(859)	(859)	-
<b>Net Change in Fund Balance</b>	<b>(859)</b>	<b>(859)</b>	<b>(859)</b>	<b>-</b>
Fund Balance - Beginning of Year	859	859	859	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$ -	\$16,348	\$16,348	\$ -
Total Revenues	-	16,348	16,348	-
<b>Net Change in Fund Balance</b>	-	16,348	16,348	-
Fund Balance - Beginning of Year	10,993	10,993	10,993	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<b>\$10,993</b>	<b>\$27,341</b>	<b>\$27,341</b>	<b>\$ -</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$175,722	\$175,722	\$175,722	\$ -
Total Revenues	<u>175,722</u>	<u>175,722</u>	<u>175,722</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	175,722	175,722	175,722	-
Total Special	<u>175,722</u>	<u>175,722</u>	<u>175,722</u>	<u>-</u>
Total Expenditures	<u>175,722</u>	<u>175,722</u>	<u>175,722</u>	<u>-</u>
 <b>Net Change in Fund Balance</b>	 -	 -	 -	 -
 Fund Balance - Beginning of Year	 -	 -	 -	 -
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>

**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Data Communications  
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$12,000	\$12,000	\$12,000	\$ -
Total Revenues	<u>12,000</u>	<u>12,000</u>	<u>12,000</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Capital Outlay - New	12,000	12,000	4,356	7,644
Total Instructional Staff	<u>12,000</u>	<u>12,000</u>	<u>4,356</u>	<u>7,644</u>
Total Support Services	<u>12,000</u>	<u>12,000</u>	<u>4,356</u>	<u>7,644</u>
Total Expenditures	<u>12,000</u>	<u>12,000</u>	<u>4,356</u>	<u>7,644</u>
 Net Change in Fund Balance	-	-	7,644	7,644
Fund Balance - Beginning of Year	-	-	-	-
Encumbrances - End of Year	-	-	4,356	4,356
<b>Fund Balance - End of Year</b>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>	<u><b>\$12,000</b></u>	<u><b>\$12,000</b></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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$4,000	\$4,000	\$4,000	\$ -
<b>Total Revenues</b>	<u>4,000</u>	<u>4,000</u>	<u>4,000</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	7,000	7,000	7,000	-
<b>Total Regular</b>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>-</u>
<b>Total Instruction</b>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Support Services:				
Administration:				
Purchased Services	1,000	1,000	1,000	-
<b>Total Administration</b>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>-</u>
<b>Total Support Services</b>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>-</u>
<b>Total Expenditures</b>	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(4,000)</b>	<b>(4,000)</b>	<b>(4,000)</b>	<b>-</b>
Fund Balance - Beginning of Year	4,000	4,000	4,000	-
Encumbrances - End of Year	-	-	2,000	2,000
<b>Fund Balance - End of Year</b>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>	<u><b>\$2,000</b></u>	<u><b>\$2,000</b></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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$8,000	\$8,000	\$8,000	\$ -
<b>Total Revenues</b>	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	6,950	6,940	6,940	-
Fringe Benefits	1,311	1,060	1,049	11
<b>Total Regular</b>	<u>8,261</u>	<u>8,000</u>	<u>7,989</u>	<u>11</u>
<b>Total Instruction</b>	<u>8,261</u>	<u>8,000</u>	<u>7,989</u>	<u>11</u>
<b>Total Expenditures</b>	<u>8,261</u>	<u>8,000</u>	<u>7,989</u>	<u>11</u>
<b>Excess (Deficiency) of Revenues     Over (Under) Expenditures</b>	<u>(261)</u>	<u>-</u>	<u>11</u>	<u>11</u>
<b>Other Financing (Uses)</b>				
Refund of Prior Years Receipts	-	(261)	(261)	-
<b>Total Other Financing (Uses)</b>	<u>-</u>	<u>(261)</u>	<u>(261)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(261)</b>	<b>(261)</b>	<b>(250)</b>	<b>11</b>
Fund Balance - Beginning of Year	261	261	261	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>	<u><b>\$11</b></u>	<u><b>\$11</b></u>

**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Summer School Subsidy  
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$8,385	\$8,385	\$8,385	\$ -
<b>Total Revenues</b>	<u>8,385</u>	<u>8,385</u>	<u>8,385</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	8,385	8,385	8,385	-
<b>Total Regular</b>	<u>8,385</u>	<u>8,385</u>	<u>8,385</u>	<u>-</u>
<b>Total Instruction</b>	<u>8,385</u>	<u>8,385</u>	<u>8,385</u>	<u>-</u>
<b>Total Expenditures</b>	<u>8,385</u>	<u>8,385</u>	<u>8,385</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	-	-	-	-
Fund Balance - Beginning of Year	-	-	-	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>



**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Vocational Education Enhancement  
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$30,000	\$30,000	\$30,000	\$ -
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Vocational Education:				
Salaries and Wages	500	500	500	-
Fringe Benefits	100	30	30	-
Purchased Services	400	158	158	-
Materials and Supplies	4,185	4,609	4,609	-
Capital Outlay - New	24,815	24,703	24,703	-
Total Vocational Education	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Total Instruction	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	-	-	-	-
Fund Balance - Beginning of Year	-	-	-	-
Encumbrances - End of Year	-	-	425	425
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$425</u>	<u>\$425</u>

**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Extended Learning Opportunity  
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$52,700	\$52,700	\$52,700	\$ -
<b>Total Revenues</b>	<u>52,700</u>	<u>52,700</u>	<u>52,700</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	16,120	16,120	-	16,120
Fringe Benefits	2,600	2,600	-	2,600
Purchased Services	1,000	1,000	-	1,000
Materials and Supplies	30,980	30,980	14,601	16,379
Capital Outlay - New	2,000	2,000	1,747	253
<b>Total Regular</b>	<u>52,700</u>	<u>52,700</u>	<u>16,348</u>	<u>36,352</u>
<b>Total Instruction</b>	<u>52,700</u>	<u>52,700</u>	<u>16,348</u>	<u>36,352</u>
<b>Total Expenditures</b>	<u>52,700</u>	<u>52,700</u>	<u>16,348</u>	<u>36,352</u>
<b>Net Change in Fund Balance</b>	-	-	<b>36,352</b>	<b>36,352</b>
Fund Balance - Beginning of Year	-	-	-	-
Encumbrances - End of Year	-	-	3,548	3,548
<b>Fund Balance - End of Year</b>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>	<u><b>\$39,900</b></u>	<u><b>\$39,900</b></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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$75,387	\$77,188	\$77,188	\$ -
Total Revenues	<u>75,387</u>	<u>77,188</u>	<u>77,188</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	3,898	3,898	1,845	2,053
Fringe Benefits	602	602	156	446
Purchased Services	3,538	3,538	3,553	(15)
Materials and Supplies	110,887	110,887	109,935	952
Other	12,779	12,779	12,744	35
Total Regular	<u>131,704</u>	<u>131,704</u>	<u>128,233</u>	<u>3,471</u>
Vocational Education:				
Purchased Services	9,500	9,500	9,500	-
Materials and Supplies	7,336	6,086	6,086	-
Capital Outlay - New	20,355	20,355	20,355	-
Total Vocational Education	<u>37,191</u>	<u>35,941</u>	<u>35,941</u>	<u>-</u>
Total Instruction	<u>168,895</u>	<u>167,645</u>	<u>164,174</u>	<u>3,471</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	3,550	3,550	3,550	-
Total Instructional Staff	<u>3,550</u>	<u>3,550</u>	<u>3,550</u>	<u>-</u>
Administration:				
Materials and Supplies	5.00	5.00	5.00	-
Total Administration	<u>5.00</u>	<u>5.00</u>	<u>5.00</u>	<u>-</u>
Total Support Services	<u>3,555</u>	<u>3,555</u>	<u>3,555</u>	<u>-</u>
Total Expenditures	<u>172,450</u>	<u>171,200</u>	<u>167,729</u>	<u>3,471</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(97,063)</u>	<u>(94,012)</u>	<u>(90,541)</u>	<u>3,471</u>
<b>Other Financing (Uses)</b>				
Advances Out	(74,000)	(74,000)	(74,000)	-
Refund of Prior Years Receipts	-	(1,250)	(1,250)	-
Total Other Financing (Uses)	<u>(74,000)</u>	<u>(75,250)</u>	<u>(75,250)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(171,063)</b>	<b>(169,262)</b>	<b>(165,791)</b>	<b>3,471</b>
Fund Balance - Beginning of Year	171,063	171,063	171,063	-
Encumbrances - End of Year	-	-	27,355	27,355
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$1,801</b>	<b>\$32,627</b>	<b>\$30,826</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$25,675	\$22,579	\$22,579	\$ -
Total Revenues	<u>25,675</u>	<u>22,579</u>	<u>22,579</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	15,580	15,580	12,365	3,215
Fringe Benefits	2,453	2,196	1,611	585
Purchased Services	12,288	13,557	10,557	3,000
Materials and Supplies	4,820	5,605	1,610	3,995
Capital Outlay - New	3,000	3,000	-	3,000
Total Instructional Staff	<u>38,141</u>	<u>39,938</u>	<u>26,143</u>	<u>13,795</u>
Total Support Services	<u>38,141</u>	<u>39,938</u>	<u>26,143</u>	<u>13,795</u>
Total Expenditures	<u>38,141</u>	<u>39,938</u>	<u>26,143</u>	<u>13,795</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(12,466)</u>	<u>(17,359)</u>	<u>(3,564)</u>	<u>13,795</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	-	5,000	5,000	-
Advances Out	(11,000)	(11,000)	(11,000)	-
Refund of Prior Years Receipts	(3,977)	(2,181)	(2,181)	-
Total Other Financing Sources (Uses)	<u>(14,977)</u>	<u>(8,181)</u>	<u>(8,181)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(27,443)</b>	<b>(25,540)</b>	<b>(11,745)</b>	<b>13,795</b>
Fund Balance - Beginning of Year	27,443	27,443	27,443	-
Encumbrances - End of Year	-	-	1,466	1,466
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$1,903</b>	<b>\$17,164</b>	<b>\$15,261</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$303,679	\$95,589	\$95,589	\$ -
Total Revenues	<u>303,679</u>	<u>95,589</u>	<u>95,589</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Adult/Continuing:				
Purchased Services	279,500	279,500	279,500	-
Total Adult/Continuing	<u>279,500</u>	<u>279,500</u>	<u>279,500</u>	<u>-</u>
Total Instruction	<u>279,500</u>	<u>279,500</u>	<u>279,500</u>	<u>-</u>
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	30,308	30,308	30,308	-
Purchased Services	7,704	7,704	7,704	-
Materials and Supplies	1,118	1,118	1,058	60
Total Community Services	<u>39,130</u>	<u>39,130</u>	<u>39,070</u>	<u>60</u>
Total Operation of Non-Instructional Services	<u>39,130</u>	<u>39,130</u>	<u>39,070</u>	<u>60</u>
Total Expenditures	<u>318,630</u>	<u>318,630</u>	<u>318,570</u>	<u>60</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(14,951)</u>	<u>(223,041)</u>	<u>(222,981)</u>	<u>60</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	-	5	5	-
Advances In	-	210,000	210,000	-
Advances Out	(175,000)	(175,000)	(175,000)	-
Total Other Financing Sources (Uses)	<u>(175,000)</u>	<u>35,005</u>	<u>35,005</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(189,951)</b>	<b>(188,036)</b>	<b>(187,976)</b>	<b>60</b>
Fund Balance - Beginning of Year	189,951	189,951	189,951	-
Encumbrances - End of Year	-	-	22,951	22,951
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$1,915</b>	<b>\$24,926</b>	<b>\$23,011</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$135,332	\$75,163	\$75,163	\$ -
<b>Total Revenues</b>	<u>135,332</u>	<u>75,163</u>	<u>75,163</u>	<u>-</u>
<b>Expenditures</b>				
<b>Current:</b>				
<b>Instruction:</b>				
<b>Vocational Education:</b>				
Purchased Services	5,175	208	208	-
Materials and Supplies	17,103	20,419	20,391	28
Capital Outlay - New	5,244	10,531	10,531	-
Other	39,848	41,261	31,436	9,825
<b>Total Vocational Education</b>	<u>67,370</u>	<u>72,419</u>	<u>62,566</u>	<u>9,853</u>
<b>Total Instruction</b>	<u>67,370</u>	<u>72,419</u>	<u>62,566</u>	<u>9,853</u>
<b>Support Services:</b>				
<b>Pupil:</b>				
Salaries and Wages	7,641	7,641	6,035	1,606
Fringe Benefits	12,000	12,000	10,471	1,529
Purchased Services	50	50	15	35
Materials and Supplies	7,785	6,741	6,831	(90)
Other	11,084	10,240	8,901	1,339
<b>Total Pupil</b>	<u>38,560</u>	<u>36,672</u>	<u>32,253</u>	<u>4,419</u>
<b>Instructional Staff:</b>				
Purchased Services	11,540	10,032	7,807	2,225
Other	30,178	28,880	27,789	1,091
<b>Total Instructional Staff</b>	<u>41,718</u>	<u>38,912</u>	<u>35,596</u>	<u>3,316</u>
<b>Administration:</b>				
Materials and Supplies	6,588	6,428	6,394	34
<b>Total Administration</b>	<u>6,588</u>	<u>6,428</u>	<u>6,394</u>	<u>34</u>
<b>Central:</b>				
Purchased Services	6,313	5,574	5,173	401
Materials and Supplies	7,214	6,761	6,761	-
Other	10,154	8,773	6,999	1,774
<b>Total Central</b>	<u>23,681</u>	<u>21,108</u>	<u>18,933</u>	<u>2,175</u>
<b>Total Support Services</b>	<u>110,547</u>	<u>103,120</u>	<u>93,176</u>	<u>9,944</u>
<b>Total Expenditures</b>	<u>177,917</u>	<u>175,539</u>	<u>155,742</u>	<u>19,797</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(\$42,585)</u>	<u>(\$100,376)</u>	<u>(\$80,579)</u>	<u>\$19,797</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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	\$ -	\$13	\$13	\$ -
Advances In	-	60,000	60,000	-
Advances Out	(32,000)	(32,000)	(32,000)	-
Refund of Prior Years Receipts	-	(688)	(688)	-
Total Other Financing Sources (Uses)	<u>(32,000)</u>	<u>27,325</u>	<u>27,325</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	(74,585)	<b>(73,051)</b>	<b>(53,254)</b>	<b>19,797</b>
Fund Balance - Beginning of Year	74,585	74,585	74,585	-
Encumbrances - End of Year	-	-	7,622	7,622
<b>Fund Balance - End of Year</b>	<u><b>\$ -</b></u>	<u><b>\$1,534</b></u>	<u><b>\$28,953</b></u>	<u><b>\$27,419</b></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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$498,019	\$280,574	\$280,574	\$ -
Total Revenues	<u>498,019</u>	<u>280,574</u>	<u>280,574</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	374,698	339,768	241,437	98,331
Fringe Benefits	74,967	79,039	60,453	18,586
Purchased Services	23,435	850	-	850
Materials and Supplies	10,801	2,801	2,234	567
Total Special	<u>483,901</u>	<u>422,458</u>	<u>304,124</u>	<u>118,334</u>
Total Instruction	<u>483,901</u>	<u>422,458</u>	<u>304,124</u>	<u>118,334</u>
Support Services:				
Instructional Staff:				
Purchased Services	600	600	-	600
Total Instructional Staff	<u>600</u>	<u>600</u>	<u>-</u>	<u>600</u>
Total Support Services	<u>600</u>	<u>600</u>	<u>-</u>	<u>600</u>
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	34,337	35,002	20,999	14,003
Fringe Benefits	9,636	9,427	4,059	5,368
Purchased Services	4,150	-	-	-
Materials and Supplies	7,118	7,081	1,163	5,918
Capital Outlay - New	3,000	3,000	-	3,000
Total Community Services	<u>58,241</u>	<u>54,510</u>	<u>26,221</u>	<u>28,289</u>
Total Operation of Non-Instructional Services	<u>58,241</u>	<u>54,510</u>	<u>26,221</u>	<u>28,289</u>
Total Expenditures	<u>542,742</u>	<u>477,568</u>	<u>330,345</u>	<u>147,223</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(44,723)</u>	<u>(196,994)</u>	<u>(49,771)</u>	<u>147,223</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	-	960	960	-
Advances In	-	160,000	160,000	-
Advances Out	(115,000)	(115,000)	(115,000)	-
Refund of Prior Years Receipts	-	(2,787)	-	2,787
Total Other Financing Sources (Uses)	<u>(\$115,000)</u>	<u>\$43,173</u>	<u>\$45,960</u>	<u>\$2,787</u>

(continued)

**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Title I (continued)  
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Net Change in Fund Balance</b>	<b>(\$159,723)</b>	<b>(\$153,821)</b>	<b>(\$3,811)</b>	<b>\$150,010</b>
Fund Balance - Beginning of Year	159,723	159,723	159,723	-
Encumbrances - End of Year	-	-	998	998
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$5,902</b>	<b>\$156,910</b>	<b>\$151,008</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$39,144	\$13,259	\$13,259	\$ -
Total Revenues	<u>39,144</u>	<u>13,259</u>	<u>13,259</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	5,000	5,000	5,000	-
Fringe Benefits	4,912	4,912	4,912	-
Purchased Services	3,500	3,500	3,261	239
Materials and Supplies	4,769	4,760	3,422	1,338
Total Regular	<u>18,181</u>	<u>18,172</u>	<u>16,595</u>	<u>1,577</u>
Total Instruction	<u>18,181</u>	<u>18,172</u>	<u>16,595</u>	<u>1,577</u>
Support Services:				
Pupil:				
Salaries and Wages	2,000	2,000	-	2,000
Fringe Benefits	1,000	1,000	-	1,000
Purchased Services	3,000	3,000	2,797	203
Total Pupil	<u>6,000</u>	<u>6,000</u>	<u>2,797</u>	<u>3,203</u>
Instructional Staff:				
Salaries and Wages	2,000	2,000	-	2,000
Fringe Benefits	1,000	1,000	-	1,000
Purchased Services	4,000	4,000	99	3,901
Total Instructional Staff	<u>7,000</u>	<u>7,000</u>	<u>99</u>	<u>6,901</u>
Total Support Services	<u>13,000</u>	<u>13,000</u>	<u>2,896</u>	<u>10,104</u>
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	4,612	5,713	3,303	2,410
Capital Outlay - New	6,599	5,299	3,040	2,259
Total Community Services	<u>11,211</u>	<u>11,012</u>	<u>6,343</u>	<u>4,669</u>
Total Operation of Non-Instructional Services	<u>11,211</u>	<u>11,012</u>	<u>6,343</u>	<u>4,669</u>
Total Expenditures	<u>42,392</u>	<u>42,184</u>	<u>25,834</u>	<u>16,350</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(3,248)</u>	<u>(28,925)</u>	<u>(12,575)</u>	<u>16,350</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	-	30,000	30,000	-
Advances Out	(12,000)	(12,000)	(12,000)	-
Refund of Prior Years Receipts	-	(199)	(199)	-
Total Other Financing Sources (Uses)	<u>(\$12,000)</u>	<u>\$17,801</u>	<u>\$17,801</u>	<u>\$ -</u>

(continued)

**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Title VI (continued)  
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Net Change in Fund Balance</b>	<b>(\$15,248)</b>	<b>(\$11,124)</b>	<b>\$5,226</b>	<b>\$16,350</b>
Fund Balance - Beginning of Year	15,248	15,248	15,248	-
Encumbrances - End of Year	-	-	7,262	7,262
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$4,124</b>	<b>\$27,736</b>	<b>\$23,612</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$32,176	\$10,345	\$10,345	\$ -
Total Revenues	<u>32,176</u>	<u>10,345</u>	<u>10,345</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	17,096	13,946	2,587	11,359
Materials and Supplies	5,080	7,078	5,937	1,141
Total Regular	<u>22,176</u>	<u>21,024</u>	<u>8,524</u>	<u>12,500</u>
Total Instruction	<u>22,176</u>	<u>21,024</u>	<u>8,524</u>	<u>12,500</u>
Support Services:				
Pupil:				
Salaries and Wages	7,033	4,748	4,748	-
Fringe Benefits	1,345	268	268	-
Purchased Services	2,012	1,187	1,187	-
Materials and Supplies	53	-	-	-
Total Pupil	<u>10,443</u>	<u>6,203</u>	<u>6,203</u>	<u>-</u>
Instructional Staff:				
Salaries and Wages	6,200	7,200	4,965	2,235
Fringe Benefits	974	1,413	841	572
Purchased Services	8,610	9,435	3,665	5,770
Total Instructional Staff	<u>15,784</u>	<u>18,048</u>	<u>9,471</u>	<u>8,577</u>
Total Support Services	<u>26,227</u>	<u>24,251</u>	<u>15,674</u>	<u>8,577</u>
Total Expenditures	<u>48,403</u>	<u>45,275</u>	<u>24,198</u>	<u>21,077</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(16,227)</u>	<u>(34,930)</u>	<u>(13,853)</u>	<u>21,077</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	-	-	22	22
Advances In	-	25,000	25,000	-
Advances Out	(15,500)	(15,500)	(15,500)	-
Refund of Prior Years Receipts	-	(3,128)	-	3,128
Total Other Financing Sources (Uses)	<u>(15,500)</u>	<u>6,372</u>	<u>9,522</u>	<u>3,150</u>
<b>Net Change in Fund Balance</b>	<b>(31,727)</b>	<b>(28,558)</b>	<b>(4,331)</b>	<b>24,227</b>
Fund Balance - Beginning of Year	31,727	31,727	31,727	-
Encumbrances - End of Year	-	-	450	450
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$3,169</b>	<b>\$27,846</b>	<b>\$24,677</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$40,239	\$31,469	\$31,469	\$ -
<b>Total Revenues</b>	<u>40,239</u>	<u>31,469</u>	<u>31,469</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Salaries and Wages	4,814	4,638	4,638	-
<b>Total Special</b>	<u>4,814</u>	<u>4,638</u>	<u>4,638</u>	<u>-</u>
<b>Total Instruction</b>	<u>4,814</u>	<u>4,638</u>	<u>4,638</u>	<u>-</u>
Support Services:				
Salaries and Wages	26,589	26,589	24,023	2,566
<b>Total Instructional Staff</b>	<u>26,589</u>	<u>26,589</u>	<u>24,023</u>	<u>2,566</u>
<b>Total Support Services</b>	<u>26,589</u>	<u>26,589</u>	<u>24,023</u>	<u>2,566</u>
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	6,145	5,742	5,736	6
<b>Total Community Services</b>	<u>6,145</u>	<u>5,742</u>	<u>5,736</u>	<u>6</u>
<b>Total Operation of Non-Instructional Services</b>	<u>6,145</u>	<u>5,742</u>	<u>5,736</u>	<u>6</u>
<b>Total Expenditures</b>	<u>37,548</u>	<u>36,969</u>	<u>34,397</u>	<u>2,572</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,691</u>	<u>(5,500)</u>	<u>(2,928)</u>	<u>2,572</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	-	10,000	10,000	-
Advances Out	(23,000)	(23,000)	(23,000)	-
<b>Total Other Financing Sources (Uses)</b>	<u>(23,000)</u>	<u>(13,000)</u>	<u>(13,000)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(20,309)</b>	<b>(18,500)</b>	<b>(15,928)</b>	<b>2,572</b>
Fund Balance - Beginning of Year	20,309	20,309	20,309	-
Encumbrances - End of Year	-	-	505	505
<b>Fund Balance - End of Year</b>	<u><b>\$ -</b></u>	<u><b>\$1,809</b></u>	<u><b>\$4,886</b></u>	<u><b>\$3,077</b></u>

**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Goals 2000  
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$45,000	\$45,000	\$45,000	\$ -
Total Revenues	<u>45,000</u>	<u>45,000</u>	<u>45,000</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	21,000	21,000	7,526	13,474
Fringe Benefits	3,700	3,700	1,145	2,555
Purchased Services	12,100	12,100	10,300	1,800
Materials and Supplies	8,200	8,200	7,200	1,000
Total Instructional Staff	<u>45,000</u>	<u>45,000</u>	<u>26,171</u>	<u>18,829</u>
Total Support Services	<u>45,000</u>	<u>45,000</u>	<u>26,171</u>	<u>18,829</u>
Total Expenditures	<u>45,000</u>	<u>45,000</u>	<u>26,171</u>	<u>18,829</u>
<b>Net Change in Fund Balance</b>	-	-	18,829	18,829
Fund Balance - Beginning of Year	-	-	-	-
Encumbrances - End of Year	-	-	3,200	3,200
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$22,029</u>	<u>\$22,029</u>

**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Title VIR  
 Special Revenue Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$72,220	\$48,290	\$48,290	\$ -
Total Revenues	<u>72,220</u>	<u>48,290</u>	<u>48,290</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	60,282	60,282	53,687	6,595
Fringe Benefits	11,938	11,930	8,601	3,329
Total Regular	<u>72,220</u>	<u>72,212</u>	<u>62,288</u>	<u>9,924</u>
Total Instruction	<u>72,220</u>	<u>72,212</u>	<u>62,288</u>	<u>9,924</u>
Total Expenditures	<u>72,220</u>	<u>72,212</u>	<u>62,288</u>	<u>9,924</u>
(Deficiency) of Revenues (Under) Expenditures	<u>-</u>	<u>(23,922)</u>	<u>(13,998)</u>	<u>9,924</u>
<b>Other Financing Sources</b>				
Advances In	-	25,000	25,000	-
Total Other Financing Sources	<u>-</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>1,078</b>	<b>11,002</b>	<b>9,924</b>
Fund Balance - Beginning of Year	-	-	-	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$1,078</u></b>	<b><u>\$11,002</u></b>	<b><u>\$9,924</u></b>



**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$108,808	\$98,200	\$102,431	\$4,231
Total Revenues	<u>108,808</u>	<u>98,200</u>	<u>102,431</u>	<u>4,231</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	-	5,317	5,317	-
Fringe Benefits	8,367	3,050	3,092	(42)
Purchased Services	1,582	-	-	-
Materials and Supplies	2,401	-	-	-
Total Regular	<u>12,350</u>	<u>8,367</u>	<u>8,409</u>	<u>(42)</u>
Vocational Education:				
Salaries and Wages	1,035	1,035	1,035	-
Fringe Benefits	152	152	152	-
Purchased Services	11,153	11,148	11,148	-
Materials and Supplies	16,326	16,347	16,347	-
Capital Outlay - New	42,494	42,478	42,478	-
Total Vocational Education	<u>71,160</u>	<u>71,160</u>	<u>71,160</u>	<u>-</u>
Total Instruction	<u>83,510</u>	<u>79,527</u>	<u>79,569</u>	<u>(42)</u>
Support Services:				
Central:				
Purchased Services	95	95	95	-
Total Central	<u>95</u>	<u>95</u>	<u>95</u>	<u>-</u>
Total Support Services	<u>95</u>	<u>95</u>	<u>95</u>	<u>-</u>
Total Expenditures	<u>83,605</u>	<u>79,622</u>	<u>79,664</u>	<u>(42)</u>
Excess of Revenues Over Expenditures	<u>25,203</u>	<u>18,578</u>	<u>22,767</u>	<u>4,189</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	-	20,000	20,000	-
Advances Out	(83,500)	(83,500)	(83,500)	-
Refund of Prior Years Receipts	-	(3,983)	(3,941)	42
Total Other Financing Sources (Uses)	<u>(83,500)</u>	<u>(67,483)</u>	<u>(67,441)</u>	<u>42</u>
Net Change in Fund Balance	<u>(58,297)</u>	<u>(48,905)</u>	<u>(44,674)</u>	<u>4,231</u>
Fund Balance - Beginning of Year	55,797	55,797	55,797	-
Encumbrances - End of Year	-	-	746	746
<b>Fund Balance - End of Year</b>	<u><b>(\$2,500)</b></u>	<u><b>\$6,892</b></u>	<u><b>\$11,869</b></u>	<u><b>\$4,977</b></u>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Taxes	\$992,053	\$1,055,359	\$1,060,545	\$5,186
Unrestricted Grants in Aid - State	100,000	100,713	100,713	-
Total Revenues	<u>1,092,053</u>	<u>1,156,072</u>	<u>1,161,258</u>	<u>5,186</u>
<b>Expenditures</b>				
Current:				
Debt Service:				
Principal	465,000	465,000	465,000	-
Interest	648,325	648,325	648,325	-
Total Debt Service	<u>1,113,325</u>	<u>1,113,325</u>	<u>1,113,325</u>	<u>-</u>
Total Expenditures	<u>1,113,325</u>	<u>1,113,325</u>	<u>1,113,325</u>	<u>-</u>
 <b>Net Change in Fund Balance</b>	 <b>(21,272)</b>	 <b>42,747</b>	 <b>47,933</b>	 <b>5,186</b>
 Fund Balance - Beginning of Year	 1,196,274	 1,196,274	 1,196,274	 -
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<b><u>\$1,175,002</u></b>	<b><u>\$1,239,021</u></b>	<b><u>\$1,244,207</u></b>	<b><u>\$5,186</u></b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Taxes	\$566,673	\$507,681	\$561,154	\$53,473
Unrestricted Grants in Aid - State	50,000	47,159	47,159	-
<b>Total Revenues</b>	<u>616,673</u>	<u>554,840</u>	<u>608,313</u>	<u>53,473</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	-	175	175	-
Capital Outlay - New	503,876	557,434	554,797	2,637
<b>Total Operation and Maintenance of Plant</b>	<u>503,876</u>	<u>557,609</u>	<u>554,972</u>	<u>2,637</u>
Pupil Transportation:				
Capital Outlay - Replacement	459,208	459,208	459,208	-
<b>Total Pupil Transportation</b>	<u>459,208</u>	<u>459,208</u>	<u>459,208</u>	<u>-</u>
<b>Total Support Services</b>	<u>963,084</u>	<u>1,016,817</u>	<u>1,014,180</u>	<u>2,637</u>
Capital Outlay	7,803	17,700	17,700	-
<b>Total Capital Outlay</b>	<u>7,803</u>	<u>17,700</u>	<u>17,700</u>	<u>-</u>
<b>Total Expenditures</b>	<u>970,887</u>	<u>1,034,517</u>	<u>1,031,880</u>	<u>2,637</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(354,214)</u>	<u>(479,677)</u>	<u>(423,567)</u>	<u>56,110</u>
<b>Other Financing Sources</b>				
Sale of Assets	-	246,110	246,110	-
<b>Total Other Financing Sources</b>	<u>-</u>	<u>246,110</u>	<u>246,110</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(354,214)</b>	<b>(233,567)</b>	<b>(177,457)</b>	<b>56,110</b>
Fund Balance - Beginning of Year	500,325	500,325	500,325	-
Encumbrances - End of Year	-	-	515,250	515,250
<b>Fund Balance - End of Year</b>	<b><u>\$146,111</u></b>	<b><u>\$266,758</u></b>	<b><u>\$838,118</u></b>	<b><u>\$571,360</u></b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Earnings on Investments	\$11,192	\$13,059	\$36,619	\$23,560
Total Revenues	<u>11,192</u>	<u>13,059</u>	<u>36,619</u>	<u>23,560</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Capital Outlay - New	-	313,301	313,301	-
Total Operation and Maintenance of Plant	<u>-</u>	<u>313,301</u>	<u>313,301</u>	<u>-</u>
Total Support Services	<u>-</u>	<u>313,301</u>	<u>313,301</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>313,301</u>	<u>313,301</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>11,192</b>	<b>(300,242)</b>	<b>(276,682)</b>	<b>23,560</b>
Fund Balance - Beginning of Year	301,794	301,794	301,794	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<b><u>\$312,986</u></b>	<b><u>\$1,552</u></b>	<b><u>\$25,112</u></b>	<b><u>\$23,560</u></b>

**Bedford City School District**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Capital Replacement  
 Capital Projects Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Other Financing Sources</b>				
Operating Transfers In	\$163,000	\$163,000	\$163,000	\$ -
<b>Total Other Financing Sources</b>	<b>163,000</b>	<b>163,000</b>	<b>163,000</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>163,000</b>	<b>163,000</b>	<b>163,000</b>	<b>-</b>
Fund Balance - Beginning of Year	-	-	-	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<b>\$163,000</b>	<b>\$163,000</b>	<b>\$163,000</b>	<b>\$ -</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$24,883	\$24,883	\$24,883	\$ -
Total Revenues	<u>24,883</u>	<u>24,883</u>	<u>24,883</u>	<u>-</u>
 <b>Other Financing Sources</b>				
Operating Transfers In	-	890	890	-
Total Other Financing Sources	<u>-</u>	<u>890</u>	<u>890</u>	<u>-</u>
 <b>Net Change in Fund Balance</b>	<b>24,883</b>	<b>25,773</b>	<b>25,773</b>	<b>-</b>
 Fund Balance - Beginning of Year	16,392	16,392	16,392	-
 Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <b>Fund Balance - End of Year</b>	<b><u>\$41,275</u></b>	<b><u>\$42,165</u></b>	<b><u>\$42,165</u></b>	<b><u>\$ -</u></b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Restricted Grants in Aid - State	\$33,471	\$33,471	\$33,471	\$ -
Total Revenues	<u>33,471</u>	<u>33,471</u>	<u>33,471</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Materials and Supplies	1,736	1,736	1,506	230
Capital Outlay - New	21,000	21,000	21,000	-
Total Instructional Staff	<u>22,736</u>	<u>22,736</u>	<u>22,506</u>	<u>230</u>
Total Support Services	<u>22,736</u>	<u>22,736</u>	<u>22,506</u>	<u>230</u>
Total Expenditures	<u>22,736</u>	<u>22,736</u>	<u>22,506</u>	<u>230</u>
Excess of Revenues Over Expenditures	<u>10,735</u>	<u>10,735</u>	<u>10,965</u>	<u>230</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	-	-	31	31
Advances Out	(12,471)	(12,471)	(12,471)	-
Total Other Financing Sources (Uses)	<u>(12,471)</u>	<u>(12,471)</u>	<u>(12,440)</u>	<u>31</u>
<b>Net Change in Fund Balance</b>	<b>(1,736)</b>	<b>(1,736)</b>	<b>(1,475)</b>	<b>261</b>
Fund Balance - Beginning of Year	1,736	1,736	1,736	-
Encumbrances - End of Year	-	-	21,031	21,031
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$21,292</b>	<b>\$21,292</b>

**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Expenditures</b>				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Capital Outlay - New	\$196,788	\$196,788	\$196,788	\$ -
Total Operation and Maintenance of Plant	<u>196,788</u>	<u>196,788</u>	<u>196,788</u>	<u>-</u>
Total Support Services	<u>196,788</u>	<u>196,788</u>	<u>196,788</u>	<u>-</u>
Total Expenditures	<u>196,788</u>	<u>196,788</u>	<u>196,788</u>	<u>-</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	2,195	2,195	2,195	-
Refund of Prior Years Receipts	(90,609)	(90,609)	(90,609)	-
Total Other Financing Sources (Uses)	<u>(88,414)</u>	<u>(88,414)</u>	<u>(88,414)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(285,202)</b>	<b>(285,202)</b>	<b>(285,202)</b>	<b>-</b>
Fund Balance - Beginning of Year	285,202	285,202	285,202	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>



**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, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Other	\$ -	\$2,156	\$2,156	\$ -
<b>Total Revenues</b>	<u>-</u>	<u>2,156</u>	<u>2,156</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Fringe Benefits	72	72	-	72
Purchased Services	562	562	-	562
Materials and Supplies	11,534	9,519	2,140	7,379
Other	1,660	1,660	-	1,660
<b>Total Regular</b>	<u>13,828</u>	<u>11,813</u>	<u>2,140</u>	<u>9,673</u>
Special:				
Purchased Services	100	100	-	100
<b>Total Special</b>	<u>100</u>	<u>100</u>	<u>-</u>	<u>100</u>
<b>Total Instruction</b>	<u>13,928</u>	<u>11,913</u>	<u>2,140</u>	<u>9,773</u>
Operation of Non-Instructional Services:				
Community Services:				
Other	7,730	11,901	1,822	10,079
<b>Total Community Services</b>	<u>7,730</u>	<u>11,901</u>	<u>1,822</u>	<u>10,079</u>
<b>Total Operation of Non-Instructional Services</b>	<u>7,730</u>	<u>11,901</u>	<u>1,822</u>	<u>10,079</u>
Capital Outlay	254	254	-	254
<b>Total Capital Outlay</b>	<u>254</u>	<u>254</u>	<u>-</u>	<u>254</u>
<b>Total Expenditures</b>	<u>21,912</u>	<u>24,068</u>	<u>3,962</u>	<u>20,106</u>
<b>Net Change in Fund Balance</b>	<u>(21,912)</u>	<u>(21,912)</u>	<u>(1,806)</u>	<u>20,106</u>
Fund Balance - Beginning of Year	21,912	21,912	21,912	-
Encumbrances - End of Year	-	-	1,100	1,100
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$21,206</u>	<u>\$21,206</u>

**Bedford City School District**  
Schedule of Revenues, Expenses and Changes in Fund Balance  
Budget and Actual (Budget Basis) - Food Service  
Enterprise Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Operating Revenues</b>				
Sales	\$763,800	\$798,201	\$801,532	\$3,331
Total Operating Revenues	<u>763,800</u>	<u>798,201</u>	<u>801,532</u>	<u>3,331</u>
<b>Operating Expenses</b>				
Salaries and Wages	491,200	492,200	491,927	273
Fringe Benefits	119,522	120,722	120,626	96
Purchased Services	12,867	12,867	11,507	1,360
Materials and Supplies	506,320	535,320	535,301	19
Capital Outlay	15,000	15,000	1,145	13,855
Total Operating Expenses	<u>1,144,909</u>	<u>1,176,109</u>	<u>1,160,506</u>	<u>15,603</u>
(Deficiency) of Operating Revenues (Under) Operating Expenses	<u>(381,109)</u>	<u>(377,908)</u>	<u>(358,974)</u>	<u>18,934</u>
<b>Non-Operating Revenues</b>				
State and Federal Grants	288,000	316,497	316,497	-
Total Non-Operating Revenues	<u>288,000</u>	<u>316,497</u>	<u>316,497</u>	<u>-</u>
(Deficiency) of Revenues (Under) Expenses Before Operating Transfers and Advances	<u>(93,109)</u>	<u>(61,411)</u>	<u>(42,477)</u>	<u>18,934</u>
Operating Transfers In	100,000	63,291	63,291	-
Advances In	125,000	100,000	100,000	-
Advances Out	<u>(220,000)</u>	<u>(220,000)</u>	<u>(220,000)</u>	<u>-</u>
 <b>Net Change in Fund Balance</b>	 <b>(88,109)</b>	 <b>(118,120)</b>	 <b>(99,186)</b>	 <b>18,934</b>
Fund Balance - Beginning of Year	142,947	142,947	142,947	-
Encumbrances - End of Year	-	-	20,088	20,088
<b>Fund Balance - End of Year</b>	<b><u>\$54,838</u></b>	<b><u>\$24,827</u></b>	<b><u>\$63,849</u></b>	<b><u>\$39,022</u></b>

**Bedford City School District**  
**Schedule of Revenues, Expenses and Changes in Fund Balance**  
**Budget and Actual (Budget Basis) - Uniform School Supplies**  
**Enterprise Fund - For the Fiscal Year Ended June 30, 2001**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Operating Revenues</b>				
Classroom Materials and Fees	\$16,000	\$16,101	\$16,101	\$ -
<b>Total Operating Revenues</b>	<u>16,000</u>	<u>16,101</u>	<u>16,101</u>	<u>-</u>
<b>Operating Expenses</b>				
Purchased Services	19,400	19,400	19,230	170
<b>Total Operating Expenses</b>	<u>19,400</u>	<u>19,400</u>	<u>19,230</u>	<u>170</u>
<b>Net Change in Fund Balance</b>	<b>(3,400)</b>	<b>(3,299)</b>	<b>(3,129)</b>	<b>170</b>
Fund Balance - Beginning of Year	78,636	78,636	78,636	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<u><b>\$75,236</b></u>	<u><b>\$75,337</b></u>	<u><b>\$75,507</b></u>	<u><b>\$170</b></u>

**Bedford City School District**  
**Schedule of Revenues, Expenses and Changes in Fund Balance**  
**Budget and Actual (Budget Basis) - Summer School**  
**Enterprise Fund - For the Fiscal Year Ended June 30, 2001**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Operating Revenues</b>				
Tuition	\$40,000	\$40,042	\$45,190	\$5,148
<b>Total Operating Revenues</b>	<u>40,000</u>	<u>40,042</u>	<u>45,190</u>	<u>5,148</u>
<b>Operating Expenses</b>				
Salaries and Wages	28,885	40,668	40,642	26
Fringe Benefits	4,607	3,655	3,655	-
Purchased Services	600	-	-	-
Materials and Supplies	3,038	115	115	-
<b>Total Operating Expenses</b>	<u>37,130</u>	<u>44,438</u>	<u>44,412</u>	<u>26</u>
<b>Excess (Deficiency) of Operating Revenues Over (Under) Operating Expenses Before Advances</b>				
	2,870	(4,396)	778	5,174
Advances In	-	20,170	20,170	-
Advances Out	<u>(58,000)</u>	<u>(58,000)</u>	<u>(58,000)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>				
	<b>(55,130)</b>	<b>(42,226)</b>	<b>(37,052)</b>	<b>5,174</b>
Fund Balance - Beginning of Year	68,281	68,281	68,281	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<u><b>\$13,151</b></u>	<u><b>\$26,055</b></u>	<u><b>\$31,229</b></u>	<u><b>\$5,174</b></u>

**Bedford City School District**  
Schedule of Revenues, Expenses and Changes in Fund Balance  
Budget and Actual (Budget Basis) - Adult and Community Education  
Enterprise Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Operating Revenues</b>				
Tuition	\$35,000	\$5,766	\$11,833	\$6,067
Total Operating Revenues	<u>35,000</u>	<u>5,766</u>	<u>11,833</u>	<u>6,067</u>
<b>Operating Expenses</b>				
Salaries and Wages	26,195	29,895	26,913	2,982
Fringe Benefits	4,178	5,178	4,334	844
Purchased Services	2,991	6,561	6,460	101
Materials and Supplies	2,000	930	814	116
Total Operating Expenses	<u>35,364</u>	<u>42,564</u>	<u>38,521</u>	<u>4,043</u>
(Deficiency) of Operating Revenues (Under) Operating Expenses	<u>(364)</u>	<u>(36,798)</u>	<u>(26,688)</u>	<u>10,110</u>
<b>Non-Operating Revenues</b>				
State and Federal Grants	-	32	32	-
Total Non-Operating Revenues	<u>-</u>	<u>32</u>	<u>32</u>	<u>-</u>
(Deficiency) of Revenues (Under) Expenses Before Operating Transfers and Advances	<u>(364)</u>	<u>(36,766)</u>	<u>(26,656)</u>	<u>10,110</u>
Operating Transfers In	-	24,499	24,499	-
Advances In	-	10,000	10,000	-
Advances Out	<u>(48,000)</u>	<u>(48,000)</u>	<u>(48,000)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	<b>(48,364)</b>	<b>(50,267)</b>	<b>(40,157)</b>	<b>10,110</b>
Fund Balance - Beginning of Year	53,329	53,329	53,329	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<b><u>\$4,965</u></b>	<b><u>\$3,062</u></b>	<b><u>\$13,172</u></b>	<b><u>\$10,110</u></b>

**Bedford City School District**  
**Schedule of Revenues, Expenses and Changes in Fund Balance**  
**Budget and Actual (Budget Basis) - Recreation**  
**Enterprise Fund - For the Fiscal Year Ended June 30, 2001**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Operating Revenues</b>				
Classroom Materials and Fees	\$10,000	\$6,598	\$8,638	\$2,040
Total Operating Revenues	<u>10,000</u>	<u>6,598</u>	<u>8,638</u>	<u>2,040</u>
<b>Operating Expenses</b>				
Salaries and Wages	7,000	7,000	6,914	86
Fringe Benefits	725	725	710	15
Purchased Services	775	775	105	670
Materials and Supplies	1,000	1,000	90	910
Capital Outlay	500	500	-	500
Total Operating Expenses	<u>10,000</u>	<u>10,000</u>	<u>7,819</u>	<u>2,181</u>
<b>Net Change in Fund Balance</b>	-	(3,402)	819	4,221
Fund Balance - Beginning of Year	7,322	7,322	7,322	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<u>\$7,322</u>	<u>\$3,920</u>	<u>\$8,141</u>	<u>\$4,221</u>

**Bedford City School District**  
**Schedule of Revenues, Expenses and Changes in Fund Balance**  
**Budget and Actual (Budget Basis) - Special Enterprises**  
**Enterprise Fund - For the Fiscal Year Ended June 30, 2001**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Operating Revenues</b>				
Sales	\$ -	\$12,750	\$12,750	\$ -
<b>Total Operating Revenues</b>	<u>-</u>	<u>12,750</u>	<u>12,750</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	-	12,750	12,750	-
Fund Balance - Beginning of Year	67,508	67,508	67,508	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance - End of Year</b>	<u>\$67,508</u>	<u>\$80,258</u>	<u>\$80,258</u>	<u>\$ -</u>

**Bedford City School District**  
 Schedule of Revenues, Expenses and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Warehouse  
 Internal Service Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Operating Revenues</b>				
Other	\$25,000	\$14,573	\$15,523	\$950
Total Operating Revenues	<u>25,000</u>	<u>14,573</u>	<u>15,523</u>	<u>950</u>
<b>Operating Expenses</b>				
Materials and Supplies	25,000	25,000	11,930	13,070
Total Operating Expenses	<u>25,000</u>	<u>25,000</u>	<u>11,930</u>	<u>13,070</u>
<b>Net Change in Fund Balan</b>	-	(10,427)	3,693	14,020
Fund Balance - Beginning of Year	25,724	25,724	25,724	-
Encumbrances - End of Year	-	-	2,501	2,501
<b>Fund Balance - End of Year</b>	<u>\$25,724</u>	<u>\$15,297</u>	<u>\$31,818</u>	<u>\$16,521</u>



**Bedford City School District**  
**Schedule of Revenues, Expenses and Changes in Fund Balance**  
**Budget and Actual (Budget Basis) - Self-funded Benefits**  
**Internal Service Fund - For the Fiscal Year Ended June 30, 2001**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Operating Revenues</b>				
Other	\$920,000	\$920,000	\$921,672	\$1,672
<b>Total Operating Revenues</b>	<u>920,000</u>	<u>920,000</u>	<u>921,672</u>	<u>1,672</u>
<b>Operating Expenses</b>				
Purchased Services	925,000	925,000	921,027	3,973
<b>Total Operating Expenses</b>	<u>925,000</u>	<u>925,000</u>	<u>921,027</u>	<u>3,973</u>
<b>Net Change in Fund Balance</b>	<b>(5,000)</b>	<b>(5,000)</b>	<b>645</b>	<b>5,645</b>
Fund Balance - Beginning of Year	913,746	913,746	913,746	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<u><b>\$908,746</b></u>	<u><b>\$908,746</b></u>	<u><b>\$914,391</b></u>	<u><b>\$5,645</b></u>

**Bedford City School District**  
 Schedule of Revenues, Expenses and Changes in Fund Balance  
 Budget and Actual (Budget Basis) - Computer Network  
 Internal Service Fund - For the Fiscal Year Ended June 30, 2001

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning of Year	\$578	\$578	\$578	\$ -
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<b>\$578</b>	<b>\$578</b>	<b>\$578</b>	<b>\$ -</b>

**Bedford City School District**  
**Schedule of Revenues, Expenses and Changes in Fund Balance**  
**Budget and Actual (Budget Basis) - Non-expendable Trust**  
**Internal Service Fund - For the Fiscal Year Ended June 30, 2001**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operating Revenues:				
Other	\$1,800	\$1,800	\$8,088	\$6,288
Total Operating Revenues	1,800	1,800	8,088	6,288
Operating Expenses:				
Other	1,800	1,800	1,800	-
Total Operating Expenses	1,800	1,800	1,800	-
<b>Net Change in Fund Balance</b>	-	-	6,288	6,288
Fund Balance - Beginning of Year	44,444	44,444	44,444	-
Encumbrances - End of Year	-	-	-	-
<b>Fund Balance - End of Year</b>	<b>\$44,444</b>	<b>\$44,444</b>	<b>\$50,732</b>	<b>\$6,288</b>



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

	2000	1999	1998	1997	1996	1995	1994	1993	1992
<b>Program Revenues</b>									
Charges for Services and Sales	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Operating Grants and Contributions	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Capital Grants and Contributions	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
<b>General Revenues</b>									
Taxes	32,162,026	\$28,360,641	\$28,009,547	\$28,050,790	\$26,099,983	\$25,485,115	\$24,029,686	\$21,704,812	\$20,950,401
Payment in Lieu of Taxes	41,975	-	-	-	-	-	-	-	-
Tuition and Fees	125,229	249,045	89,245	2,370	714	10,063	6,902	-	38,534
Interest	732,915	528,851	426,787	496,937	448,473	449,072	690,936	418,100	374,289
Intergovernmental	6,216,092	7,895,103	7,739,499	6,431,250	6,608,674	5,909,603	5,277,575	4,841,954	4,843,868
Extracurricular Activities	166,285	148,635	143,243	152,215	105,023	143,298	138,224	104,662	83,187
Gain on Sale of Capital Assets	247,800	-	-	-	-	-	-	-	-
Transfer to Business-type Activities	(107,960)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Miscellaneous	235,536	673,701	441,532	206,955	396,280	168,556	141,964	173,225	114,194
<b>Total</b>	<b>\$42,174,421</b>	<b>\$37,200,947</b>	<b>\$37,224,707</b>	<b>\$35,340,517</b>	<b>\$33,649,147</b>	<b>\$32,165,707</b>	<b>\$30,285,287</b>	<b>\$27,242,753</b>	<b>\$26,404,473</b>

Source: District Financial Records

- (1) Fiscal years 1992-2000 include general, special revenue, capital projects and debt service funds. Fiscal year 2001 includes general, special revenue, capital projects and debt service funds for modified accrual, and all governmental activities for full accrual.
- (2) Fiscal year 1992 is reported on the cash basis. Fiscal years 1993-2000 are reported on the modified accrual basis. Fiscal year 2001 is reported on both the modified accrual and the full accrual 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
<b>Current:</b>									
Instruction	\$18,429,224	\$18,678,546	\$18,298,923	\$17,673,431	\$15,703,033	\$15,882,561	\$16,344,022	\$15,666,696	\$14,141,635
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
Instructional Staff	1,257,482	1,416,112	1,488,894	1,467,072	1,071,721	1,264,008	1,207,398	990,492	973,661
Board of Education	277,402	238,036	189,634	92,548	198,301	80,003	106,659	79,811	294,215
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
Fiscal	1,141,137	1,040,304	1,006,996	841,393	870,565	806,318	819,509	950,173	974,744
Business	349,599	320,302	349,725	595,680	321,652	338,216	397,225	244,791	287,832
Operation and Maintenance of Plant	5,076,352	5,081,737	5,430,177	5,887,964	5,396,949	4,351,476	4,610,668	4,026,248	3,911,306
Pupil Transportation	2,426,571	2,343,340	2,425,413	2,442,491	1,923,646	1,933,645	2,742,520	1,991,278	1,950,432
Central	188,711	197,415	271,693	176,742	162,139	153,193	154,001	142,784	123,871
Community Services	434,129	452,988	474,206	471,628	371,100	63,440	66,903	60,705	396,430
Extracurricular Activities	579,345	527,393	533,195	479,496	389,051	406,932	367,966	360,799	336,924
Capital Outlay	43,643	30,684	255,918	247,576	819,696	6,026,627	8,185,218	2,066,184	936,590
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
<b>Total</b>	<b>\$36,151,341</b>	<b>\$36,532,877</b>	<b>\$36,900,937</b>	<b>\$35,784,803</b>	<b>\$32,207,776</b>	<b>\$36,194,539</b>	<b>\$52,135,711</b>	<b>\$33,512,808</b>	<b>\$29,590,430</b>

Source: District Financial Records

(1) Fiscal years 1992-2000 include general, special revenue, capital projects and debt service funds. Fiscal year 2001 includes general, special revenue, capital projects and debt service funds for modified accrual, and all governmental activities for full accrual.

(2) Fiscal year 1992 is reported on the cash basis. Fiscal years 1993-2000 are reported on the modified accrual basis. Fiscal year 2001 is reported on both the modified accrual and the full accrual 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
2000	\$34,019,081	\$1,732,109	\$35,151,190	\$32,225,384	94.73 %	\$762,654	\$32,988,038	96.97 %
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

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 2001 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 (1)	
2001	\$582,510,700	\$1,864,316,286	\$51,899,041	\$58,976,183	\$171,559,370	\$714,830,708	\$805,969,111	\$2,438,123,177	33.06 %
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	577,964,336	611,844,494	1,804,082,255	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.

- (1) This amount is calculated based on the following percentages:  
Real Estate is assessed at 35 percent of actual value.  
Public Utility Personal is assessed at 88 percent of actual value.  
Tangible personal property is assessed at 25 percent of actual value for 1993 through 2001.  
Tangible personal property is assessed at 26 percent of actual value for 1992.



**Bedford City School District**  
**Property Tax Rates - Direct And Overlapping Governments**  
**Per \$1,000 of Assessed Valuation**  
**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
2001	\$62.60	\$1.40	\$16.20	\$12.80	\$12.00	\$3.80	\$0.30	\$1.48	\$0.79	\$0.00	\$1.70	\$0.60	\$0.00	\$4.57
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

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>
2001	\$11,135,000	\$805,969,111	31,656	1.38 %	\$351.75
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

Source: Cuyahoga County Auditor and District Financial Records.

(1) Information through 2000 obtained from the Cleveland Plain Dealer Municipality Profile.  
 Data for 2001 from the U.S. Census Bureau, Census 2000.

**Bedford City School District**  
*Computation of Legal Debt Margin*  
*June 30, 2001*

Assessed Valuation	\$805,969,111
Debt Limit - 9% of Assessed Value (1)	\$72,537,220
Amount of Debt Applicable to Debt Limit:	
General Obligation Bonds	11,135,000
Less: Amount Available in the Debt Service Fund	1,354,436
Amount of Debt Subject to the Limit	9,780,564
Voted Debt Margin	\$62,756,656
Debt Limit - 0.9% of Assessed Value (1)	\$7,253,722
Amount of Debt Applicable	810,000
Unvoted Energy Conservation Debt Margin	\$6,443,722
Debt Limit - 0.1% of Assessed Value (1)	\$805,969
Amount of Debt Applicable	225,000
All Other Unvoted Debt Margin	\$580,969

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, 2000

Jurisdiction	General Obligation Bonded Debt Outstanding	Percentage Applicable to School District (1)	Amount Applicable to School District
Bedford City School District	\$11,135,000	100.00 %	\$11,135,000
Cuyahoga County	231,044,636	2.85	6,584,772
Bedford City	12,145,000	31.15	3,783,168
Bedford Heights City	8,045,000	29.99	2,412,696
Oakwood Village	1,968,000	13.99	275,323
Walton Hills Village	180,000	21.87	39,366
Regional Transit Authority	<u>98,030,000</u>	2.82	<u>2,764,446</u>
	<u>\$362,547,636</u>		<u>\$26,994,771</u>

Source:

District: district records. Other: Cuyahoga County Auditor. Data is presented on a calendar year basis (including District data) because that is the manner in which information is maintained by the County Auditor.

- (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 2000 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*

Year	Principal (1)	Interest (1)	Total Debt Service	Total Governmental Fund Expenditures (2)(3)	Ratio Of Debt Service to Governmental Fund Expenditures (Percentages)
2001	\$750,000	\$702,849	\$1,452,849	\$38,633,713	3.76 %
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

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 1993-2001 are reported on the US GAAP modified accrual basis; 1992 is reported on the cash basis.

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

Year	Cuyahoga County Population	Bedford City Population	Bedford Heights City Population	Walton Hills Village Population	Oakwood Village Population	School Enrollment (1)	Unemployment Rate (2)
2001	1,393,978	14,214	11,375	2,400	3,667	3,844	4.5 %
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

Sources: Population data in this table through 2000 was provided by the Cleveland Plain Dealer Municipality Profile (1990 Federal Census). Population data for 2001 was provided by the U. S. Census Bureau, Census 2000. Other data in this table was provided by the State Employment Bureau and from District records.

(1) June Educational Management Information System data.

(2) Represents Cuyahoga County. Data from Ohio State Employment Bureau.

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

Year	Property Value (Real Estate Only)	Financial Institution Deposits (000's) Banks	Value Of Building Permits Issued (1)
2000	\$512,354,242	\$61,942,764	\$33,825,655
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

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

(1) Includes the cities of Bedford and Bedford Heights for 1991 - 1997, the cities of Bedford, Bedford Heights, and village of Oakwood for 1998-1999; the cities of Bedford, Bedford Heights, and villages of Oakwood and Walton Hills for 2000 and 2001.

**Bedford City School District**  
*Principal Taxpayers*  
*Real Estate Property Tax*  
*December 31, 2000*

<u>Name of the Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Real Assessed Value</u>
1. Ford Motor Company	\$11,332,200	1.95 %
2. Riser Foods Company	7,417,410	1.27
3. Bear Creek Investment Company	6,976,800	1.20
4. Bear Creek Properties Company	5,661,950	0.97
5. Bedford Colony Club Apartments	3,850,560	0.66
6. Mayfred Company	3,617,990	0.62
7. Sysco Food Service	3,577,460	0.61
8. South Pointe Towers LTD	3,575,500	0.61
9. Southgate Towers LLC	3,325,210	0.57
10. Aspen Woodside Village LLC	<u>3,097,570</u>	<u>0.52</u>
Total	<u>\$52,432,650</u>	<u>8.98 %</u>
 Total District Real Estate Assessed Value	 <u>\$582,510,700</u>	

Source: Cuyahoga County Auditor

(1) Assessed values are for 2000.



**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	18.07 %
2. Rini Rego Supermarkets	11,825,030	6.89
3. Ben Venue Lab, Incorporated	6,798,510	3.96
4. Ferro Corporation	3,820,470	2.23
5. Commonwealth Aluminum	2,827,520	1.65
6. ITT Lester Industries, Inc.	2,679,270	1.56
7. Hertz Equipment Rental Corporation	2,481,200	1.45
8. Jay Pontiac Incorporated	2,404,560	1.40
9. Earle M. Jorgensen Company	2,180,110	1.27
10. I. Schumann & Company	<u>2,050,480</u>	<u>1.20</u>
Total	<u>\$68,063,290</u>	<u>39.68 %</u>
Total District Tangible Personal Assessed Value	<u>\$171,559,370</u>	

Source: Cuyahoga County Auditor

(1) Assessed values are for 2000.

**Bedford City School District**  
*Principal Taxpayers*  
*Public Utilities Tangible Property Tax*  
*December 31, 2000*

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Public Utility Assessed Value</u>
1. Cleveland Electric Illuminating Company	\$41,719,081	80.38 %
2. Ohio Bell Telephone Company	4,980,790	9.60
3. East Ohio Gas Company	4,461,000	8.60
4. Norfolk Southern Combined	<u>738,170</u>	<u>1.42</u>
Total	<u>\$51,899,041</u>	<u>100.00 %</u>

Total District Public Utility  
 Assessed Value \$51,899,041

Source: Cuyahoga County Auditor

(1) Assessed values are for 2000

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

<u>Year</u>	<u>General Fund Expenditures(2)</u>	<u>Average Student Enrollment</u>	<u>Per Pupil Cost</u>
2001	\$34,070,239	3,844	\$8,863
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

Source: District Financial Records

- (1) Fiscal years 1993-2001 are reported on the US GAAP (modified accrual) basis; 1992 is reported on the cash basis.
- (2) General Fund expenditures before other financing (uses).

**Bedford City School District**  
*Certificated Staff Education and Experience*  
*June 30, 2001*

<u>Degree</u>	<u>Number of Teachers and Administrators</u>	<u>Percentage of Total</u>
Bachelor's Degree	45	15.10 %
Bachelor Including 150 Hours	65	21.81
Bachelor Including 180 Hours	37	12.42
Master's Degree	54	18.12
Master's Degree + 9 Hours	43	14.43
Master's Degree + 18 Hours	12	4.03
Master's Degree + 27 Hours	11	3.69
Master's Degree + 36 Hours	9	3.02
Master's Degree + 45 Hours	16	5.37
Master's Degree + 54 Hours	<u>6</u>	<u>2.01</u>

Total	<u>298</u>	<u>100.00 %</u>
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<u>Years of Experience</u>	<u>Number of Teachers and Administrators</u>	<u>Percentage of Total</u>
0 - 5	101	33.89 %
6 - 10	56	18.79
11 - 15	39	13.09
16 - 20	21	7.05
21 - 25	20	6.71
26 and over	<u>61</u>	<u>20.47</u>

Total	<u>298</u>	<u>100.00 %</u>
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Source: District Records

**SINGLE AUDIT REPORT**

**BEDFORD CITY SCHOOL DISTRICT**

**For the Year Ended June 30, 2001**

# BEDFORD CITY SCHOOL DISTRICT

## SINGLE AUDIT REPORT

For the year ended June 30, 2001

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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 basic financial statements of the Bedford City School District (the "District") as of and for the year ended June 30, 2001, and have issued our report thereon dated October 26, 2001. 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 basic 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 26, 2001.



### *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 basic 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 basic 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 26, 2001.

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 26, 2001

**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, 2001. 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, 2001.

### *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 basic financial statements of the District as of and for the year ended June 30, 2001, and have issued our report thereon dated October 26, 2001. Our audit was performed for the purpose of forming an opinion on the basic 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 basic financial statements of the District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic 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 26, 2001

## **SUPPLEMENTAL FINANCIAL INFORMATION**

**Bedford City School District**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
For the Fiscal Year Ended June 30, 2001

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Grant Number	Receipts	Expenditures
<b>U.S. Department of Education via Ohio Department of Education</b>				
Special Education Cluster:				
Special Education - Grants to States	84.027	043562-6B-SF-01	\$ 95,589	\$ 295,619
Special Education: Preschool Grants	84.173	043562-PG-S1-00	24,140	29,254
		043562-PG-S1-99	7,329	4,637
			<u>31,469</u>	<u>33,891</u>
<i>Total Special Education Cluster</i>			127,058	329,510
<hr/>				
Vocational Education - Basic Grants to States	84.048	043562-20-C1-01	65,788	99,681
		043562-20-C1-00	9,375	48,345
		043562-20-C1-98	-	94
			<u>75,163</u>	<u>148,120</u>
<hr/>				
Title I Grants to Local Educational Agencies	84.010	043562-C1-S1-01	189,265	251,483
		043562-C1-SD-01	2,295	-
		043562-C1-S1-00	21,818	25,352
		043562-C1-SD-00	6,797	14,861
		043562-C1-S1-99	35,353	5,808
		043562-C1-S1-99C	31,842	31,842
		<u>287,370</u>	<u>329,346</u>	
<hr/>				
Innovative Education Program Strategies	84.298	043562-C2-S1-01	8,522	10,328
		043562-C2-S1-00	4,737	8,244
			<u>13,259</u>	<u>18,572</u>
<hr/>				
Safe and Drug-Free Schools and Communities: State Grants	84.186	043562-DR-S1-01	5,050	2,420
		043562-DR-S1-00	5,295	9,883
		043562-DR-S1-99	-	11,446
		<u>10,345</u>	<u>23,749</u>	
<hr/>				
Goals 2000: State and Local Education Systemic Improvement Grants	84.276	043562-G2-S2-01	18,000	-
		043562-G2-S2-00	23,059	22,971
			<u>41,059</u>	<u>22,971</u>
<hr/>				
Eisenhower Professional Development - State Grants	84.281	043562-MS-S1-01	13,261	-
		043562-MS-S1-00	7,157	14,098
		043562-MS-S1-99C	-	7,523
		043562-MS-S1-98C	-	3,057
		<u>20,418</u>	<u>24,678</u>	
<hr/>				
Class Size Reduction	84.340	043562-CR-S1-01	48,290	62,288
<hr/>				
<b>TOTAL U. S. DEPARTMENT OF EDUCATION</b>			<b>\$ 622,962</b>	<b>\$ 959,234</b>

Bedford City School District

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED

For the Fiscal Year Ended June 30, 2001

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Grant Number	Receipts	Expenditures
<b>U.S. Department of Agriculture via Ohio Department of Education</b>				
Nutrition Cluster:				
National School Lunch Program	10.555	043562-LL-P1-01	\$ 174,823	\$ 174,823
		043562-LL-P4-01	35,714	35,714
		043562-LL-P1-00	56,717	56,717
		043562-LL-P4-00	12,969	12,969
			280,223	280,223
School Breakfast Program	10.553	043562-05-PU-01	14,770	14,770
		043562-05-PU-00	4,435	4,435
			19,205	19,205
Food Distribution	10.550	N/A	48,631	49,385
Total Nutrition Cluster			348,059	348,813
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			<b>\$ 348,059</b>	<b>\$ 348,813</b>
<b>U.S. Department of Labor via Ohio Department of Education</b>				
Employment Services and Job Training	17.249	043562-WK-BE-00	\$ 94,259	\$ 78,823
		043562-WK-BE-97	-	95
			94,259	78,918
<b>TOTAL U.S. DEPARTMENT OF LABOR</b>			<b>\$ 94,259</b>	<b>\$ 78,918</b>
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b> <i>(from previous page)</i>			<b>622,962</b>	<b>959,234</b>
<b>GRAND TOTAL</b>			<b>\$ 1,065,280</b>	<b>\$ 1,386,965</b>

BEDFORD CITY SCHOOL DISTRICT

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

June 30, 2001

**(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 1 to the District's basic 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.

**Bedford City School District**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133 §.505**

**For the Fiscal Year Ended June 30, 2001**

**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) Special Education Cluster
(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

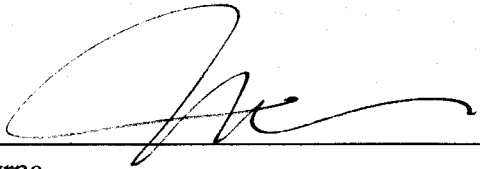


**Bedford City School District**

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

For the year ended June 30, 2001

The June 30, 2000 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.



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Mr. J. K. Byrne  
Treasurer

**Bedford City School District**

**CORRECTIVE ACTION PLAN  
OMB CIRCULAR A-133 §.315(c)**

For the year ended June 30, 2001

The June 30, 2001 audit reported no audit findings as defined in OMB Circular A-133

§.510. Therefore, preparation of a corrective action plan is not applicable.



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Mr. J. K. Byrne  
Treasurer



STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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**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  
MARCH 21, 2002**