



Dave Yost • Auditor of State



**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY  
FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2011**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Pass Through Grantor Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>						
<i>Passed Through Ohio Department of Education:</i>						
Child Nutrition Cluster:						
Non-Cash Assistance (Food Distribution):						
National School Lunch Program	N/A	10.555	\$ 9,626			\$ 9,626
Non-Cash Assistance Total			9,626			9,626
Cash Assistance:						
School Breakfast Program	N/A	10.553	\$ 17,723		\$ 17,723	
National School Lunch Program	N/A	10.555	116,179		116,179	
Cash Assistance Total			133,902	-	133,902	-
Total Child Nutrition Cluster			133,902	9,626	133,902	9,626
<b>Total U.S. Department of Agriculture</b>			133,902	9,626	133,902	9,626
<b>U.S. DEPARTMENT OF EDUCATION</b>						
<i>Passed Through Ohio Department of Education:</i>						
Title I, Part A Cluster:						
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA) - 2010	N/A	84.010	26,005		15,933	
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA) - 2011	N/A	84.010	104,572		106,974	
ARRA - Title I Grants to Local Educational Agencies, Recovery Act - 2010	N/A	84.389	1,525		1,495	
ARRA - Title I Grants to Local Educational Agencies, Recovery Act - 2011	N/A	84.389	96,950		96,647	
Total Title I, Part A Cluster			229,052	-	221,049	-
Special Education Cluster (IDEA):						
Special Education - Grants to States (IDEA, Part B) - 2010	N/A	84.027	(7,777)		7,631	
Special Education - Grants to States (IDEA, Part B) - 2011	N/A	84.027	364,210		357,985	
ARRA - Special Education - Grants to States (IDEA, Part B) - 2010	N/A	84.391	8,568		3,849	
ARRA - Special Education - Grants to States (IDEA, Part B) - 2011	N/A	84.391	103,602		135,517	
Total Special Education - Grants to States (IDEA, Part B)			468,603	-	504,982	-
Special Education - Preschool Grants (IDEA Preschool) - 2010	N/A	84.173	(527)		261	
Special Education - Preschool Grants (IDEA Preschool) - 2011	N/A	84.173	7,208		8,129	
ARRA - Special Education - Preschool Grants (IDEA Preschool) - 2010	N/A	84.392	20		-	
ARRA - Special Education - Preschool Grants (IDEA Preschool) - 2011	N/A	84.392	10,967		10,996	
Total Special Education - Preschool Grants (IDEA Preschool)			17,667	-	19,386	-
Total Special Education Cluster (IDEA)			486,270	-	524,368	-
Safe and Drug-Free Schools and Communities - State Grants - 2010	N/A	84.186	(183)		(9)	
Safe and Drug-Free Schools and Communities - State Grants - 2011	N/A	84.186	183		660	
Total Safe and Drug-Free Schools and Communities - State Grants			-	-	651	-
Education Technology State Grants - 2010	N/A	84.318	1,886		301	
Education Technology State Grants - 2011	N/A	84.318	70		89	
Total Education Technology State Grants			1,956	-	390	-
English Language Acquisition Grants - 2010	N/A	84.365	(863)		200	
English Language Acquisition Grants - 2011	N/A	84.365	38,855		35,627	
Total English Language Acquisition Grants			37,992	-	35,827	-
Improving Teacher Quality State Grants - 2010	N/A	84.367	3,066		4,130	
Improving Teacher Quality State Grants - 2011	N/A	84.367	63,904		63,607	
Total Improving Teacher Quality State Grants			66,970	-	67,737	-
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	N/A	84.394	158,867		158,867	
<b>Total U.S. Department of Education</b>			981,107	-	1,008,889	-
<b>Total Federal Financial Assistance</b>			\$ 1,115,009	\$ 9,626	\$ 1,142,791	\$ 9,626

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - CHILD NUTRITION CLUSTER**

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

**NOTE C - FOOD DONATION PROGRAM**

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

**NOTE D - TRANSFERS BETWEEN PROGRAM YEARS**

Federal regulations require schools to obligate certain federal awards by June 30. However, with ODE's consent, schools can transfer unobligated amounts to the subsequent fiscal year's program. These transfers resulted in the Schedule reporting negative receipts. The District transferred the following amounts from 2010 to 2011 programs:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Amount Transferred from 2010 to 2011</u>
Special Education - Grants to States (IDEA, Part B)	84.027	\$7,777
Special Education - Preschool Grants (IDEA Preschool)	84.173	527
Safe and Drug-Free Schools and Communities - State Grants	84.186	183
English Language Acquisition Grants	84.365	863

CFDA – Catalog of Federal Domestic Assistance.

N/A – Not applicable.



# Dave Yost • Auditor of State

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

Fairview Park City School District  
Cuyahoga County  
21620 Mastick Road  
Fairview Park, Ohio 44126

To the Board of Education:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 21, 2011, wherein we noted the District implemented Governmental Accounting Standards Board Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" and restated the June 30, 2010 fund balances of the Governmental Funds due to a change in fund structure. 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 the Comptroller General of the United States' *Government Auditing Standards*.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

### **Compliance and Other Matters**

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

We did note a certain matter not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 21, 2011.

We intend this report solely for the information and use of management, the Financial Oversight Committee, the Board of Education, federal awarding agencies and pass-through entities, and others within the District. We intend it for no one other than these specified parties.

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

**Dave Yost**  
Auditor of State

December 21, 2011



# Dave Yost • Auditor of State

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

Fairview Park City School District  
Cuyahoga County  
21620 Mastick Road  
Fairview Park, Ohio 44126

To the Board of Education:

### Compliance

We have audited the compliance of the Fairview Park City School District, Cuyahoga County, Ohio, (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 could directly and materially affect the Fairview Park City School District's major federal program for the year ended June 30, 2011. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal program. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its major federal program. 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 included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the Fairview Park City School District, Cuyahoga County, Ohio, complied, in all material respects, with the requirements referred to above that could directly and materially affect its major federal program for the year ended June 30, 2011.

### Internal Control Over Compliance

The District's management 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 directly and materially affect a major federal program, to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

### **Internal Control Over Compliance (Continued)**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

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

### **Federal Awards Receipts and Expenditures Schedule**

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2011, and have issued our report thereon dated December 21, 2011, wherein we noted the District implemented Governmental Accounting Standards Board Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" and restated the June 30, 2010 fund balances of the Governmental Funds due to a change in fund structure. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying federal awards receipts and expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We intend this report solely for the information and use of the Financial Oversight Committee, management, the Board of Education, others within the entity, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



**Dave Yost**  
Auditor of State

December 21, 2011

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2011**

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

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unqualified
<b>(d)(1)(ii)</b>	<b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weaknesses reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any significant deficiencies in internal control reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510(a)?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	Special Education Cluster (IDEA): Special Education – Grants to States (IDEA, Part B), / CFDA #84.027 ARRA – Special Education – Grants to States (IDEA, Part B), / CFDA #84.391 Special Education – Preschool Grants (IDEA Preschool), / CFDA #84.173 ARRA – Special Education – Preschool Grants (IDEA Preschool), / CFDA #84.392
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A\B Programs</b>	Type A: > \$ 300,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	Yes

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

None.

**3. FINDINGS FOR FEDERAL AWARDS**

None.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A -133 § .315 (b)  
JUNE 30, 2011**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
2010-01	Receipts from various student activity fund raisers or extracurricular activities, held district-wide, were not supported through the student activity/extracurricular process. For student activities, detailed supporting documentation to provide the quantity and amount ordered, the amounts charged for the items sold, and the remaining unsold inventory did not exist or were not provided.	No	Management Letter



# Dave Yost • Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Fairview Park City School District  
Cuyahoga County  
21620 Mastick Road  
Fairview Park, Ohio 44126

To the Board of Education:

Ohio Rev. Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school."

Accordingly, we have performed the procedure enumerated below, which was agreed to by the Board, solely to assist the Board in evaluating whether the Fairview Park City School District (the District) has updated its anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedure engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of this procedure is solely the responsibility of the Board. Consequently, we make no representation regarding the sufficiency of the procedure described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board amended its anti-harassment policy at its meeting on October 18, 2011 to include violence within a dating relationship within its definition of harassment, intimidation or bullying.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

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

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

**Dave Yost**  
Auditor of State

December 21, 2011

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**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**

**OF THE**

**FAIRVIEW PARK CITY SCHOOL DISTRICT**

**FOR THE**

**FISCAL YEAR ENDED JUNE 30, 2011**



Learning to Believe & Achieve

**PREPARED BY  
TREASURER'S DEPARTMENT  
RYAN GHIZZONI, TREASURER/CFO**

21620 Mastick Road #A

Fairview Park, Ohio 44126

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
FAIRVIEW PARK, OHIO**

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**

FOR THE

FISCAL YEAR ENDED JUNE 30, 2011



Learning to Believe & Achieve

**BRION DEITSCH, SUPERINTENDENT  
RYAN GHIZZONI, TREASURER/CFO**

21620 Mastick Road #A

Fairview Park, Ohio 44126

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

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CUYAHOGA COUNTY, OHIO**

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

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# INTRODUCTORY SECTION



Learning to Believe & Achieve

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Learning to Believe & Achieve

# Fairview Park City School District

Brion Deitsch, Superintendent  
Ryan Ghizzoni, Treasurer

21620 Mastick Rd. #A  
Fairview Park, OH 44126  
440.331.5500  
f: 440.356.3546  
[www.fairviewparkschools.org](http://www.fairviewparkschools.org)

December 21, 2011

Board of Education Members and  
Residents of the Fairview Park City School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Fairview Park City School District (the "District") for the fiscal year ended June 30, 2011. This CAFR includes an opinion from the State of Ohio Auditor and conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rest 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 District. This report will provide the taxpayers of the Fairview Park City School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs.

## **The Reporting Entity**

The District has reviewed its reporting entity definition in order to insure conformance with Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units". In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Fairview Park City School District (the primary government) and its potential component units. The District has no component units.

The District is associated with one insurance purchasing pool and three jointly governed organizations. The Southwestern Ohio Educational Purchasing Council Group rating plan is an insurance purchasing pool. The Lake Erie Educational Computer Association, the Ohio Schools' Council Association and the Polaris Career Center are jointly governed organizations. The District's relationships with these organizations is described in Note 1 to the basic financial statements. A complete discussion of the District's reporting entity is provided in Note 1 to the basic financial statements.

## **Profile and Organizational Structure**

The District covers approximately 4.77 square miles and is located approximately 10 miles west of downtown Cleveland, Ohio. The District is one of 918 public school districts and community schools in the State of Ohio. The District provides education to 1,760 students in grades kindergarten through twelfth. The District provides general education, special education and vocational type academic programs. The District's enrollment has remained relatively flat over the last several years and is projected to slightly increase in the foreseeable future.

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

### **Local Economy and Relevant Financial Policies**

In the past year, the following new businesses have opened in the City of Fairview Park:

La Hispana Americana	Rival Gear
Huntington National Bank	Burk Irish Dance School
Klotzbach Custom Builders	My City
Naturally Country	Twilight Boutique
Guys Pizza Co.	Financial Network

While economic development is good for the community as a whole, including the District, the benefits to the local District are not as great as one might imagine. The City of Fairview Park has a tax abatement program for which applicants can receive tax exemptions up to 100 percent on any remodeling or new construction for up to seven years. The school districts are not involved in the decision making of the abatement process. The school districts do receive additional revenue when the land value increases, but not on the land improvements (i.e. new buildings) until the abatement period expires. Tax revenues from business equipment and inventory are diminishing due to tax relief legislation passed by the state legislature.

Annually, the District prepares a five-year financial forecast. The financial forecast is the foundation for the District's operations and is used as a financial planning tool to assist the District in determining its ability to meet certain financial obligations and plan future funding needs. The forecast shows revenue and expenditures for the general operating fund for the past three fiscal years and projects revenue and expenditures for the ensuing five-year period. Through a collaborative process, the administration assists the Board of Education in determining and prioritizing the needs of the District. In accordance with State law, the Board of Education approves the financial forecast and submits it to the Ohio Department of Education prior to October 31 and reviews it again prior to May 31.

The funding structure of public education in Ohio is such that school districts receive very little revenue growth as a result of inflationary increases in their tax base. This is a result of House Bill 920, which mandates that any reappraised property increase results in an approximately equal value decrease in millage. As a result, school districts throughout Ohio must place operating funding issues on the ballot at regular intervals to keep pace with inflation and added programming.

Within the last three years, the State of Ohio has dramatically changed its public education funding formula three times. Most recently, state legislators passed House Bill 153 (H.B. 153), which eliminated the Ohio Evidence Based Model funding formula and was replaced with a "bridge" formula. This bridge formula is a temporary mechanism that will be used until the State has the opportunity to develop a permit funding formula. According to the Office of Budget and Management (OBM), under the H.B. 153 bridge formula, the District will receive a 16.45% reduction in basic state aid in fiscal year 2012 and a 10.1% increase in state basic aid in fiscal year 2013. However, the Governor has also publicly stated that his office will introduce a new funding formula by January 1, 2012 to be implemented in fiscal year 2013 that will be performance based. Furthermore, the District is unable to determine what enrollment figures were used by the OBM when these calculations were made. As a result, it is unclear if the district will actually receive the increase in state funding for fiscal year 2013.

Additionally, the real property tax system in Ohio does not permit school districts to receive additional tax revenue solely as a result of reassessment or reappraisal. Consequently, the primary means of increasing revenue for the District is through additional operating levies or through the passage of a School District Income Tax. Historically, the District has been forced to go back to the taxpayers, on average, once every three years for new money. With careful, fiscal planning and management's ability to offset increases in cost with cost saving initiatives, the Board of Education has pledged to expand the cycle to a minimum of five years.

### **Major Initiatives**

The District continues to be committed to providing "superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship" as stated in the mission statement. The District's goals for fiscal year 2011 were as follows:

- Provide first class facilities, which entail the best possible learning environments to the students and residents of the Fairview Park City School District.
- Implementation of the second phase of the one to one laptop initiative. Within two years, this initiative will lead to every student in grades 5 – 12 having their own netbook computer.
- Examine the potential for development and implementation of alternative programs for high school students who are unable or unwilling to conform to the District's high academic and conduct standards.
- Improve the method of delivery of information to the students, parents, staff and stakeholders of the District.
- Implementation of a cost saving initiative plan that will prolong the financial stability of the District.
- Continue to develop the Professional Learning Communities model as a vehicle for building-based professional development initiatives
- Provide support for transfer students to ensure that they will be able to pursue academic work at the highest level of which they are capable. To that end, the District will give individual attention to the placement and instruction of each transfer student.

### **Long-Term Financial Planning**

As part of the District's long-term planning, the Treasurer/CFO prepares a five-year financial forecast. This document provides a snapshot of historical and projected revenues and expenses over the next five years and is accompanied by financial assumption notes. The Board of Education reviews this document on a quarterly basis for changes that might impact their financial decisions.

During the 2011 fiscal year, the District continued the practice of closely monitoring the student population and student needs and adjusting the staffing to the fluctuations accordingly. These comparisons allow the District to keep a streamlined organization. As a result of these monitoring efforts, the District has been able to maintain a relatively low increase in operating expenditures and a balanced budget.

### **Financial Information**

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

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

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation measure is first adopted, the permanent appropriation measure must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months of the fiscal year.

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 measure, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund level for all funds. All purchase order requests must be approved by either the Superintendent or the Assistant Superintendent and certified by the CFO/Treasurer; necessary funds are then encumbered and purchase orders are 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 interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished with monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on-line inquiry system is available at each cost center site. The basis of accounting and the various funds utilized by Fairview Park City School District are fully described in Note 2 of the basic financial statements. Additional information on the District's budgetary accounting can also be found in Note 2.

### ***Financial Presentation***

The District's basic financial statements consist of the following:

***Government-wide financial statements:*** These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish those activities of the District that are governmental in nature.

***Fund financial statements:*** These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

***Statement of budgetary comparisons:*** These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

Management is responsible for preparing a Management Discussion and Analysis (MD&A) of the District. This discussion follows the Independent Accountants' Report, providing an assessment of the District's finances for fiscal year 2011 and a discussion of current issues affecting the District in the future. The MD&A should be read in conjunction with this letter of transmittal.

### **Independent Audit**

State statutes require the District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Independent auditor Dave Yost, Auditor of State, was selected to render an opinion on the District's financial statements as of and for the year ended June 30, 2011. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all school governments in Ohio. The District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

## **Awards**

### ***GFOA Certificate of Achievement***

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Fairview Park City School District for its CAFR for the fiscal year ended June 30, 2010. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such a report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

The Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

### ***ASBO Certificate of Excellence in Financial Reporting***

The Association of School Business Officials International (ASBO) awards a Certificate of Excellence in Financial Reporting to school districts that publish Comprehensive Annual Financial Reports which substantially conform to the principles and standards of financial reporting as recommended and adopted by the Association of the School Business Officials. The award is granted only after an intensive review of the financial report by an all-expert panel of certified public accountants and practicing school business officials.

The District received the Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2010. The District believes that the Comprehensive Annual Financial Report for fiscal year June 30, 2011, which will be submitted to ASBO for review, will conform to ASBO's principles and standards.

## **Acknowledgments**

The publication of this report is a significant step toward professionalizing the District's financial reporting. It enhances the District's accountability to the residents of the Fairview Park City School District.

The preparation of this report would not have been possible without the assistance and support of the staff of the CFO/Treasurer's office, various administrators and staff members of the District. Special appreciation is expressed to the accounting firm of Julian & Grube, Inc. for assistance in designing and reviewing this financial report.

Finally, sincere appreciation is extended to the Board of Education for their support on this project.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read 'Ryan Ghizzoni', with a stylized flourish at the end.

Ryan Ghizzoni, CFO/Treasurer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fairview Park City  
School District, Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2010

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.



*Linda C. Dandson*

President

*Jeffrey R. Emer*

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**FAIRVIEW PARK CITY SCHOOL DISTRICT**

**For its Comprehensive Annual Financial Report (CAFR)**

For the Fiscal Year Ended June 30, 2010

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

President

Executive Director

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PRINCIPAL OFFICIALS  
JUNE 30, 2011**

**Board of Education**

Brad Lamb – President – Term (1/1/2008 – 12/31/2011)  
Joe Shucofsky – Vice President - Term (1/1/2008 – 12/31/2011)  
Dennis Rehor- Term (1/1/2010 – 12/31/2014)  
Tim Mesaros- Term (5/17/2011 – 12/31/2011)  
Mark St. John - Term (1/1/2010– 12/31/2014)

**Superintendent**  
Brion Deitsch

**Treasurer/CFO**  
Ryan Ghizzoni

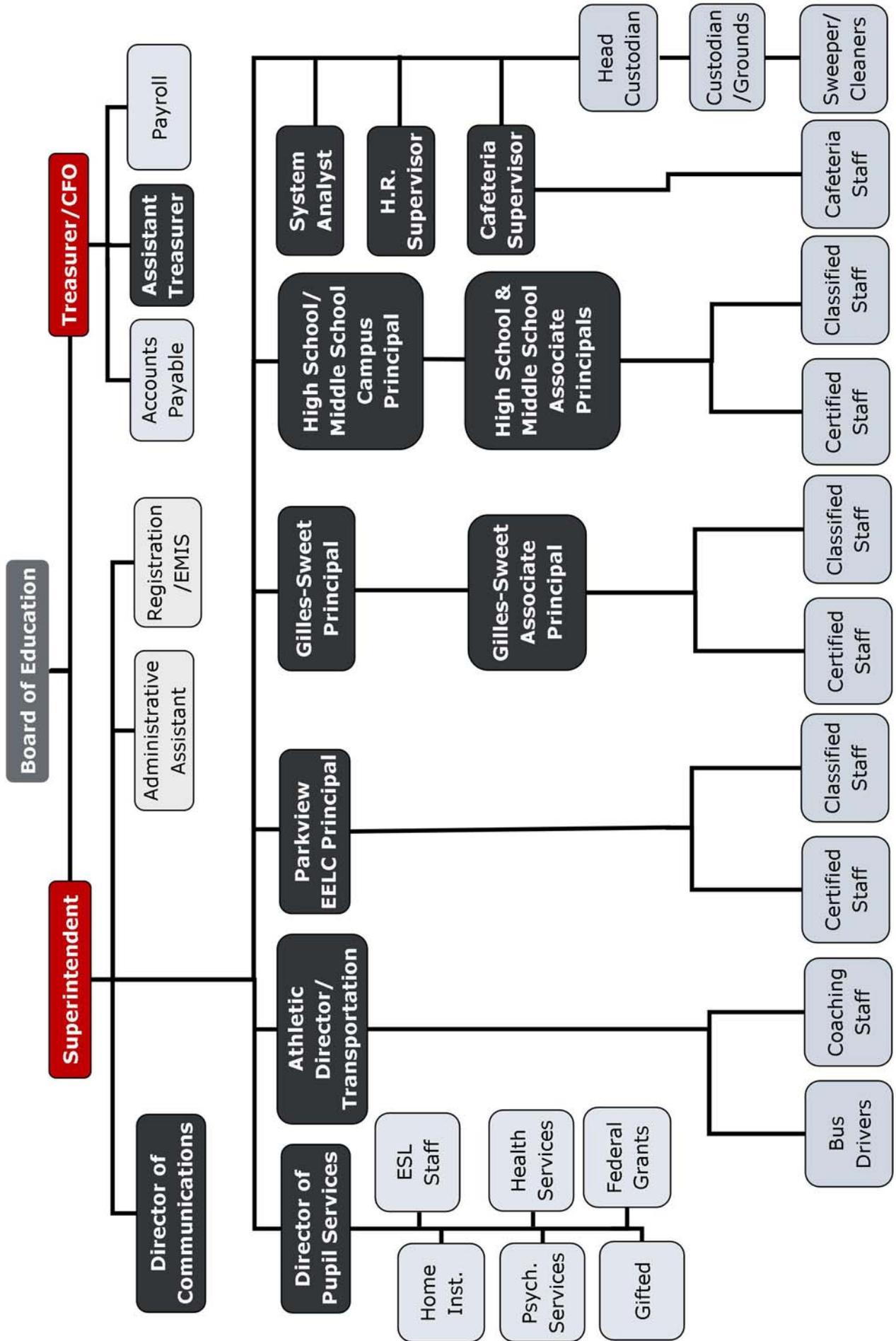
**Department Administrative Staff**

Director of Communication	-	Elizabeth Haas
Director of Pupil Services	-	Constance Preisel
Athletic Director/Transportation Supervisor	-	John Carter
Assistant to the Treasurer	-	Teresa Minerd
Human Resource Supervisor	-	Denise Devine
Food Services Supervisor	-	Laura D'Aiuto
Systems Analyst	-	Edward Sobczynski

**Building Level Administrative Staff**

High School/Middle School Campus Principal	-	Brady Sheets
High School Associate Principal	-	Chris Vicha
Middle School Associate Principal	-	Ray Mohr
Gilles Sweet Elementary Principal	-	Barb Brady
Gilles Sweet Associate Principal	-	Patricia Moran
Early Education Center Principal	-	Jeffery Hicks

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
ORGANIZATIONAL CHART**



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# FINANCIAL SECTION



Learning to Believe & Achieve

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# Dave Yost • Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Fairview Park City School District  
Cuyahoga County  
21620 Mastick Road  
Fairview Park, Ohio 44126

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County, Ohio, (the District), as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County, Ohio, as of June 30, 2011, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3B, the District implemented Governmental Accounting Standards Board Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" and restated the June 30, 2010 fund balances of the Governmental Funds due to a change in fund structure.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2011, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



**Dave Yost**  
Auditor of State

December 21, 2011

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)**

The management's discussion and analysis of Fairview Park City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2011. 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, the notes to the basic financial statements and basic financial statements to enhance their understanding of the District's financial performance.

**Financial Highlights**

Key financial highlights for 2011 are as follows:

- In total, net assets increased \$288,388. Net assets of governmental activities increased \$271,770, which represents a 1.26% increase from 2010.
- General revenues accounted for \$21,301,362 in revenue or 89.93% of governmental activities revenues. Program specific revenues in the form of charges for services and sales, operating/capital grants and contributions accounted for \$2,384,010 or 10.07% of governmental activities revenues.
- Total revenues for fiscal year 2011 were \$24,764,313. Of this total, \$23,685,372 was reported in the governmental activities and \$1,078,941 in the business-type activities.
- The District had \$23,413,602 in expenses related to governmental activities; only \$2,384,010 of these expenses were offset by program specific charges for services, operating/capital grants or contributions resulting in a net cost of \$21,029,592 for the District. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$21,301,362 were adequate to provide for these programs.

**Using this Comprehensive Annual Financial Report (CAFR)**

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

The statement of net 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 nonmajor funds presented in total in one column. In the case of the District, the general fund, bond retirement fund and building fund are by far the most significant funds, and the only governmental funds reported as major funds.

**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 during 2011?" The statement of net assets and the statement of activities answer this question. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current fund's revenues and expenses regardless of when cash is received or paid.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)**

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 that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the statement of net assets and the statement of activities, the District is divided into two distinct kinds of activities:

**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.

**Business-type activities** - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The District's food service and day care services are reported as business activities.

The District's statement of net assets and statement of activities can be found on pages 15-17 of this report.

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

***Fund Financial Statements***

The analysis of the District's major governmental funds begins on page 10 and the analysis of the District's nonmajor enterprise funds begins on page 10. 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. The District's major governmental funds are the general fund, bond retirement fund and the building fund.

***Governmental Funds***

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds 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 general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the statement of net assets and the statement of activities) and governmental funds is reconciled in the financial statements. The basic governmental fund financial statements can be found on pages 18-22 of this report.

***Proprietary Funds***

Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match information provided in the statements for the District as a whole. The basic proprietary fund financial statements can be found on pages 23-25 of this report.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)

**Reporting the District's Fiduciary Responsibilities**

The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private-purpose trust fund. The District also acts in a trustee capacity as an agent for individuals, private organizations, other governmental units and/or other funds. These activities are reported in an agency fund. The District's fiduciary activities are reported in separate statements of fiduciary net assets and changes in fiduciary net assets on pages 26 and 27. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

**Notes to the Basic Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 28-61 of this report.

**The District as a Whole**

The statement of net assets provides the perspective of the District as a whole.

The table below provides a summary of the District's net assets for 2011 and 2010.

**Net Assets**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
<b><u>Assets</u></b>						
Current and other assets	\$ 34,303,428	\$ 34,385,889	\$ (182,127)	\$ (195,177)	\$34,121,301	\$34,190,712
Capital assets, net	35,499,332	35,300,873	9,178	11,878	35,508,510	35,312,751
Total assets	<u>69,802,760</u>	<u>69,686,762</u>	<u>(172,949)</u>	<u>(183,299)</u>	<u>69,629,811</u>	<u>69,503,463</u>
<b><u>Liabilities</u></b>						
Current liabilities	17,940,744	17,000,651	55,287	52,984	17,996,031	17,053,635
Long-term liabilities	<u>30,015,107</u>	<u>31,110,972</u>	<u>54,734</u>	<u>63,305</u>	<u>30,069,841</u>	<u>31,174,277</u>
Total liabilities	<u>47,955,851</u>	<u>48,111,623</u>	<u>110,021</u>	<u>116,289</u>	<u>48,065,872</u>	<u>48,227,912</u>
<b><u>Net assets</u></b>						
Invested in capital assets, net of related debt	8,948,196	6,393,963	9,178	11,878	8,957,374	6,405,841
Restricted	2,790,289	4,385,781	-	-	2,790,289	4,385,781
Unrestricted (deficit)	<u>10,108,424</u>	<u>10,795,395</u>	<u>(292,148)</u>	<u>(311,466)</u>	<u>9,816,276</u>	<u>10,483,929</u>
Total net assets	<u>\$ 21,846,909</u>	<u>\$ 21,575,139</u>	<u>\$ (282,970)</u>	<u>\$ (299,588)</u>	<u>\$21,563,939</u>	<u>\$21,275,551</u>

Current and other assets of governmental activities remained consistent from the prior year. Long-term liabilities of governmental activities decreased by \$1,095,865 primarily due to the payment of principal on general obligation bonds coupled with no new debt issuances in fiscal year 2011. Current liabilities of governmental activities increased primarily due to the increase in unearned revenue from the prior year in the amount of \$1,316,698 related to current taxes receivable.

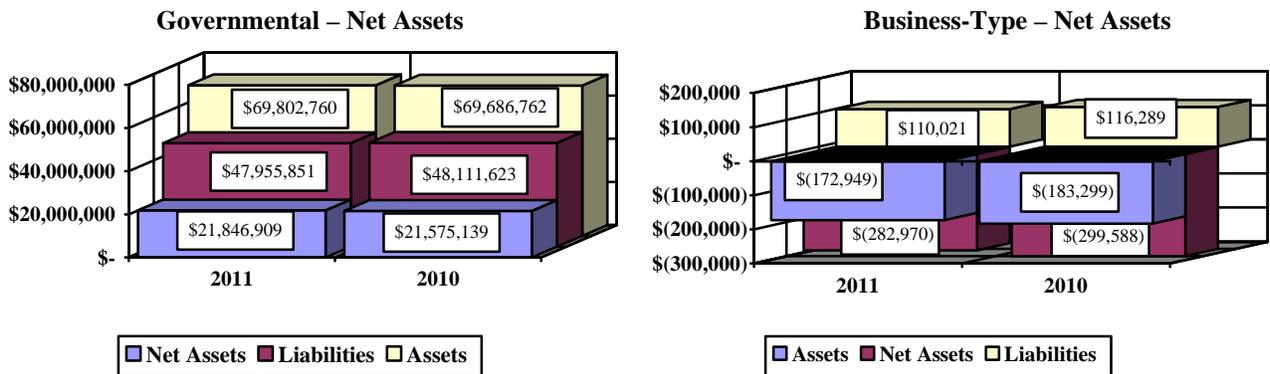
**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)**

Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2011, the District's assets exceeded liabilities by \$21,563,939. Of this total, \$2,790,289 is restricted in use.

At year-end, capital assets represented 51.00% of total assets. Capital assets include land, construction in progress, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles and textbooks. Invested in capital assets, net of related debt to acquire the assets at June 30, 2011, were \$8,957,374. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$2,790,289, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets is \$9,816,276. The graphs below show the assets, liabilities and net assets of the governmental activities and business-type activities at June 30, 2011 and 2010.



The negative asset balances for the business-type activities are the result of internal balances due to interfund loans made from the governmental activities to the business-type activities to support operations.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)**

The table below shows the changes in net assets for fiscal year 2011 and 2010.

**Change in Net Assets**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
<b>Revenues</b>						
Program revenues:						
Charges for services and sales	\$ 617,137	\$ 601,190	\$ 866,684	\$ 831,511	\$ 1,483,821	\$ 1,432,701
Operating grants and contributions	1,765,617	1,701,037	175,548	145,805	1,941,165	1,846,842
Capital grants and contributions	1,256	-	-	-	1,256	-
General revenues:						
Property taxes	15,941,787	17,890,545	-	-	15,941,787	17,890,545
Grants and entitlements	5,173,969	5,217,461	-	-	5,173,969	5,217,461
Investment earnings	127,727	223,267	-	-	127,727	223,267
Other	57,879	69,464	36,709	37,755	94,588	107,219
<b>Total revenues</b>	<u>23,685,372</u>	<u>25,702,964</u>	<u>1,078,941</u>	<u>1,015,071</u>	<u>24,764,313</u>	<u>26,718,035</u>
<b>Expenses</b>						
Program expenses:						
Instruction:						
Regular	10,442,452	10,359,053	-	-	10,442,452	10,359,053
Special	2,124,180	2,608,089	-	-	2,124,180	2,608,089
Vocational	88,669	172,084	-	-	88,669	172,084
Other	24,695	6,538	-	-	24,695	6,538
Support services:						
Pupil	1,261,354	1,092,469	-	-	1,261,354	1,092,469
Instructional staff	1,406,625	1,297,713	-	-	1,406,625	1,297,713
Board of education	27,523	30,939	-	-	27,523	30,939
Administration	1,437,284	1,491,518	-	-	1,437,284	1,491,518
Fiscal	857,173	868,247	-	-	857,173	868,247
Business	20,454	201,637	-	-	20,454	201,637
Operations and maintenance	1,952,349	2,018,495	-	-	1,952,349	2,018,495
Pupil transportation	630,610	709,469	-	-	630,610	709,469
Central	602,701	585,207	-	-	602,701	585,207
Operation of non-instructional services	567,715	523,037	-	-	567,715	523,037
Extracurricular activities	556,263	454,972	-	-	556,263	454,972
Interest and fiscal charges	1,413,555	1,528,481	-	-	1,413,555	1,528,481
Food service operations	-	-	385,275	415,012	385,275	415,012
Day care services	-	-	677,048	725,270	677,048	725,270
<b>Total expenses</b>	<u>23,413,602</u>	<u>23,947,948</u>	<u>1,062,323</u>	<u>1,140,282</u>	<u>24,475,925</u>	<u>25,088,230</u>
Changes in net assets	271,770	1,755,016	16,618	(125,211)	288,388	1,629,805
Net assets at beginning of year	21,575,139	19,820,123	(299,588)	(174,377)	21,275,551	19,645,746
Net assets at end of year	<u>\$ 21,846,909</u>	<u>\$ 21,575,139</u>	<u>\$ (282,970)</u>	<u>\$ (299,588)</u>	<u>\$ 21,563,939</u>	<u>\$ 21,275,551</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)**

**Governmental Activities**

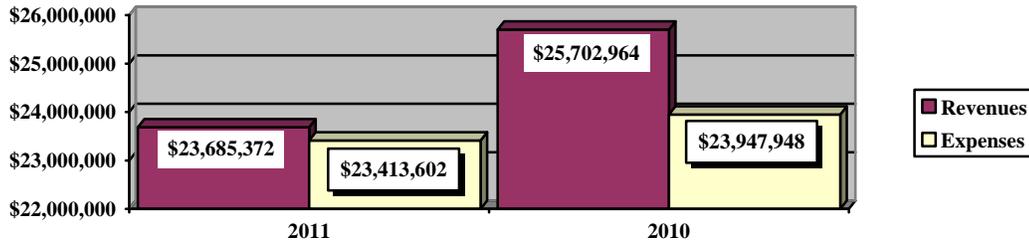
For fiscal year 2011, the net assets of the District's governmental activities increased \$271,770. Total governmental expenses of \$23,413,602 were offset by program revenues of \$2,384,010 and general revenues of \$21,301,362. Program revenues supported 10.18% of the total governmental expenses. Program revenues remained comparable to fiscal year 2010.

General revenues decreased approximately \$2 million primarily due to a decrease in delinquent taxes receivable at fiscal year end. Delinquent taxes receivable decreased approximately \$1.1 million from June 30, 2010 to June 30, 2011. Delinquent taxes receivable are recorded as revenue on the accrual basis of accounting while they are reported as deferred revenue in the governmental fund financial statements. In addition, cash-basis tax receipts decreased approximately \$600,000 in the general fund due to the phase out of the tangible personal property tax and a decrease in the property values upon which real property taxes were assessed. The remaining decrease in property tax revenue is due to fluctuations in the amount of taxes collected and available for advance by the County Fiscal Officer at year-end. This amount is reported as revenue. The amount of taxes collected and available as advance at fiscal year-end can vary depending upon when tax bills are sent.

Governmental activities expenses remained consistent with prior year, decreasing \$534,346, or 2.23% from the prior year. Special instruction expenses saw the largest decrease of \$483,909 due to fewer costs for programs in fiscal year 2011.

The graph below presents the District's governmental activities revenue and expenses for fiscal year 2011 and 2010.

**Governmental Activities - Revenues and Expenses**



**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)**

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2011 and 2010. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

**Governmental Activities**

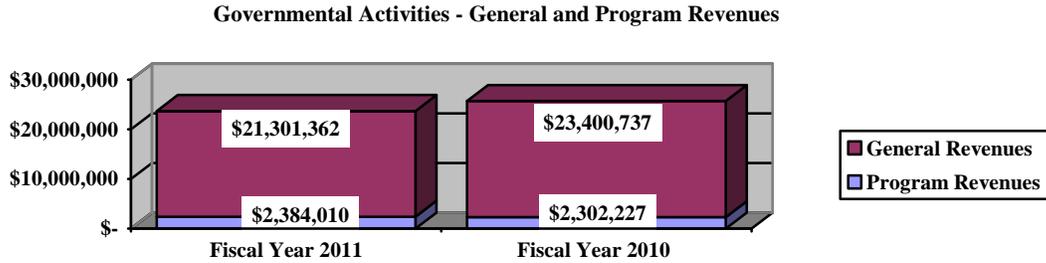
	Total Cost of Services <u>2011</u>	Net Cost of Services <u>2011</u>	Total Cost of Services <u>2010</u>	Net Cost of Services <u>2010</u>
Program expenses:				
Instruction:				
Regular	\$ 10,442,452	\$ 9,883,596	\$ 10,359,053	\$ 9,900,027
Special	2,124,180	1,469,984	2,608,089	1,934,464
Vocational	88,669	80,867	172,084	164,340
Other	24,695	22,148	6,538	3,103
Support services:				
Pupil	1,261,354	1,116,766	1,092,469	945,704
Instructional staff	1,406,625	1,328,983	1,297,713	1,185,362
Board of education	27,523	27,523	30,939	30,939
Administration	1,437,284	1,419,468	1,491,518	1,470,913
Fiscal	857,173	838,924	868,247	853,651
Business	20,454	20,454	201,637	201,637
Operations and maintenance	1,952,349	1,716,711	2,018,495	1,851,874
Pupil transportation	630,610	609,069	709,469	651,662
Central	602,701	597,441	585,207	579,730
Operation of non-instructional services:				
Other non-instructional services	567,715	46,732	523,037	(11,043)
Extracurricular activities	556,263	437,371	454,972	354,877
Interest and fiscal charges	<u>1,413,555</u>	<u>1,413,555</u>	<u>1,528,481</u>	<u>1,528,481</u>
Total expenses	<u>\$ 23,413,602</u>	<u>\$ 21,029,592</u>	<u>\$ 23,947,948</u>	<u>\$ 21,645,721</u>

The dependence upon tax revenues during fiscal year 2011 for governmental activities is apparent, as 90.35% of 2011 instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 89.82%. The District's taxpayers and unrestricted grants and entitlements from the State of Ohio, are the primary support for District's students.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)

The graph below presents the District's governmental activities revenue for fiscal years 2011 and 2010.



**Business-type Activities**

Business-type activities include day care, preschool and after school programs and the food service operation. These programs had revenues of \$1,078,941 and expenses of \$1,062,323 for fiscal year 2011. Management reviews these programs to develop policies to allow these services to become self supporting.

**The District's Funds**

The District's governmental funds (as presented on the balance sheet on page 18) reported a combined fund balance of \$15,969,647, which is more than last year restated fund's total of \$15,946,585. The District restated fund balance at June 30, 2010 as described in Note 3.B.

The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2011 and 2010.

	Fund Balance <u>June 30, 2011</u>	Restated Fund Balance <u>June 30, 2010</u>	Increase <u>(Decrease)</u>
General	\$ 13,017,602	\$ 12,115,068	\$ 902,534
Bond retirement	2,457,586	2,442,316	15,270
Building	95,693	962,276	(866,583)
Other governmental	<u>398,766</u>	<u>426,925</u>	<u>(28,159)</u>
Total	<u>\$ 15,969,647</u>	<u>\$ 15,946,585</u>	<u>\$ 23,062</u>

**General Fund**

The District's general fund balance increased \$902,534, which is primarily due to a decrease of \$1,453,508 of transfers to other funds during fiscal year 2011.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

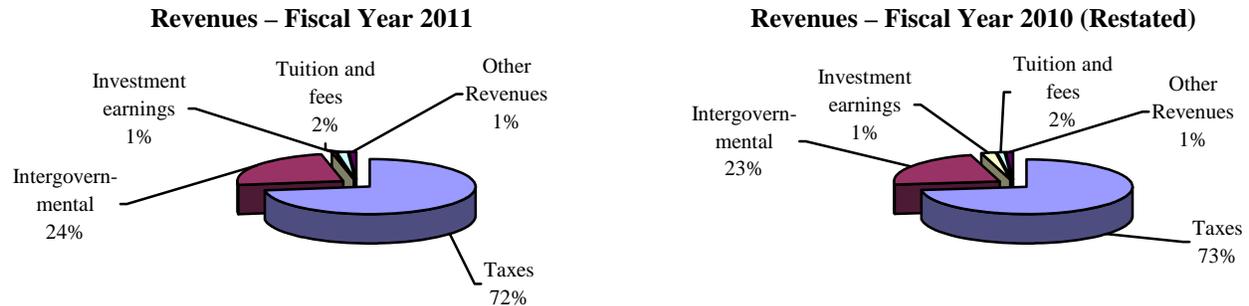
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)

The table that follows assists in illustrating the financial activities and fund balance of the general fund.

	2011 <u>Amount</u>	Restated 2010 <u>Amount</u>	Increase (Decrease)	Percentage Change
<b><u>Revenues</u></b>				
Property taxes	\$ 14,993,555	\$ 15,518,140	\$ (524,585)	(3.38) %
Intergovernmental	4,939,436	4,922,790	16,646	0.34 %
Investment earnings	118,106	175,768	(57,662)	(32.81) %
Tuition and fees	320,166	333,483	(13,317)	(3.99) %
Other revenues	<u>233,561</u>	<u>230,459</u>	<u>3,102</u>	1.35 %
Total	<u>\$ 20,604,824</u>	<u>\$ 21,180,640</u>	<u>\$ (575,816)</u>	(2.72) %

Investment earnings decreased by \$57,662 or 32.81% from fiscal 2010 due to lower interest rates from the effects of the national economy. Property taxes decreased \$524,585 primarily due to the phase out of the tangible personal property tax. All other revenue remained comparable to 2010.

The graphs below show the District's revenues, by source, for fiscal year 2011 and 2010:



The table that follows assists in illustrating the expenditures of the general fund.

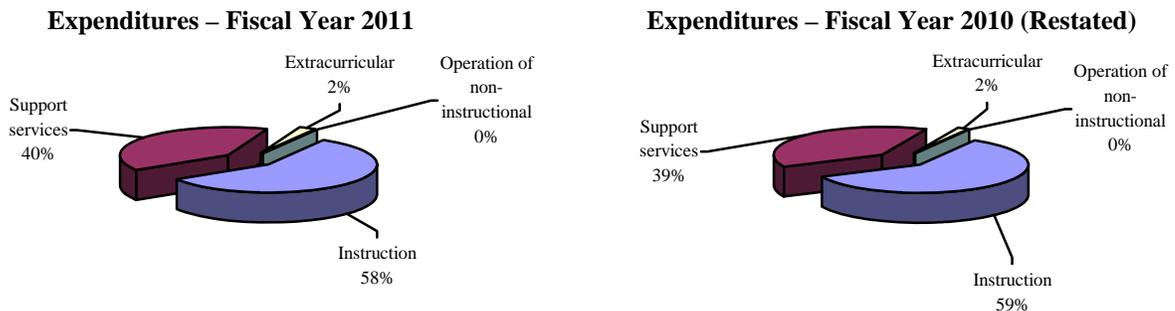
	2011 <u>Amount</u>	Restated 2010 <u>Amount</u>	Increase (Decrease)	Percentage Change
<b><u>Expenditures</u></b>				
Instruction	\$ 10,754,271	\$ 11,581,054	\$ (826,783)	(7.14) %
Support services	7,433,796	7,494,917	(61,121)	(0.82) %
Operation of non-instructional services	446	5,247	(4,801)	(91.50) %
Extracurricular activities	<u>454,589</u>	<u>333,836</u>	<u>120,753</u>	36.17 %
Total	<u>\$ 18,643,102</u>	<u>\$ 19,415,054</u>	<u>\$ (771,952)</u>	(3.98) %

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)**

One of the most significant decreases was in instruction expenditures. Instruction expenditures decreased due to the District's tight cost control policy and through a reduction in staff through the District's early retirement incentive program. Support services expenditures decreased slightly from the prior fiscal year due to cost control measures implemented by the District. Extracurricular activities of the District increased from the prior year due to an increase in these activities.

The graphs below show the District's expenditures, by functional area, for fiscal year 2011 and 2010:



***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.

Throughout fiscal year 2011, the District routinely made amendments to the general fund budget. These amendments were necessary to accompany initiatives that were established and needed funding throughout the fiscal year. The District uses a modified site-based budgeting technique which is designed to tightly control total site budgets, but also provide flexibility for site management.

For the general fund, the final budgeted revenue and other financing sources was \$20,538,409. The original budgeted revenue and other financing sources was \$20,853,916. Actual revenue and other financing sources was \$20,802,655. The only difference between the final budgeted revenues and other financing sources and the actual revenues and other financing sources was \$264,246 in advances in which are not required to be budgeted.

Total actual expenditures and other financing uses on the budget basis (cash outlays plus encumbrances) were \$20,162,351. These amounts equaled the final budgeted amounts. The final budgeted expenditures and other financing uses were increased \$438,725 from the original budgeted amounts. Overall, fund balance on the budget basis increased \$640,304 over the prior year.

**Capital Assets and Debt Administration**

***Capital Assets***

At the end of fiscal 2011, the District had \$35,508,510 invested in land, construction in progress, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles and textbooks. Of this total, \$35,499,332 was reported in governmental activities and \$9,178 was reported in business-type activities.

For 2010, certain amounts have been reclassified between land improvements and buildings and improvements to properly report the asset categories (see Note 11).

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)

The following table shows fiscal 2011 balances compared to 2010:

**Capital Assets at June 30 (Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	Restated				Restated	
	2011	2010	2011	2010	2011	2010
Land	\$ 226,660	\$ 226,660	\$ -	\$ -	\$ 226,660	\$ 226,660
Land improvements	662,877	706,271	-	-	662,877	706,271
Buildings and improvements	33,445,408	32,757,763	-	-	33,445,408	32,757,763
Furniture, fixtures and equipment	500,511	608,797	9,178	11,878	509,689	620,675
Vehicles	504,182	596,975	-	-	504,182	596,975
Textbooks	159,694	200,620	-	-	159,694	200,620
Construction in progress	-	203,787	-	-	-	203,787
<b>Total</b>	<u>\$ 35,499,332</u>	<u>\$ 35,300,873</u>	<u>\$ 9,178</u>	<u>\$ 11,878</u>	<u>\$ 35,508,510</u>	<u>\$ 35,312,751</u>

Overall capital assets, net of accumulated depreciation, increased \$195,759 from fiscal year 2010 to fiscal year 2011. The District completed the following projects in fiscal 2011 which have been added to buildings and improvements: purchase of New Hope Church, science room renovations, a new roof project, stair handrails replacement, Parkview Phase II improvements and GEMINI improvements. See Note 11 to the basic financial statements for more detail on the District's capital assets.

**Debt Administration**

At June 30, 2011, the District has \$26,624,993 in long-term bonds outstanding. Of this total, \$644,220 is due within one year and \$25,980,773 is due within greater than one year. The following table summarizes outstanding long-term debt:

**Outstanding Debt, at Year End**

	Governmental Activities	Governmental Activities
	<u>2011</u>	<u>2010</u>
<b>Long Term Debt:</b>		
Series 2000 - Energy improvement bonds	\$ -	\$ 85,000
Series 2005 - Refunding Library improvement bonds	1,245,000	1,454,999
Series 2005 - School improvement bonds	<u>25,379,993</u>	<u>26,119,993</u>
<b>Total</b>	<u>\$ 26,624,993</u>	<u>\$ 27,659,992</u>

Payments of principal and interest on the general obligation bonds are made from the bond retirement fund. During fiscal year 2011, the District retired the energy improvement bonds. See Note 15 to the basic financial statements for more detail on the District's long-term obligations.

**Current Financial Related Activities**

As the preceding information shows, the District heavily depends on its property taxpayers. This District currently has one emergency levy that was last renewed in May of 2008. The last full collection year for this levy will be calendar year 2013; as a result, the District will need to renew this levy prior to December 31, 2013 (fiscal year 2014) to avoid a decrease in revenue.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011  
(UNAUDITED)**

For the calendar year 2010 triennial update, the reductions in residential property are due to the District's average appraised residential property ratio in the City of Fairview Park were 105% of the market value on the average residential property sale reported in 2008. This resulted in a decrease to the assessed residential values in the District.

The Ohio Department of Taxation (ODT) states on their website that "Under guidelines established by the International Association of Assessment Officers (IAAO), the median ratio should be between 90% and 110% for taxable values to best reflect actual market conditions. In practice, the ODT aims to have the ratios in the year of reappraisal or triennial update to be at least 90% and, preferably, in the 92% – 94% percent range." The property values adjustments needed to bring the Fairview Park average appraised residential property ratio within this range resulted in a 9% decrease in values from the previous value.

Within the last 3 years, the State of Ohio has dramatically changed its public education funding formula three times. Most recently, state legislators passed H.B. 153, which eliminated the Ohio Evidence Based Model funding formula and was replaced with a "bridge" formula. This bridge formula is a temporary mechanism that will be used until the State has the opportunity to develop a permit funding formula. According to the Office of Budget and Management (OBM), under the House Bill 153 bridge formula, the District will receive a 16.45% reduction in basic state aid in fiscal year 2012 and a 10.1% increase in state basic aid in fiscal year 2013. However, the Governor of the State of Ohio has also publicly stated that his office will introduce a new funding formula by January 1, 2012 to be implemented in fiscal year 2013 that will be performance based. Furthermore, the District is unable to determine what enrollment figures were used by the OBM when these calculations were made. As a result, it is unclear if the District will actually receive the increase in State funding for fiscal year 2013.

The State "hold harmless" reimbursements for Tangible Personal Property Tax (TPPT) revenue are posted to the Property Tax Allocation function. Since the Tangible Personal Property accelerated phase out would have a significant impact on school districts and other local governments, House Bill 66 replaced the revenue lost due to the phasing-out of the tax with "hold harmless" reimbursements for the first five years and then phased out the reimbursements in the following seven years. House Bill 1 changed the reimbursement schedule by freezing the reimbursement level at fiscal year 2011 levels through fiscal year 2014; however, House Bill 153 applies a new formula to calculate the reimbursement payments. Based on this new formula, the District lost all of its reimbursement payments from the State after fiscal year 2011.

The District was one of the few remaining that still received the Electric Deregulation Reimbursement, which was established in fiscal year 2003. Under prior law, a district would receive the reimbursement as long as funding growth in state education aid from fiscal year 2002 to the fiscal year 2011 is less than the inflation adjusted property tax loss (determined by the State). House Bill 1 changed the law pertaining to this reimbursement and held the deregulation reimbursement at the fiscal year 2009 level for fiscal year 2010 and fiscal year 2011. It was assumed that this reimbursement would return to the previous phase out schedule in fiscal year 2012 and be completely eliminated in fiscal year 2016. However, under House Bill 153, this reimbursement follows the same formula as the TPP reimbursement noted above. A result, the Electric Deregulation Reimbursement was completely eliminated for the District after fiscal year 2011.

**Contacting the 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 any questions about this report or need additional information contact: Ryan Ghizzoni, Treasurer/CFO at Fairview Park City Schools, 21620 Mastick Road, Fairview Park, Ohio 44126.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF NET ASSETS  
JUNE 30, 2011

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Equity in pooled cash and investments. . . . .	\$ 15,339,096	\$ 11,836	\$ 15,350,932
Receivables:			
Property taxes . . . . .	18,258,862	-	18,258,862
Accounts. . . . .	4,113	1,030	5,143
Accrued interest . . . . .	61,662	-	61,662
Intergovernmental . . . . .	360,278	27,283	387,561
Materials and supplies inventory. . . . .	-	7,334	7,334
Unamortized bond issuance costs . . . . .	49,807	-	49,807
Internal balance . . . . .	229,610	(229,610)	-
Capital assets:			
Land and construction in progress. . . . .	226,660	-	226,660
Depreciable capital assets, net. . . . .	35,272,672	9,178	35,281,850
Capital assets, net. . . . .	35,499,332	9,178	35,508,510
 Total assets. . . . .	 69,802,760	 (172,949)	 69,629,811
<b>Liabilities:</b>			
Accounts payable. . . . .	25,110	99	25,209
Accrued wages and benefits . . . . .	1,848,741	39,208	1,887,949
Pension obligation payable. . . . .	285,148	14,206	299,354
Intergovernmental payable . . . . .	62,536	1,774	64,310
Unearned revenue . . . . .	15,598,352	-	15,598,352
Accrued interest payable . . . . .	120,857	-	120,857
Long-term liabilities:			
Due within one year. . . . .	1,478,494	6,314	1,484,808
Due in more than one year. . . . .	28,536,613	48,420	28,585,033
 Total liabilities . . . . .	 47,955,851	 110,021	 48,065,872
<b>Net Assets:</b>			
Invested in capital assets, net of related debt. . . . .	8,948,196	9,178	8,957,374
Restricted for:			
Capital projects . . . . .	95,693	-	95,693
Debt service. . . . .	2,344,828	-	2,344,828
Locally funded programs . . . . .	10,985	-	10,985
State funded programs. . . . .	128,670	-	128,670
Federally funded programs . . . . .	171,206	-	171,206
Student activities . . . . .	38,907	-	38,907
Unrestricted (deficit) . . . . .	10,108,424	(292,148)	9,816,276
 Total net assets . . . . .	 \$ 21,846,909	 \$ (282,970)	 \$ 21,563,939

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental activities:</b>				
Instruction:				
Regular . . . . .	\$ 10,442,452	\$ 369,546	\$ 189,310	\$ -
Special . . . . .	2,124,180	-	654,196	-
Vocational . . . . .	88,669	-	7,802	-
Other . . . . .	24,695	2,257	290	-
Support services:				
Pupil . . . . .	1,261,354	-	144,588	-
Instructional staff . . . . .	1,406,625	479	77,163	-
Board of education . . . . .	27,523	-	-	-
Administration . . . . .	1,437,284	-	17,816	-
Fiscal . . . . .	857,173	-	18,249	-
Business . . . . .	20,454	-	-	-
Operations and maintenance . . . . .	1,952,349	103,635	130,747	1,256
Pupil transportation . . . . .	630,610	21,541	-	-
Central . . . . .	602,701	230	5,030	-
Operation of non-instructional services:				
Other non-instructional services . . . . .	567,715	1,750	519,233	-
Extracurricular activities . . . . .	556,263	117,699	1,193	-
Interest and fiscal charges . . . . .	1,413,555	-	-	-
Total governmental activities . . . . .	23,413,602	617,137	1,765,617	1,256
<b>Business-type activities:</b>				
Food service . . . . .	385,275	179,685	175,548	-
Day care services . . . . .	677,048	686,999	-	-
Total business-type activities . . . . .	1,062,323	866,684	175,548	-
Totals . . . . .	\$ 24,475,925	\$ 1,483,821	\$ 1,941,165	\$ 1,256

**General Revenues:**

Property taxes levied for:

    General purposes . . . . .

    Debt service . . . . .

Grants and entitlements not restricted to specific programs . . . . .

Investment earnings . . . . .

Miscellaneous . . . . .

Total general revenues . . . . .

Change in net assets . . . . .

**Net assets at beginning of year (deficit) . . . . .**

**Net assets at end of year (deficit) . . . . .**

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Net (Expense) Revenue  
and Changes in Net Assets**

<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (9,883,596)	\$ -	\$ (9,883,596)
(1,469,984)	-	(1,469,984)
(80,867)	-	(80,867)
(22,148)	-	(22,148)
(1,116,766)	-	(1,116,766)
(1,328,983)	-	(1,328,983)
(27,523)	-	(27,523)
(1,419,468)	-	(1,419,468)
(838,924)	-	(838,924)
(20,454)	-	(20,454)
(1,716,711)	-	(1,716,711)
(609,069)	-	(609,069)
(597,441)	-	(597,441)
(46,732)	-	(46,732)
(437,371)	-	(437,371)
(1,413,555)	-	(1,413,555)
(21,029,592)	-	(21,029,592)
-	(30,042)	(30,042)
-	9,951	9,951
-	(20,091)	(20,091)
(21,029,592)	(20,091)	(21,049,683)
14,008,337	-	14,008,337
1,933,450	-	1,933,450
5,173,969	-	5,173,969
127,727	-	127,727
57,879	36,709	94,588
21,301,362	36,709	21,338,071
271,770	16,618	288,388
21,575,139	(299,588)	21,275,551
\$ 21,846,909	\$ (282,970)	\$ 21,563,939

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2011

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>					
Equity in pooled cash and investments . . . . .	\$ 12,664,908	\$ 2,136,076	\$ 95,693	\$ 442,419	\$ 15,339,096
Receivables:					
Property taxes . . . . .	16,039,007	2,219,855	-	-	18,258,862
Accounts . . . . .	4,113	-	-	-	4,113
Accrued interest . . . . .	61,662	-	-	-	61,662
Interfund loans . . . . .	299,506	-	-	-	299,506
Intergovernmental . . . . .	13,909	-	-	346,369	360,278
Total assets . . . . .	<u>\$ 29,083,105</u>	<u>\$ 4,355,931</u>	<u>\$ 95,693</u>	<u>\$ 788,788</u>	<u>\$ 34,323,517</u>
<b>Liabilities:</b>					
Accounts payable . . . . .	\$ 16,170	\$ -	\$ -	\$ 8,940	\$ 25,110
Accrued wages and benefits. . . . .	1,820,860	-	-	27,881	1,848,741
Compensated absences payable . . . . .	29,223	-	-	-	29,223
Early retirement incentive payable . . . . .	69,269	-	-	-	69,269
Interfund loans payable. . . . .	-	-	-	64,309	64,309
Intergovernmental payable . . . . .	61,218	-	-	1,318	62,536
Unearned revenue. . . . .	13,708,106	1,890,246	-	-	15,598,352
Deferred revenue . . . . .	80,787	8,099	-	282,296	371,182
Pension obligation payable . . . . .	279,870	-	-	5,278	285,148
Total liabilities. . . . .	<u>16,065,503</u>	<u>1,898,345</u>	<u>-</u>	<u>390,022</u>	<u>18,353,870</u>
<b>Fund Balances:</b>					
Restricted:					
Debt service . . . . .	-	2,457,586	-	-	2,457,586
Capital improvements . . . . .	-	-	95,693	-	95,693
Non-public schools . . . . .	-	-	-	36,714	36,714
Special education . . . . .	-	-	-	2,924	2,924
Targeted academic assistance . . . . .	-	-	-	1,475	1,475
Other purposes. . . . .	-	-	-	19,542	19,542
Extracurricular. . . . .	-	-	-	38,907	38,907
Committed:					
Capital improvements . . . . .	-	-	-	299,333	299,333
Termination benefits. . . . .	178,302	-	-	-	178,302
Assigned:					
Student instruction . . . . .	107,162	-	-	-	107,162
Student and staff support. . . . .	117,030	-	-	-	117,030
School supplies . . . . .	47,120	-	-	-	47,120
Public school support. . . . .	47,149	-	-	-	47,149
Other purposes. . . . .	7,989	-	-	-	7,989
Unassigned (deficit) . . . . .	12,512,850	-	-	(129)	12,512,721
Total fund balances . . . . .	<u>13,017,602</u>	<u>2,457,586</u>	<u>95,693</u>	<u>398,766</u>	<u>15,969,647</u>
Total liabilities and fund balances . . . . .	<u>\$ 29,083,105</u>	<u>\$ 4,355,931</u>	<u>\$ 95,693</u>	<u>\$ 788,788</u>	<u>\$ 34,323,517</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2011

<b>Total governmental fund balances</b>		\$	15,969,647
<i>Amounts reported for governmental activities on the statement of net assets are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			35,499,332
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.			
Property taxes receivable	\$	65,370	
Accrued interest receivable		23,516	
Intergovernmental receivable		282,296	
Total		371,182	371,182
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities on the statement of net assets.			(5,587)
Unamortized bond issuance costs are not recognized in the funds.			49,807
Unamortized premiums on bond issuances are not recognized in the funds.			(1,171,143)
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(120,857)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
General obligation bonds		(27,512,200)	
Compensated absences		(1,233,272)	
Total		(28,745,472)	(28,745,472)
<b>Net assets of governmental activities</b>		\$	21,846,909

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	General	Bond Retirement	Building	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
From local sources:					
Property taxes . . . . .	\$ 14,993,555	\$ 2,071,039	\$ -	\$ -	\$ 17,064,594
Tuition . . . . .	195,792	-	-	-	195,792
Transportation fees . . . . .	21,541	-	-	-	21,541
Earnings on investments . . . . .	118,106	-	2,953	898	121,957
Extracurricular . . . . .	68,263	-	-	91,832	160,095
Classroom materials and fees . . . . .	102,833	-	-	33,241	136,074
Rental income . . . . .	103,635	-	-	-	103,635
Contributions and donations . . . . .	8,198	-	-	2,843	11,041
Other local revenues . . . . .	53,465	-	-	4,414	57,879
Intergovernmental - intermediate . . . . .	14,938	-	-	-	14,938
Intergovernmental - state . . . . .	4,892,538	351,553	-	387,541	5,631,632
Intergovernmental - federal . . . . .	31,960	-	-	1,057,484	1,089,444
<b>Total revenues . . . . .</b>	<b>20,604,824</b>	<b>2,422,592</b>	<b>2,953</b>	<b>1,578,253</b>	<b>24,608,622</b>
<b>Expenditures:</b>					
Current:					
Instruction:					
Regular . . . . .	8,985,550	-	-	307,220	9,292,770
Special . . . . .	1,663,132	-	-	464,419	2,127,551
Vocational . . . . .	88,669	-	-	-	88,669
Other . . . . .	16,920	-	-	7,775	24,695
Support services:					
Pupil . . . . .	1,138,443	-	-	115,306	1,253,749
Instructional staff . . . . .	1,315,843	-	-	66,793	1,382,636
Board of education . . . . .	27,523	-	-	-	27,523
Administration . . . . .	1,419,647	-	-	15,150	1,434,797
Fiscal . . . . .	804,543	32,389	-	15,381	852,313
Business . . . . .	37,798	-	-	-	37,798
Operations and maintenance . . . . .	1,626,391	-	3,386	179,337	1,809,114
Pupil transportation . . . . .	487,238	-	-	48,667	535,905
Central . . . . .	576,370	-	-	21,633	598,003
Operation of non-instructional services:					
Other non-instructional services . . . . .	446	-	-	562,252	562,698
Extracurricular activities . . . . .	454,589	-	-	100,291	554,880
Facilities acquisition and construction . . . . .	-	-	866,150	707,776	1,573,926
Debt service:					
Principal retirement . . . . .	-	1,265,000	-	-	1,265,000
Interest and fiscal charges . . . . .	-	1,197,228	-	-	1,197,228
<b>Total expenditures . . . . .</b>	<b>18,643,102</b>	<b>2,494,617</b>	<b>869,536</b>	<b>2,612,000</b>	<b>24,619,255</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	1,961,722	(72,025)	(866,583)	(1,033,747)	(10,633)
<b>Other financing sources (uses):</b>					
Transfers in . . . . .	33,695	87,295	-	1,005,588	1,126,578
Transfers (out) . . . . .	(1,092,883)	-	-	-	(1,092,883)
<b>Total other financing sources (uses) . . . . .</b>	<b>(1,059,188)</b>	<b>87,295</b>	<b>-</b>	<b>1,005,588</b>	<b>33,695</b>
Net change in fund balances . . . . .	902,534	15,270	(866,583)	(28,159)	23,062
<b>Fund balances at beginning of year (restated).</b>	<b>12,115,068</b>	<b>2,442,316</b>	<b>962,276</b>	<b>426,925</b>	<b>15,946,585</b>
<b>Fund balances at end of year . . . . .</b>	<b>\$ 13,017,602</b>	<b>\$ 2,457,586</b>	<b>\$ 95,693</b>	<b>\$ 398,766</b>	<b>\$ 15,969,647</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**Net change in fund balances - total governmental funds** \$ 23,062

*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 costs of those assets are allocated over their useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.

Capital asset additions	\$ 1,447,268	
Current year depreciation	(1,248,809)	
Total		198,459

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

Delinquent property tax revenue	(1,122,807)	
Earnings on investments	7,924	
Intergovernmental revenue	191,633	
Total		(923,250)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net assets. 1,265,000

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in additional interest being reported in the statement of activities:

Decrease in accrued interest payable	23,383	
Accreted interest on capital appreciation bonds	(265,680)	
Amortization of bond issuance costs	(49,805)	
Amortization of bond premiums	75,775	
Total		(216,327)

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

Compensated absences	(78,953)	
Retirement incentive	34,635	
Total		(44,318)

An internal service fund used by management to charge the costs of insurance to individual funds is not reported in the statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. (30,856)

**Change in net assets of governmental activities** \$ 271,770

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Property taxes . . . . .	\$ 15,339,345	\$ 15,028,811	\$ 15,028,811	\$ -
Tuition. . . . .	206,257	194,992	194,992	-
Transportation fees. . . . .	15,000	26,351	26,351	-
Earnings on investments . . . . .	213,018	128,671	128,671	-
Rental income . . . . .	85,000	103,435	103,435	-
Other local revenues . . . . .	55,350	27,806	27,806	-
Intergovernmental - intermediate . . . . .	16,000	16,474	16,474	-
Intergovernmental - state . . . . .	4,914,946	4,892,538	4,892,538	-
Intergovernmental - federal . . . . .	-	19,235	19,235	-
Total revenues . . . . .	<u>20,844,916</u>	<u>20,438,313</u>	<u>20,438,313</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	8,589,286	8,633,252	8,633,252	-
Special. . . . .	1,692,272	1,700,935	1,700,935	-
Vocational. . . . .	104,046	104,579	104,579	-
Other. . . . .	15,617	15,697	15,697	-
Support services:				
Pupil. . . . .	1,120,699	1,126,436	1,126,436	-
Instructional staff . . . . .	1,330,916	1,337,729	1,337,729	-
Board of education . . . . .	28,679	28,826	28,826	-
Administration. . . . .	1,441,320	1,448,698	1,448,698	-
Fiscal . . . . .	803,303	807,415	807,415	-
Business . . . . .	53,235	53,508	53,508	-
Operations and maintenance. . . . .	1,656,497	1,664,977	1,664,977	-
Pupil transportation . . . . .	522,513	525,188	525,188	-
Central. . . . .	552,507	555,335	555,335	-
Extracurricular activities. . . . .	444,763	447,040	447,040	-
Debt service:				
Principal . . . . .	84,567	85,000	85,000	-
Total expenditures . . . . .	<u>18,440,220</u>	<u>18,534,615</u>	<u>18,534,615</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>2,404,696</u>	<u>1,903,698</u>	<u>1,903,698</u>	<u>-</u>
<b>Other financing sources (uses):</b>				
Refund of prior year's expenditures . . . . .	9,000	16,485	16,485	-
Transfers in . . . . .	-	83,611	83,611	-
Transfers (out). . . . .	(1,283,406)	(1,289,976)	(1,289,976)	-
Advances in. . . . .	-	-	264,246	264,246
Advances (out) . . . . .	-	(337,760)	(337,760)	-
Total other financing sources (uses) . . . . .	<u>(1,274,406)</u>	<u>(1,527,640)</u>	<u>(1,263,394)</u>	<u>264,246</u>
Net change in fund balance . . . . .	1,130,290	376,058	640,304	264,246
<b>Fund balance at beginning of year (restated).</b>	11,175,591	11,175,591	11,175,591	-
<b>Prior year encumbrances appropriated . . .</b>	232,920	232,920	232,920	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 12,538,801</u>	<u>\$ 11,784,569</u>	<u>\$ 12,048,815</u>	<u>\$ 264,246</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
JUNE 30, 2011

	<b>Business-Type Activities - Nonmajor Enterprise Funds</b>	<b>Governmental Activities - Internal Service Fund</b>
<b>Assets:</b>		
Current assets:		
Equity in pooled cash and investments . . .	\$ 11,836	\$ -
Receivables:		
Accounts . . . . .	1,030	-
Intergovernmental . . . . .	27,283	-
Materials and supplies inventory . . . . .	7,334	-
Total current assets . . . . .	47,483	-
Noncurrent assets:		
Depreciable capital assets, net . . . . .	9,178	-
Total assets . . . . .	56,661	-
<b>Liabilities:</b>		
Accounts payable . . . . .	99	-
Accrued wages and benefits . . . . .	39,208	-
Compensated absences . . . . .	6,314	-
Pension obligation payable . . . . .	14,206	-
Interfund loan payable . . . . .	229,610	5,587
Intergovernmental payable . . . . .	1,774	-
Total current liabilities . . . . .	291,211	5,587
Long-term liabilities:		
Compensated absences payable . . . . .	48,420	-
Total long-term liabilities . . . . .	48,420	-
Total liabilities . . . . .	339,631	5,587
<b>Net assets:</b>		
Invested in capital assets, net of related debt .	9,178	-
Unrestricted (deficit) . . . . .	(292,148)	(5,587)
Total net assets (deficit) . . . . .	\$ (282,970)	\$ (5,587)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<b>Business-Type Activities - Nonmajor Enterprise Funds</b>	<b>Governmental Activities - Internal Service Fund</b>
<b>Operating revenues:</b>		
Sales . . . . .	\$ 179,685	\$ -
Charges for services. . . . .	686,999	60,642
Other . . . . .	36,709	-
Total operating revenues . . . . .	903,393	60,642
<b>Operating expenses:</b>		
Personal services. . . . .	700,099	-
Purchased services. . . . .	101,567	57,803
Materials and supplies . . . . .	257,290	-
Other. . . . .	667	-
Depreciation . . . . .	2,700	-
Total operating expenses. . . . .	1,062,323	57,803
Operating income (loss) . . . . .	(158,930)	2,839
<b>Nonoperating revenues:</b>		
Grants and subsidies. . . . .	164,639	-
Federal donated commodities . . . . .	10,909	-
Total nonoperating revenues. . . . .	175,548	-
Income before transfers . . . . .	16,618	2,839
Transfer out . . . . .	-	(33,695)
Change in net assets. . . . .	16,618	(30,856)
<b>Net assets (deficit) at beginning of year. .</b>	<b>(299,588)</b>	<b>25,269</b>
<b>Net assets (deficit) at end of year . . . . .</b>	<b>\$ (282,970)</b>	<b>\$ (5,587)</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<b>Business-Type Activities - Nonmajor Enterprise Funds</b>	<b>Governmental Activities - Internal Service Fund</b>
<b>Cash flows from operating activities:</b>		
Cash received from sales/charges for services. . . . .	\$ 865,836	\$ 60,642
Cash received from other operations . . . . .	41,903	-
Cash payments for personal services. . . . .	(706,409)	-
Cash payments for contractual services . . . . .	(101,567)	(57,803)
Cash payments for materials and supplies . . . . .	(244,461)	-
Cash payments for other expenses . . . . .	(667)	-
Net cash provided by (used in) operating activities . . . . .	(145,365)	2,839
<b>Cash flows from noncapital financing activities:</b>		
Cash received from grants and subsidies. . . . .	137,356	-
Cash used in transfers out . . . . .	-	(33,695)
Cash received from interfund loans . . . . .	229,610	5,587
Cash used in repayment of interfund loans. . . . .	(222,665)	(8,430)
Net cash provided by (used in) noncapital financing activities. . . . .	144,301	(36,538)
Net (decrease) in cash and cash equivalents . . . . .	(1,064)	(33,699)
<b>Cash and cash equivalents at beginning of year . . .</b>	<b>12,900</b>	<b>33,699</b>
<b>Cash and cash equivalents at end of year . . . . .</b>	<b>\$ 11,836</b>	<b>\$ -</b>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>		
Operating income (loss) . . . . .	\$ (158,930)	\$ 2,839
Adjustments:		
Depreciation. . . . .	2,700	-
Federal donated commodities . . . . .	10,909	-
Changes in assets and liabilities:		
Decrease in materials and supplies inventory . . . . .	1,878	-
Decrease in accounts receivable. . . . .	4,346	-
Increase in accounts payable . . . . .	42	-
Increase in accrued wages and benefits . . . . .	4,124	-
Increase in intergovernmental payable. . . . .	157	-
(Decrease) in compensated absences payable. . . . .	(8,571)	-
(Decrease) in pension obligation payable. . . . .	(2,020)	-
Net cash provided by (used in) operating activities. . . . .	\$ (145,365)	\$ 2,839

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
JUNE 30, 2011

	<b>Private-Purpose Trust</b>	
	<b>Endowment Trust Fund</b>	<b>Agency</b>
<b>Assets:</b>		
Equity in pooled cash and investments . . .	\$ 3,610,188	\$ 403,241
Receivables:		
Accrued interest. . . . .	13,991	-
Total assets. . . . .	3,624,179	\$ 403,241
<b>Liabilities:</b>		
Due to students. . . . .	-	\$ 66,712
Undistributed monies . . . . .	-	336,529
Total liabilities . . . . .	-	\$ 403,241
<b>Net assets:</b>		
Held in trust for scholarships . . . . .	3,624,179	
Total net assets . . . . .	\$ 3,624,179	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<b>Private-Purpose Trust</b>
	<b>Endowment Trust Fund</b>
<b>Additions:</b>	
Interest . . . . .	\$ 61,560
Total additions. . . . .	61,560
<b>Deductions:</b>	
Scholarships awarded . . . . .	69,882
Change in net assets. . . . .	(8,322)
<b>Net assets at beginning of year . . . . .</b>	<b>3,632,501</b>
<b>Net assets at end of year. . . . .</b>	<b>\$ 3,624,179</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 1 - DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY**

The Fairview Park City School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District is located in Fairview Park, Ohio, Cuyahoga County. The District ranks as the 316<sup>th</sup> largest in terms of enrollment (among 918 public school districts and community schools) in the State of Ohio. The District operates under a locally elected five-member Board form of government and provides educational services as mandated by State and/or federal agencies. The Board of Education controls the District's instructional/support facilities staffed by 68 classified employees, 126 certificated full-time teaching personnel, and 16 administrators who provide services to 1,760 students and other community members.

The Reporting Entity

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units". The reporting entity is composed of the primary government and component units. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service and student related activities of the District.

Within the District's boundaries the elementary schools of St. Angela Merici, Messiah Lutheran, and Murton's Child Development Center operate as non-public schools. Current State legislation provides funding to these schools. These monies are received and distributed on behalf of the schools by the Treasurer/ CFO of the District as directed by the schools. The activity of these State monies by the District is reflected in a special revenue fund for financial reporting purposes.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's Governing Board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary governments financial statements incomplete or misleading. Based upon the application of these criteria, the District has no component units. The basic financial statements of the reporting entity include only those of the District (the primary government).

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 1 - DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY - (Continued)**

The following organizations are described due to their relationship to the District.

*JOINTLY GOVERNED ORGANIZATIONS*

Lake Erie Educational Computer Association (LEECA)

The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization comprised of thirty school districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions for member districts. Each of the governments of these districts supports LEECA based upon a per pupil charge dependent upon the software package utilized. The LEECA assembly consists of a superintendent or designated representative from each participating district and a representative from the fiscal agent. LEECA is governed by a Board of Directors chosen from the general membership of the LEECA assembly. The Board of Directors consists of a representative from the fiscal agent, the chairman of each operating committee, and at least one assembly member from each county from which participating districts are located. In fiscal year 2011, the District paid \$42,401 to LEECA. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Lorain County, which serves as fiscal agent, located at 1885 Lake Avenue, Elyria, Ohio 44035.

Polaris Career Center

The Polaris Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special needs of the students. The Board of Education consists of representatives from the Board of each participating school district, independent of the District. The Board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. District students may attend the vocational school. Each school district's control is limited to its representation on the Board. Financial information may be obtained by contacting the Polaris Career Center, 7285 Old Oak Blvd., Middleburg Heights, Ohio 44130.

Ohio Schools' Council Association

The Ohio Schools Council (Council) is a jointly governed organization among 126 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2011, the District paid \$95,873 to the Council (including participation fees and purchases through the natural gas purchase program). Financial information can be obtained by contacting Dr. David A. Cottrell, the Executive Director of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 1 - DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY - (Continued)**

The District participates in the natural gas purchase program. This program allows the District to purchase natural gas at reduced rates. Energy USA served as the natural gas supplier and program manager from October 1, 2008 to September 30, 2010. Compass Energy has been selected as the new supplier and program manager for the period from October 1, 2010 through March 31, 2013. There are currently 143 participants in the program including the Fairview Park City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

*INSURANCE PURCHASING POOL*

Southwestern Ohio Educational Purchasing Council Group Rating Program

The District participates in the Southwestern Ohio Educational Purchasing Council Group Rating Program (GRP), an insurance purchasing pool. The GRP is administered by Hunter Consulting Group, a partner of Progressive Compensation Risk Advisors (PROCOMP). Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

**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 (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) guidance issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided it does not conflict with or contradict GASB pronouncements. The District has elected not to apply FASB pronouncements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

The most significant of the District's 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 management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories of governmental, proprietary, and fiduciary.

*GOVERNMENTAL FUNDS*

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

The following are the District's major governmental funds:

General fund - The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Bond retirement fund - The bond retirement fund is used to account for and report resources that are restricted, committed or assigned to expenditure for principal and interest related to retirement of serial bonds and short term loans. All revenue derived from general or special levies, either within or exceeding the ten-mill limitation, which is levied for debt charges on bonds or loans, shall be paid into this fund.

Building fund - The building fund is used to account for and report resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

Other governmental funds of the District are used to account for (a) financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets that are not reported in the building fund, and (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects.

**PROPRIETARY FUNDS**

Proprietary funds focus on the determination of operating income/loss, 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 enterprise funds account for the financial transactions related to the food service operations and day care services. The District has no major enterprise funds.

Internal service fund - Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District on a cost-reimbursement basis. The District's internal service fund accounts for a former self-insurance program which provided medical, hospitalization, life, dental, and vision benefits to employees and for a flexible spending account for employee benefits. The District became fully insured for medical, hospitalization, life, dental, and vision benefits effective September 1, 2007 and made a residual equity transfer in fiscal year 2011 to the general fund for the portion for the internal service fund related to the former self-insurance program.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

*FIDUCIARY FUNDS*

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District's only trust fund is a private purpose trust which accounts for money set aside for two annual scholarships. The income from such a fund may be expended, but the principal must remain intact. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency funds are student activities, District agency and workers' compensation.

**B. Basis of Presentation**

The District's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

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

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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 funds 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 fund assets. The statement of revenues, expenses and 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.

The fiduciary funds are reported using the economic resources measurement focus. Agency funds do not report a resources measurement focus as they do not report operations.

**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. Differences between the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of 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 (See Note 6). 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.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

Property taxes for which there is an enforceable legal claim as of June 30, 2011, but which were levied to finance fiscal year 2012 operations, and other revenues received in advance of the fiscal year for which they are intended to finance, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met and delinquent property taxes due at June 30, 2011 are recorded as deferred revenue in the governmental funds.

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

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

**D. Equity in Pooled Cash and Investments**

To improve cash management, cash received by the District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "equity in pooled cash and investments" on the financial statements.

During fiscal year 2011, investments included Federal Home Loan Bank (FHLB) bonds, Federal Farm Credit Bank (FFCB) bonds, Federal Home Loan Mortgage Corporation (FHLMC) bonds, FHLMC Discount Notes, Federal National Mortgage Association (FNMA) bonds, U.S. Government treasury bills and notes, commercial paper, negotiable certificates of deposit, U.S. Government money market mutual funds, nonnegotiable certificates of deposit and investments in STAR Ohio. Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as nonnegotiable certificates of 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 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 shares price which is the price the investment could be sold for on June 30, 2011.

Following Ohio statutes, the Board of Education has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2011 amounted to \$118,106 which includes \$27,319 assigned from other funds.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**E. Inventory**

On government-wide and fund financial statements, purchased inventories are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when used. Inventories are accounted for using the consumption method.

Inventory consists of expendable supplies held for consumption, donated food and purchased food.

**F. 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. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000. 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 assets or materially extend an asset's life are not.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land improvements	10-30 years	N/A
Buildings and improvements	10-50 years	N/A
Furniture, fixtures and equipment	5-15 years	5-15 years
Vehicles	8-10 years	N/A
Textbooks	7 years	N/A

**G. 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. The District's policy of internal service activity in the government-wide statement of activities indicates that interfund services provided and used are eliminated in the process of consolidation and any residual balance of the internal service activity is allocated on a pro-rata basis to the activities and functions participating in the internal service fund.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**H. 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. The District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service and salary related payments, if applicable.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy. The District records a liability for accumulated unused sick leave for classified, certified, and administrative employees after eight years of current service with the District.

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

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

**I. 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, 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 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 recognized as a liability in the fund financial statements when due.

**J. Fund Balance**

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

*Nonspendable* - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

*Committed* - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the District Board of Education (the highest level of decision making authority). Those committed amounts cannot be used for any other purpose unless the District Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

*Assigned* - Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the District Board of Education, which includes giving the Treasurer the authority to constrain monies for intended purposes.

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

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

**K. 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.

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**L. 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 charges for food service, fees for day care service, and charges for a flexible benefits plan for employees. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. Revenues and expenses not meeting this definition are reported as non-operating.

**M. 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 nonoperating 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.

**N. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the District and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2011.

**O. Estimates**

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

**P. Budgetary Data**

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents are the tax budget, the appropriation resolution, and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level for all funds.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

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

**Q. Unamortized Bond Issuance Costs and Bond Premiums**

On government-wide financial statements, issuance costs are deferred and amortized over the term of the bonds using the straight-line method. Unamortized issuance costs are recorded as a separate line item on the statement of net assets.

Bond premiums are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds.

On the governmental fund financial statements, issuance costs and bond premiums are recognized in the current period. The reconciliation between the bonds face value and the amount reported on the statement of net assets is presented in Note 15.

**R. Budget Stabilization Arrangement**

The District has established a budget stabilization reserve in accordance with authority established by State law. Additions to the budget stabilization reserve can only be made by formal resolution of the Board of Education. Expenditures out of the budget stabilization reserve can only be made to offset future budget deficits. At June 30, 2011, the balance in the budget stabilization reserve was \$362,516. This amount is included in unassigned fund balance of the general fund and in unrestricted net assets on the statement of net assets.

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**A. Change in Accounting Principles**

For fiscal year 2011, the District has implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions", and GASB Statement No. 59, "Financial Instruments Omnibus".

GASB Statement No. 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. GASB Statement No. 54 also clarifies the definitions of governmental fund types.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

GASB Statement No. 59 updates and improves guidance for financial reporting and disclosure requirements of certain financial instruments and external investment pools. The implementation of GASB Statement No. 59 did not have an effect on the financial statements of the District.

**B. Fund Reclassifications**

Fund reclassifications are required in order to report funds in accordance with GASB Statement No 54. These fund reclassifications had the following effect on the District's governmental fund balances as previously reported:

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Nonmajor Governmental</u>	<u>Total Governmental</u>
Fund balance as previously reported	\$ 11,931,542	\$ 2,442,316	\$ 962,276	\$ 610,451	\$ 15,946,585
Fund reclassifications:					
Public school support fund	65,549	-	-	(65,549)	-
Special trust fund	22,416	-	-	(22,416)	-
Termination benefits fund	<u>95,561</u>	<u>-</u>	<u>-</u>	<u>(95,561)</u>	<u>-</u>
Total fund reclassifications	<u>183,526</u>	<u>-</u>	<u>-</u>	<u>(183,526)</u>	<u>-</u>
Restated fund balance at July 1, 2010	<u>\$ 12,115,068</u>	<u>\$ 2,442,316</u>	<u>\$ 962,276</u>	<u>\$ 426,925</u>	<u>\$ 15,946,585</u>

The fund reclassifications did not have an effect on net assets as previously reported.

**C. Budgetary Prior Period Adjustment**

In prior years certain funds that were legally budgeted in separate special revenue funds were considered part of the general fund on a budgetary basis. The District has elected to report only the legally budgeted general fund in the budgetary statement; therefore, a restatement to the beginning budgetary balance is required. The restatement of the general fund's budgetary-basis fund balance at June 30, 2010 is as follows:

**Budgetary Basis**

	<u>General Fund</u>
Fund balance at June 30, 2010	\$ 11,254,232
Funds budgeted elsewhere	<u>(78,641)</u>
Restated fund balance at July 1, 2010	<u>\$ 11,175,591</u>

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**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

**D. Deficit Fund Balances/Net Assets**

Fund balances/net assets at June 30, 2011 included the following individual fund deficits:

<u>Nonmajor governmental funds</u>	<u>Deficit</u>
Management Information Systems	\$ 30
Early Childhood Education Development	99
 <u>Nonmajor enterprise funds:</u>	
Food service	13,935
Day care services	269,035
 <u>Internal service fund:</u>	
Employee flex benefits plan	5,587

The general fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities.

**NOTE 4 - DEPOSITS AND INVESTMENTS**

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

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

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

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use, but which will be needed before the end of the current period of designation of depositories.

Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

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 items (1) and (2) above and repurchase agreements secured by such obligations, provided that investments in such securities described are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

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.

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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

**A. Cash on Hand**

At June 30, 2011, the District had \$100 in undeposited cash on hand, which is included on the financial statements of the District as part of "equity in pooled cash and investments".

**B. Deposits**

At June 30, 2011 the carrying amount of the District's deposits was \$10,416,003, including \$6,131,372 in non-negotiable certificate of deposits. Based on criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2011, \$5,654,110 of the District's \$10,483,622 bank balance was covered by Federal Depository Insurance (FDIC) and \$4,829,512 was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

Custodial credit risk is the risk that, in the event of bank failure, the District's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the District.

The District has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions' trust department and all 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**

As of June 30, 2011, the District had the following investments and maturities:

Investment type	Fair Value	Investment Maturities				
		6 months or less	7 to 12 months	13 to 18 months	19 to 24 months	Greater than 24 months
FHLB Bonds	\$ 2,511,236	\$ 100,753	\$ 203,018	\$ 1,064,574	\$ 928,916	\$ 213,975
FFCB Bonds	100,863	100,863	-	-	-	-
FHLMC Discount Notes	299,500	-	299,500	-	-	-
FHLMC Bonds	2,637,439	-	304,049	1,220,822	204,130	908,438
FNMA Bonds	1,643,049	50,182	403,985	503,195	102,085	583,602
U.S. Treasury Bills and Notes	349,838	-	194,822	-	-	155,016
Commercial Paper	499,950	499,950	-	-	-	-
Negotiable CD's	498,089	-	-	248,778	249,311	-
U.S. Government Money						
Market Mutual Funds	56,280	56,280	-	-	-	-
STAR Ohio	352,014	352,014	-	-	-	-
	<u>\$ 8,948,258</u>	<u>\$ 1,160,042</u>	<u>\$ 1,405,374</u>	<u>\$ 3,037,369</u>	<u>\$ 1,484,442</u>	<u>\$ 1,861,031</u>

The weighted average maturity of investments is 1.5 years.

The District has a formal investment policy. The District follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. At June 30, 2011, the increase in fair value of investments was \$51,298 which is reported as investment earnings on the financial statements. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

**D. Interest Rate Risk**

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

**E. Credit Risk**

The District's investments in federal agency and U.S. Treasury securities were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The District's investments in U.S. Government money market mutual funds and STAR Ohio were rated AAAm by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The District has no investment policy that would further limit the investment choices.

**F. Custodial Credit Risk**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The federal agency securities, U.S Treasury securities and commercial paper are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the District's name. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

**G. Concentration of Credit Risk**

The District places no limit on the amount it may invest in any one issuer. The District's investment in federal agency securities represents 84.91 percent of the District's total investments. All other investments not explicitly guaranteed by the U.S. government are 15.09 percent of the District's total investments.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

Investments at year end were as follows:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLB Bonds	\$ 2,511,236	28.06
FFCB Bonds	100,863	1.13
FHLMC Discount Notes	299,500	3.35
FHLMC Bonds	2,637,439	29.47
FNMA Bonds	1,643,049	18.36
U.S. Treasury Bills and Notes	349,838	3.91
Commercial Paper	499,950	5.59
Negotiable CD's	498,089	5.57
U.S. Governments Money		
Market Mutual Funds	56,280	0.63
STAR Ohio	<u>352,014</u>	<u>3.93</u>
	<u>\$ 8,948,258</u>	<u>100.00</u>

**H. Reconciliation of Cash and Investments to the Statement of Net Assets**

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net assets as of June 30, 2011:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 10,416,003
Investments	8,948,258
Cash on hand	<u>100</u>
Total	<u>\$ 19,364,361</u>
 <u>Cash and investments per statement of net assets</u>	
Governmental activities	\$ 15,339,096
Business-type activities	11,836
Private-purpose trust fund	3,610,188
Agency fund	<u>403,241</u>
Total	<u>\$ 19,364,361</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 5 - INTERFUND TRANSFERS AND BALANCES**

**A. Interfund Transfers**

During fiscal year 2011, interfund transfers were as follows:

Transfers from general fund to:		
Bond retirement fund	\$	87,295
Nonmajor governmental funds		1,005,588
Transfers from internal service fund to:		
General fund		<u>33,695</u>
Total	\$	<u><u>1,126,578</u></u>

Transfers are used to move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

The transfer from the general fund to the bond retirement fund was made to move energy conservation bond principal and interest to the bond retirement fund for payment of the debt.

The transfer from the internal service fund to the general fund is a residual equity transfer of the former self-insurance program. The District is no longer self-insured and returned the balance of the former self-insurance program to the general fund.

Interfund transfers between governmental funds are eliminated on the government-wide financial statements; therefore, no transfers are reported on the statement of activities.

**B. Interfund Balances**

Interfund balances on fund financial statements at June 30, 2011 consist of the following:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental funds	\$ 64,309
General fund	Nonmajor enterprise funds	229,610
General fund	Internal service fund	<u>5,587</u>
Total		<u><u>\$ 299,506</u></u>

The primary purpose of interfund balances is to cover costs in a specific fund where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received.

Interfund balances between governmental funds and the internal service fund are eliminated on the government-wide financial statements. Interfund balances between governmental funds and enterprise funds are reported as "internal balance" on the statement of net assets.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 6 - PROPERTY TAXES**

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

Property taxes include amounts levied against all real property, public utility property, and certain tangible personal (used in business) property located in the District. Real property tax revenues received in calendar year 2011 represent the collection of calendar year 2010 taxes. Real property taxes received in calendar year 2011 were levied after April 1, 2010, on the assessed values as of January 1, 2010, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2011 represent the collection of calendar year 2010 taxes. Public utility real and tangible personal property taxes received in calendar year 2011 became a lien on December 31, 2009, were levied after April 1, 2010, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

Tangible personal property tax revenues received in the District's fiscal year ended June 30, 2011 (other than public utility property) generally represent the collection of calendar year 2010 taxes levied against local and inter-exchange telephone companies. Tangible personal property taxes received from telephone companies in calendar year 2010 were levied after October 1, 2009 on the value as of December 31, 2009. Amounts paid by multi-county taxpayers were due September 20, 2010. Single county taxpayers could pay annually or semiannually. If paid semiannually, the first payment was due April 30, 2010, with the remainder payable by September 20, 2010.

The District receives property taxes from Cuyahoga County. The County Fiscal Officer periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2011, are available to finance fiscal year 2011 operations. The amount available as an advance at June 30, 2011 was \$2,273,630 in the general fund and \$321,510 in the bond retirement debt service fund. This amount is recorded as revenue. The amount available for advance at June 30, 2010 was \$2,288,058 in the general fund and \$319,779 in the bond retirement debt service fund. The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2011 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to unearned revenue.

On the accrual basis of accounting, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis of accounting the revenue has been deferred.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 6 - PROPERTY TAXES - (Continued)**

The assessed values upon which the fiscal year 2011 taxes were collected are:

	2010 Second Half Collections		2011 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 355,779,330	98.87	\$ 356,225,970	99.00
Public utility personal	3,498,100	0.97	3,580,770	1.00
Tangible personal property	<u>566,680</u>	<u>0.16</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 359,844,110</u>	<u>100.00</u>	<u>\$ 359,806,740</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation	\$ 97.40		\$ 97.40	

**NOTE 7 - RECEIVABLES**

Receivables at June 30, 2011 consisted of property taxes, accounts (rent and billings for user charged services), accrued interest, 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 fiscal year guarantee of federal funds.

A summary of the principal items of receivables reported on the statement of net assets follows:

**Governmental activities:**

Property taxes	\$ 18,258,862
Accounts	4,113
Intergovernmental	360,278
Accrued interest	<u>61,662</u>
Total governmental activities	<u>\$ 18,684,915</u>

**Business-type activities:**

Accounts	\$ 1,030
Intergovernmental	<u>27,283</u>
Total business-type activities	<u>\$ 28,313</u>

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected within the subsequent year.

**NOTE 8 - 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. In order to minimize these components of risk, the District has obtained a number of insurance packages.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 8 - RISK MANAGEMENT - (Continued)**

The Argonaut Insurance Company, through the Governmental Underwriters of America, Inc., provides building and personal property insurance as well as commercial inland marine insurance. The Argonaut Insurance Company, through the Governmental Underwriters of America, Inc., also provides public employee dishonesty coverage (commercial crime coverage). The Argonaut Insurance Company, through the Governmental Underwriters of America, Inc., provides boiler and machinery insurance. The Argonaut Insurance Company, through the Governmental Underwriters of America, Inc., provides commercial general liability insurance, employer's liability insurance, employee benefits liability insurance, automobile liability insurance, and uninsured motorists insurance.

A \$100,000 public official bond for the Treasurer is maintained by Travelers Casualty and Surety Company of America Insurance Company. Other employees handling money are also covered by performance bonds provided by Travelers Casualty and Surety Company of America Insurance Company. During fiscal year 2011, the District had the following coverage in effect:

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage Amount</u>
Argonaut Insurance	Building and Contents (\$1,000 deductible)	\$65,347,232
Argonaut Insurance	Extra Expense Coverage	1,000,000
Argonaut Insurance	Boiler and machinery (\$1,000 deductible)	65,347,232
Cincinnati Insurance	Crime Insurance (\$1,000 deductible)	250,000
Argonaut Insurance	Vehicles (\$1,000 deductible)	5,000,000
Argonaut Insurance	General Liability (per occurrence)	1,000,000
Argonaut Insurance	General Liability (aggregate)	3,000,000
Argonaut Insurance	Uninsured Motorist (per occurrence)	1,000,000

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

**B. Workers' Compensation**

The District participated in the PROCOMP Management Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool for calendar year 2011 (Note 1). 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 percentage 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 districts that can meet the GRP's selection criteria. The firm of PROCOMP Management provides administrative, cost control, and actuarial services to the GRP.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 8 - RISK MANAGEMENT - (Continued)**

**C. Group Medical, Dental, and Life Insurance**

During fiscal year 2011, the District provided employees with medical, dental and life insurance coverage through fully insured plans. The entire risk of loss transfers to the commercial carrier upon payment of the premium.

Medical coverage was provided through Medical Mutual. For full-time certified employees and administrators, the District paid 89% of the monthly premium. The District's required monthly premium for single, two-person and family coverage was \$400, \$759 and \$1,318, respectively, in fiscal year 2011. For full-time classified employees, the District paid 93.18% of the monthly premium. The District's required monthly premium for single, two-person and family coverage was \$418, \$798 and \$1,380, respectively, in fiscal year 2011. For part-time classified employees, who are eligible for coverage, the District's portion of the monthly insurance premium varied depending upon the number of hours worked per day by the employee. For day care employees, the District paid 100% of the monthly cost of coverage which, for a single individual, was \$449 in fiscal year 2011.

Dental coverage was provided through MetLife. For full-time certified employees and administrators, the District paid over 87% of the single monthly premium, over 93% for two-person coverage and over 96% of the family monthly premium. The District's required monthly premium for single, two-person and family coverage was \$31.50, \$61.50 and \$106.94, respectively, in fiscal year 2011. For full-time classified employees and administrators, the District paid over 87% of the single monthly premium, over 93% for two-person coverage and over 96% of the family monthly premium. The District's required monthly premium for single, two-person and family coverage was \$31.50, \$61.50 and \$106.94, respectively, in fiscal year 2011. For part-time classified employees, who are eligible for coverage, the District's portion of the monthly insurance premium varied depending upon the number of hours worked per day. Day care employees were not eligible for dental coverage.

Life insurance coverage was provided through MetLife. Classified and certified employees received \$50,000 in coverage with the District paying 100% of the monthly premium which was \$7 for fiscal year 2011. Administrators received \$125,000 in coverage with the District paying 100% of the monthly premium which was \$17 for fiscal year 2011. Day care employees received \$12,500 in coverage with the District paying 100% of the monthly premium which was \$2 for fiscal year 2011.

**NOTE 9 - EMPLOYEE BENEFITS**

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws.

**A. Vacation Leave**

Only administrative and school support personnel accumulate annual vacation leave. Accumulated unused vacation time is paid upon termination of employment.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 9 - EMPLOYEE BENEFITS - (Continued)**

School support personnel accumulate annual vacation leave as follows:

<u>Completed Service</u>	<u>Vacation Leave</u>
After 1 year	2 weeks
6 thru 9 years	3 weeks
10 thru 24 years	4 weeks
25 or more years	5 weeks

Administrative personnel accumulate 20 days vacation leave. The Superintendent and Treasurer's vacation accumulation is dictated by their contracts.

**B. Sick Leave**

Each professional staff member is entitled to fifteen (15) days sick leave with pay for each year under contract. The sick leave accrues at the rate of one and one fourth (1- 1/4) days for each calendar month under contract. Upon retirement, an administrative or certified employee receives payment for 25% of their accumulated but unused sick leave balance up to a maximum of 40 days. Upon retirement, a classified employee receives payment for 25% of their accumulated but unused sick leave up to a maximum of 80 days.

**C. Retirement Incentive**

In place of the "1/4 and 40 day" limitation, administrators and certified employees electing to retire in their first year of eligibility who meet the eligibility requirements for retirement with either: **a)** twenty-five years of service and age 55 or over, **b)** five years of service and age 60 or over, or **c)** any age with thirty years of service shall be eligible for an extended severance pay benefit. This extended severance pay benefit shall be equal to the employee's daily rate of pay times 100 percent of the employee's first 165 days for both certified and classified employees of accrued but unused sick leave. The extended severance pay benefit is only available for employees on step 14 or higher of the salary schedule at the time of retirement and the 165 days of payment is reduced to 82.5 days for employees who are on step 14 to 18 at the date of retirement. Payment of the extended severance pay benefit will be made in two equal installments. The first payment will be made on or after January 1<sup>st</sup> and no later than January 15<sup>th</sup> of the year following retirement, and the second payment will be made between January 1<sup>st</sup> and January 15<sup>th</sup> of the second year following retirement. Liabilities for payments to employees retiring under the extended severance pay benefit have been recorded as "early retirement incentive payable" in the financial statements.

**NOTE 10 - OTHER COMMITMENTS**

The District utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year end, the District's commitments for encumbrances in the governmental funds were as follows:

<u>Fund</u>	<u>Year-End Encumbrances</u>
General fund	\$ 245,158
Building	55,710
Other governmental	172,439
Total	<u>\$ 473,307</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 11 - CAPITAL ASSETS**

The District has restated certain June 30, 2010 balances to reclassify \$588,156 and \$7,352 of land improvements and accumulated depreciation on land improvements, respectively, out of the building and improvements category and into the land improvements category to properly report the capital assets in the correct asset category. This reclassification had no effect of the total balance of capital assets or accumulated depreciation at June 30, 2010.

Governmental capital asset activity for the fiscal year ended June 30, 2011, was as follows:

	Restated Balance <u>June 30, 2010</u>	<u>Additions</u>	<u>Deductions</u>	Balance <u>June 30, 2011</u>
<b>Governmental activities:</b>				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 226,660	\$ -	\$ -	\$ 226,660
Construction in progress	<u>203,787</u>	<u>517,943</u>	<u>(721,730)</u>	<u>-</u>
Total capital assets, not being depreciated	<u>430,447</u>	<u>517,943</u>	<u>(721,730)</u>	<u>226,660</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	1,095,377	-	-	1,095,377
Buildings and improvements	41,191,962	1,651,055	-	42,843,017
Furniture, fixtures and equipment	1,676,840	-	-	1,676,840
Vehicles	1,058,119	-	-	1,058,119
Textbooks	<u>1,392,308</u>	<u>-</u>	<u>-</u>	<u>1,392,308</u>
Total capital assets, being depreciated	<u>46,414,606</u>	<u>1,651,055</u>	<u>-</u>	<u>48,065,661</u>
<i>Less: accumulated depreciation</i>				
Land improvements	(389,106)	(43,394)	-	(432,500)
Buildings and improvements	(8,434,199)	(963,410)	-	(9,397,609)
Furniture, fixtures and equipment	(1,068,043)	(108,286)	-	(1,176,329)
Vehicles	(461,144)	(92,793)	-	(553,937)
Textbooks	<u>(1,191,688)</u>	<u>(40,926)</u>	<u>-</u>	<u>(1,232,614)</u>
Total accumulated depreciation	<u>(11,544,180)</u>	<u>(1,248,809)</u>	<u>-</u>	<u>(12,792,989)</u>
Total capital assets, being depreciated, net	<u>34,870,426</u>	<u>402,246</u>	<u>-</u>	<u>35,272,672</u>
Governmental activities capital assets, net	<u>\$ 35,300,873</u>	<u>\$ 920,189</u>	<u>\$ (721,730)</u>	<u>\$ 35,499,332</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 11 - CAPITAL ASSETS - (Continued)**

Depreciation expense was charged to governmental functions as follows:

<u>Instruction:</u>	
Regular	\$ 1,144,643
<u>Support services:</u>	
Pupil	4,807
Instructional staff	3,389
Operations and maintenance of plant	3,177
Pupil transportation	<u>92,793</u>
Total depreciation expense	<u>\$ 1,248,809</u>

Business-type capital asset activity for the fiscal year ended June 30, 2011, was as follows:

	<u>Balance</u> <u>June 30, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2011</u>
<b>Business-type activities:</b>				
<i>Capital assets, being depreciated:</i>				
Furniture, fixtures and equipment	\$ 71,616	\$ -	\$ -	\$ 71,616
Total capital assets, being depreciated	<u>71,616</u>	<u>-</u>	<u>-</u>	<u>71,616</u>
<i>Less: accumulated depreciation</i>				
Furniture, fixtures and equipment	<u>(59,738)</u>	<u>(2,700)</u>	<u>-</u>	<u>(62,438)</u>
Total accumulated depreciation	<u>(59,738)</u>	<u>(2,700)</u>	<u>-</u>	<u>(62,438)</u>
Total capital assets, being depreciated, net	<u>11,878</u>	<u>(2,700)</u>	<u>-</u>	<u>9,178</u>
Business-type activities capital assets, net	<u>\$ 11,878</u>	<u>\$ (2,700)</u>	<u>\$ -</u>	<u>\$ 9,178</u>

All depreciation expense was charged to the food service fund (a nonmajor enterprise fund).

**NOTE 12 - PENSION PLANS**

**A. School Employees Retirement System**

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing, multiple-employer defined benefit pension plan. SERS provides retirement, disability, survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by 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 43215-3746. It is also posted on the SERS' Ohio website, [www.ohsers.org](http://www.ohsers.org), under "Media/Financial Reports".

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 12 - PENSION PLANS - (Continued)**

Funding Policy - Plan members are required to contribute 10 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 obligations with the remainder being used to fund health care benefits. For fiscal year 2011, 11.77 percent and 0.04 percent of annual covered salary was the portion used to fund pension obligations and death benefits, respectively. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The District's required contributions for pension obligations and death benefits to SERS for the fiscal years ended June 30, 2011, 2010 and 2009 were \$376,676, \$384,228 and \$121,317, respectively; 100 percent has been contributed for fiscal years 2011, 2010 and 2009.

**B. State Teachers Retirement System of Ohio**

Plan Description - The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement plan. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio website at [www.strsoh.org](http://www.strsoh.org), under "Publications".

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 12 - PENSION PLANS - (Continued)**

Funding Policy - For fiscal year 2011, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2011, 2010 and 2009 were \$1,199,772, \$1,229,619 and \$1,143,442, respectively; 100 percent has been contributed for fiscal years 2011, 2010 and 2009. Contributions to the DC and Combined Plans for fiscal year 2011 were \$27,716 made by the District and \$19,897 made by the plan members.

**NOTE 13 - POSTEMPLOYMENT BENEFITS**

**A. School Employees Retirement System**

Plan Description - The District participates in two cost-sharing, multiple employer postemployment benefit plans administered by the School Employees Retirement System (SERS) for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Section 3309.69 of the Ohio Revised Code. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2011 was \$96.40 and SERS' reimbursement to retirees was \$45.50. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746. It is also posted on the SERS' Ohio website, [www.ohsers.org](http://www.ohsers.org), under "*Media/Financial Reports*".

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For 2011, 1.43 percent of covered payroll was allocated to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2.0 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the statewide SERS-covered payroll for the health care surcharge. For fiscal year 2011, the actuarially determined amount was \$35,800.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 13 - POSTEMPLOYMENT BENEFITS - (Continued)**

Active members do not contribute to the postemployment benefit plans. The Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility and retirement status.

The District's contributions for health care (including surcharge) for the fiscal years ended June 30, 2011, 2010 and 2009 were \$89,065, \$60,113 and \$101,804, respectively; 100 percent has been contributed for fiscal years 2011, 2010 and 2009.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2011, this actuarially required allocation was 0.76 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2011, 2010, and 2009 were \$24,240, \$22,849 and \$10,010, respectively; 100 percent has been contributed for fiscal years 2011, 2010 and 2009.

**B. State Teachers Retirement System of Ohio**

Plan Description - The District contributes to the cost sharing, multiple employer defined benefit Health Plan (the "Plan") administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting [www.strsoh.org](http://www.strsoh.org), under "Publications" or by calling (888) 227-7877.

Funding Policy - Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2011, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2011, 2010 and 2009 were \$92,290, \$94,586 and \$87,957, respectively; 100 percent has been contributed for fiscal years 2011, 2010 and 2009.

**NOTE 14 - CONTINGENCIES**

**A. Grants**

The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are 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, 2011.

**B. Litigation**

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 15 - LONG-TERM OBLIGATIONS**

The changes in the District's long-term obligations during fiscal year 2011 were as follows:

	Balance <u>June 30, 2010</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2011</u>	Amounts Due In <u>One Year</u>
<b>Governmental activities:</b>					
Series 2000 Energy Improvement Bonds - 5.40%	\$ 85,000	\$ -	\$ (85,000)	\$ -	\$ -
Series 2005 Refunding Library Improvement Bonds					
Serial Bond - 3.00% - 5.00%	1,245,000	-	-	1,245,000	440,000
Capital Appreciation Bond - 14.276%	209,999	-	(209,999)	-	-
Series 2005 School Improvement Bonds					
Serial Bond - 3.00% - 5.00%	16,090,000	-	(740,000)	15,350,000	-
Term Bonds - 5.00%	9,660,000	-	-	9,660,000	-
Capital Appreciation Bonds - 21.981%	<u>369,993</u>	<u>-</u>	<u>-</u>	<u>369,993</u>	<u>204,220</u>
Total Bonds Payable before Deferrals	<u>27,659,992</u>	<u>-</u>	<u>(1,034,999)</u>	<u>26,624,993</u>	<u>644,220</u>
Deferrals for:					
Issuance Premiums	<u>1,246,918</u>	<u>-</u>	<u>(75,775)</u>	<u>1,171,143</u>	<u>75,775</u>
Total Bonds Payable	<u>28,906,910</u>	<u>-</u>	<u>(1,110,774)</u>	<u>27,796,136</u>	<u>719,995</u>
Accretion of Capital Appreciation Bonds	851,528	265,680	(230,001)	887,207	565,780
Retirement Incentive	101,814	-	(32,545)	69,269	69,269
Compensated Absences	<u>1,250,720</u>	<u>186,143</u>	<u>(174,368)</u>	<u>1,262,495</u>	<u>123,450</u>
Total Governmental Long-Term Obligations	<u>31,110,972</u>	<u>451,823</u>	<u>(1,547,688)</u>	<u>30,015,107</u>	<u>1,478,494</u>
<b>Business-type activities:</b>					
Compensated Absences	<u>63,305</u>	<u>-</u>	<u>(8,571)</u>	<u>54,734</u>	<u>6,314</u>
Total	<u>\$ 31,174,277</u>	<u>\$ 451,823</u>	<u>\$ (1,556,259)</u>	<u>\$ 30,069,841</u>	<u>\$ 1,484,808</u>

Compensated absences will be paid from the fund from which the employees' salaries are paid. Compensated absences will be paid from the general fund and termination benefits fund which is combined and reported with the general fund on a GAAP-basis. Retirement incentive payments are paid from the termination benefits fund which is combined and reported with the general fund on a GAAP-basis.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**NOTE 15 - LONG-TERM OBLIGATIONS - (Continued)**

All bonds outstanding are general obligation bonds of the District to which the full faith and credit of the District is pledged for repayment. Payments of principal and interest relating to the general obligation bonds are recorded as expenditures in the bond retirement fund.

Series 2000 Energy Improvement Bonds

In 2000, the District issued \$698,802 in general obligation bonds for the purpose of providing for energy improvement projects undertaken by the District. At June 30, 2010, the remaining bonds on the Series 2000 issue were current interest term bonds with an interest rate of 5.40 percent and matured December 1, 2010.

Series 2005 School Improvement General Obligation Bonds

On July 20, 2005, the District issued \$28,499,993 in general obligation bonds for the purpose of constructing, adding to, renovating, furnishing, equipping and otherwise improving school facilities and improving their sites as an integral part of a cooperative project with the City of Fairview Park.

The issue is comprised of both current interest serial and term bonds, par value \$28,130,000, and capital appreciation bonds par value \$369,993. The interest rates on the current interest bonds range from 3.00 percent to 5.00 percent. The capital appreciation bonds mature on December 1, 2011 and December 1, 2012 (effective interest rate 21.981 percent) at a redemption price equal to 100 percent of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bond maturing December 1, 2011 is \$770,000 and the accreted value at maturity for the capital appreciation bond maturing December 1, 2012 is \$770,000. Total accreted interest of \$887,207 has been included in the statement of net assets at June 30, 2011.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2033.

Series 2005 Refunding Library Improvement General Obligation Bonds

On July 20, 2005, the District issued general obligation bonds advance refund the callable portion of the Series 1995 Library Improvement General Obligation Bonds. The \$2,729,999 issuance proceeds were used to purchase U.S. government securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes the debt has been considered defeased and therefore removed as a liability from the District's government-wide financial statements. As of June 30, 2011, the amount of defeased debt outstanding, but removed from the statement of net assets amounted to \$1,245,000.

The refunding issue is comprised of both current interest serial bonds, par value \$2,520,000, and capital appreciation bonds, par value \$209,999. The interest rate on the current interest bonds range from 3.00 percent to 5.00 percent. The capital appreciation bonds matured on December 1, 2010 (effective interest 14.276 percent) at a redemption price equal to 100 percent of the principal, plus accrued interest to the redemption date.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2013.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 15 - LONG-TERM OBLIGATIONS - (Continued)**

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2011 are as follows:

Fiscal Year Ending,	Serial and Term Bonds		Capital Appreciation Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$ 440,000	\$ 1,174,283	\$ 204,220	\$ 565,780	\$ 644,220	\$ 1,740,063
2013	455,000	1,158,620	165,773	604,227	620,773	1,762,847
2014	1,115,000	1,131,145	-	-	1,115,000	1,131,145
2015	795,000	1,097,322	-	-	795,000	1,097,322
2016	820,000	1,067,843	-	-	820,000	1,067,843
2017 - 2021	4,605,000	4,822,613	-	-	4,605,000	4,822,613
2022 - 2026	5,700,000	3,686,587	-	-	5,700,000	3,686,587
2027 - 2031	7,140,000	2,203,749	-	-	7,140,000	2,203,749
2032 - 2034	5,185,000	397,375	-	-	5,185,000	397,375
Total	<u>\$ 26,255,000</u>	<u>\$ 16,739,537</u>	<u>\$ 369,993</u>	<u>\$ 1,170,007</u>	<u>\$ 26,624,993</u>	<u>\$ 17,909,544</u>

Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2011, are a voted debt margin of \$8,215,200 (including available funds of \$2,457,586) and an unvoted debt margin of \$359,807.

**NOTE 16 - BUDGETARY BASIS OF ACCOUNTING**

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The statement of revenue, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 16 - BUDGETARY BASIS OF ACCOUNTING - (Continuing)**

- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
- (d) Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis); and,
- (e) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the general fund is as follows:

**Net Change in Fund Balance**

	<u>General fund</u>
Budget basis	\$ 640,304
Net adjustment for revenue accruals	(13,109)
Net adjustment for expenditure accruals	68,001
Net adjustment for other sources/uses	(42,998)
Funds budgeted elsewhere	18,781
Adjustment for encumbrances	231,555
GAAP basis	\$ 902,534

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. These include the special trusts fund, the uniform school supplies fund, the recreation fund, the public school support fund, the special enterprises fund and the termination benefits fund.

**NOTE 17 - SET-ASIDES**

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

**NOTE 17 - SET-ASIDES - (Continued)**

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

	<u>Textbooks</u>	<u>Capital Improvements</u>
Set-aside balance June 30, 2010	\$ -	\$ -
Current year set-aside requirement	257,654	257,654
Contributions in excess of the current fiscal year set-aside requirement	-	-
Current year qualifying expenditures	(392,491)	-
Excess qualified expenditures from prior years	(921,989)	-
Current year offsets	-	(257,654)
Waiver granted by ODE	-	-
Prior year offset from bond proceeds	-	-
Total	<u>\$ (1,056,826)</u>	<u>\$ -</u>
Balance carried forward to fiscal year 2012	<u>\$ -</u>	<u>\$ -</u>
Set-aside balance June 30, 2011	<u>\$ -</u>	<u>\$ -</u>

The District had qualifying disbursements and offsets during the fiscal year that reduced the textbook set-aside amount to below zero. Effective July 1, 2011, the textbook set-aside is no longer required and has been removed from existing law. This negative balance is therefore not being presented as being carried forward to the future fiscal year.

The District had offsets during the fiscal year that reduced the capital improvements set-aside amount to zero.

**NOTE 18 - ENDOWMENT**

In fiscal years 2002 and 2003, the District received a three million dollar endowment from a former school graduate to create two annual scholarships. The endowment is accounted for as a private purpose trust with 55 percent of interest earned to be used for scholarships and 45 percent to be added to existing principal.

COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES

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# FAIRVIEW PARK CITY SCHOOL DISTRICT

## DESCRIPTION OF FUNDS

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### General Fund

The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

### Other Major Funds

**Bond Retirement** - The bond retirement fund is used to account for and report resources that are restricted, committed or assigned to expenditure for principal and interest related to retirement of serial bonds and short term loans. All revenue derived from general or special levies, either within or exceeding the ten-mill limitation, which is levied for debt charges on bonds or loans, shall be paid into this fund.

**Building** - The building fund is used to account for and report resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
BOND RETIREMENT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
Total revenues and other financing sources	\$ 2,420,963	\$ 2,420,963	\$ -
Total expenditures and other financing uses	<u>2,407,322</u>	<u>2,407,322</u>	<u>-</u>
Net change in fund balance	13,641	13,641	-
Fund balance at beginning of year	<u>2,122,435</u>	<u>2,122,435</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,136,076</u>	<u>\$ 2,136,076</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
BUILDING FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
Total revenues and other financing sources	\$ (93,152)	\$ (93,152)	\$ -
Total expenditures and other financing uses	<u>1,129,117</u>	<u>1,129,117</u>	<u>-</u>
Net change in fund balance	(1,222,269)	(1,222,269)	-
Fund balance at beginning of year	448,519	448,519	-
Prior year encumbrances appropriated	<u>813,730</u>	<u>813,730</u>	<u>-</u>
Fund balance at end of year	<u>\$ 39,980</u>	<u>\$ 39,980</u>	<u>\$ -</u>

# FAIRVIEW PARK CITY SCHOOL DISTRICT

## DESCRIPTION OF FUNDS

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### Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for and report specific revenue sources that are restricted or committed to an expenditure for a specific purpose. Following is a description of the District's nonmajor special revenue funds:

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

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

**Auxiliary Services** - This fund accounts for monies which provide services and materials to pupils attending non-public schools within the District.

**Management Information System** - This fund provides for hardware and software development or other costs associated with the requirements of the management information system.

**Data Communication** - This fund accounts for money appropriated for Ohio Educational Computer Network Connections.

**School Net Professional Development** - This fund was established to account for a limited number of professional development subsidy grants.

**Poverty Aid** - Disadvantaged Pupil Impact Aid (DPIA), now referred to as Poverty-Based Assistance (PBA), has served as a major source of state aid to school districts with high percentages of economically disadvantaged students.

**Education Jobs** - This fund accounts for federal monies whose purpose is to create education jobs for the 2010-2011 school year. Jobs funded under this program include those that provide educational and related services for early childhood, elementary and secondary education.

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

**Education Stabilization** - Grant from the American Recovery and Reinvestment Act (ARRA) in State Fiscal Stabilization Funds (SFSF) to help stabilize state and local budgets in order to minimize and avoid reductions in education and other essential services.

**Stimulus Title II D** - Grant focus on Professional Development and Student Learning. Through sustained, collaborative, job-embedded professional development and the use of research-based methods, teachers will experience new models and strategies for teaching and learning.

(Continued)

# FAIRVIEW PARK CITY SCHOOL DISTRICT

## DESCRIPTION OF FUNDS

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### Nonmajor Special Revenue Funds

(Continued)

**Limited English Proficiency** - This program is designed to help meet the educational needs of children of limited English proficiency.

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

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

**Early Childhood Education Development** - This fund accounts for federal monies which partially support the preschool program focusing on the early education of handicapped children.

**Improving Teacher Quality** - This fund provides for improved instruction through better use of technology.

**Miscellaneous Federal Grants** - This fund is used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

The following funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis). These funds are not included in the combining statements for the nonmajor special revenue funds since they are reported in the general fund (GAAP basis); however, the budgetary schedules for these funds are presented in this section.

**Public School Support** - This fund is used for the general support of the school building, staff and students.

**Summer School** - This fund is used to account for operations of the District's summer school program.

**Termination Benefits** - This fund is used to accumulate cash for paying termination benefits or for paying salaries when the number of pay periods exceeds the usual and customary for a year.

**Special Trusts** - This fund is used to account for assets held by the school district for various activities of the District which there are no external restrictions on the use of resources and for which the Board of Education has not placed any constraints on the use of the resources.

**Uniform School Supplies** - This fund is used to account 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.

**Recreation** - This fund is used to account for monies received and expended in connection with a community recreation program which is intended to be self-sustaining.

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT**

**DESCRIPTION OF FUNDS**

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**Nonmajor Capital Projects Fund**

Capital Projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities or/and other capital assets. Following is a description of the nonmajor capital projects fund:

**Permanent Improvement** - This fund accounts for all transactions related to the acquiring, constructing, or improving facilities.

Since there is only one nonmajor capital projects fund, no combining financial statements are required.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2011

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<b>Assets:</b>			
Equity in pooled cash and investments . . . . .	\$ 137,092	\$ 305,327	\$ 442,419
Receivables:			
Intergovernmental . . . . .	346,369	-	346,369
Total assets . . . . .	<u>\$ 483,461</u>	<u>\$ 305,327</u>	<u>\$ 788,788</u>
<b>Liabilities:</b>			
Accounts payable . . . . .	\$ 2,946	\$ 5,994	\$ 8,940
Accrued wages and benefits . . . . .	27,881	-	27,881
Interfund loans payable . . . . .	64,309	-	64,309
Intergovernmental payable . . . . .	1,318	-	1,318
Deferred revenue . . . . .	282,296	-	282,296
Pension obligation payable . . . . .	5,278	-	5,278
Total liabilities . . . . .	<u>384,028</u>	<u>5,994</u>	<u>390,022</u>
<b>Fund Balances:</b>			
Restricted:			
Non-public schools . . . . .	36,714	-	36,714
Special education . . . . .	2,924	-	2,924
Targeted academic assistance . . . . .	1,475	-	1,475
Other purposes . . . . .	19,542	-	19,542
Extracurricular . . . . .	38,907	-	38,907
Committed:			
Capital improvements . . . . .	-	299,333	299,333
Unassigned (deficit) . . . . .	(129)	-	(129)
Total fund balances . . . . .	<u>99,433</u>	<u>299,333</u>	<u>398,766</u>
Total liabilities and fund balances . . . . .	<u>\$ 483,461</u>	<u>\$ 305,327</u>	<u>\$ 788,788</u>

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Projects Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>			
From local sources:			
Earnings on investments . . . . .	\$ 898	\$ -	\$ 898
Extracurricular . . . . .	91,832	-	91,832
Classroom materials and fees . . . . .	33,241	-	33,241
Contributions and donations . . . . .	2,843	-	2,843
Other local revenues . . . . .	4,414	-	4,414
Intergovernmental - state . . . . .	387,541	-	387,541
Intergovernmental - federal . . . . .	1,057,484	-	1,057,484
	<u>1,578,253</u>	<u>-</u>	<u>1,578,253</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular . . . . .	125,724	181,496	307,220
Special . . . . .	464,419	-	464,419
Other . . . . .	7,775	-	7,775
Support services:			
Pupil . . . . .	115,306	-	115,306
Instructional staff . . . . .	66,793	-	66,793
Administration . . . . .	15,150	-	15,150
Fiscal . . . . .	15,381	-	15,381
Operations and maintenance . . . . .	130,747	48,590	179,337
Pupil transportation . . . . .	-	48,667	48,667
Central . . . . .	5,793	15,840	21,633
Operation of non-instructional . . . . .	562,252	-	562,252
Extracurricular activities . . . . .	100,291	-	100,291
Facilities acquisition and construction . . . . .	-	707,776	707,776
	<u>1,609,631</u>	<u>1,002,369</u>	<u>2,612,000</u>
Excess of expenditures over revenues . . . . .	<u>(31,378)</u>	<u>(1,002,369)</u>	<u>(1,033,747)</u>
<b>Other financing sources:</b>			
Transfers in . . . . .	1,088	1,004,500	1,005,588
	<u>1,088</u>	<u>1,004,500</u>	<u>1,005,588</u>
Net change in fund balances . . . . .	(30,290)	2,131	(28,159)
<b>Fund balances at beginning of year (restated).</b>	<u>129,723</u>	<u>297,202</u>	<u>426,925</u>
<b>Fund balances at end of year . . . . .</b>	<u>\$ 99,433</u>	<u>\$ 299,333</u>	<u>\$ 398,766</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2011

	<u>Other Grants</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Management Information System</u>
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 10,987	\$ 39,356	\$ 42,849	\$ -
Receivables:				
Intergovernmental . . . . .	-	-	-	-
Total assets. . . . .	<u>\$ 10,987</u>	<u>\$ 39,356</u>	<u>\$ 42,849</u>	<u>\$ -</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ -	\$ 2,809	\$ -
Accrued wages and benefits . . . . .	-	398	2,036	-
Interfund loans payable . . . . .	-	-	66	-
Intergovernmental payable . . . . .	2	12	133	30
Deferred revenue. . . . .	-	-	-	-
Pension obligation payable. . . . .	-	39	1,091	-
Total liabilities. . . . .	<u>2</u>	<u>449</u>	<u>6,135</u>	<u>30</u>
<b>Fund Balances:</b>				
Restricted:				
Non-public schools . . . . .	-	-	36,714	-
Special education . . . . .	-	-	-	-
Targeted academic assistance. . . . .	-	-	-	-
Other purposes . . . . .	10,985	-	-	-
Extracurricular . . . . .	-	38,907	-	-
Unassigned (deficit) . . . . .	-	-	-	(30)
Total fund balances (deficits). . . . .	<u>10,985</u>	<u>38,907</u>	<u>36,714</u>	<u>(30)</u>
Total liabilities and fund balances . . . . .	<u>\$ 10,987</u>	<u>\$ 39,356</u>	<u>\$ 42,849</u>	<u>\$ -</u>

<b>School Net Professional Development</b>	<b>Poverty Aid</b>	<b>Education Jobs</b>	<b>IDEA, Part B Special Education</b>	<b>Stimulus Title II D</b>	<b>Limited English Proficiency</b>
\$ 4,860	\$ 132	\$ -	\$ 28,172	\$ 617	\$ 3,584
-	-	90,535	140,086	679	-
<u>\$ 4,860</u>	<u>\$ 132</u>	<u>\$ 90,535</u>	<u>\$ 168,258</u>	<u>\$ 1,296</u>	<u>\$ 3,584</u>
\$ -	\$ -	\$ -	\$ 137	\$ -	\$ -
-	-	-	7,059	-	-
-	-	-	53,863	636	-
-	-	-	244	-	38
-	-	90,535	102,389	659	-
-	-	-	1,642	-	-
-	-	90,535	165,334	1,295	38
-	-	-	-	-	-
-	-	-	2,924	-	-
-	-	-	-	-	-
4,860	132	-	-	1	3,546
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,860</u>	<u>132</u>	<u>-</u>	<u>2,924</u>	<u>1</u>	<u>3,546</u>
<u>\$ 4,860</u>	<u>\$ 132</u>	<u>\$ 90,535</u>	<u>\$ 168,258</u>	<u>\$ 1,296</u>	<u>\$ 3,584</u>

- - Continued

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
JUNE 30, 2011

	<u>Title I</u>	<u>Drug Free Schools</u>	<u>Early Childhood Education Development</u>	<u>Improving Teacher Quality</u>
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 5,923	\$ 18	\$ 297	\$ 297
Receivables:				
Intergovernmental . . . . .	98,653	484	11,900	4,032
Total assets. . . . .	<u>\$ 104,576</u>	<u>\$ 502</u>	<u>\$ 12,197</u>	<u>\$ 4,329</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits . . . . .	17,346	-	742	300
Interfund loans payable . . . . .	8,020	477	1,247	-
Intergovernmental payable . . . . .	697	-	3	159
Deferred revenue. . . . .	74,840	7	10,237	3,629
Pension obligation payable. . . . .	2,397	-	67	42
Total liabilities. . . . .	<u>103,300</u>	<u>484</u>	<u>12,296</u>	<u>4,130</u>
<b>Fund Balances:</b>				
Restricted:				
Non-public schools . . . . .	-	-	-	-
Special education . . . . .	-	-	-	-
Targeted academic assistance. . . . .	1,276	-	-	199
Other purposes . . . . .	-	18	-	-
Extracurricular . . . . .	-	-	-	-
Unassigned (deficit) . . . . .	-	-	(99)	-
Total fund balances (deficits). . . . .	<u>1,276</u>	<u>18</u>	<u>(99)</u>	<u>199</u>
Total liabilities and fund balances . . . . .	<u>\$ 104,576</u>	<u>\$ 502</u>	<u>\$ 12,197</u>	<u>\$ 4,329</u>

**Total  
Nonmajor  
Special Revenue  
Funds**

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\$ 137,092

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346,369

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\$ 483,461

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\$ 2,946

27,881

64,309

1,318

282,296

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5,278

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384,028

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36,714

2,924

1,475

19,542

38,907

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(129)

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99,433

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\$ 483,461

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Other Grants</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Management Information System</u>
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ -	\$ -	\$ 898	\$ -
Extracurricular . . . . .	12,850	78,982	-	-
Classroom materials and fees. . . . .	-	33,241	-	-
Contributions and donations . . . . .	1,650	1,193	-	-
Other local revenues . . . . .	1,528	2,886	-	-
Intergovernmental - state . . . . .	-	-	373,441	5,000
Intergovernmental - federal . . . . .	-	-	-	-
<b>Total revenue.</b> . . . .	<u>16,028</u>	<u>116,302</u>	<u>374,339</u>	<u>5,000</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	34,045	-	-	-
Special . . . . .	-	-	-	-
Other . . . . .	7,775	-	-	-
Support services:				
Pupil . . . . .	-	-	-	-
Instructional staff. . . . .	1,612	-	-	-
Administration . . . . .	-	-	-	-
Fiscal . . . . .	-	-	-	-
Operations and maintenance. . . . .	-	-	-	-
Central . . . . .	791	-	-	5,002
Operation of non-instructional . . . . .	-	440	445,349	-
Extracurricular activities. . . . .	-	100,291	-	-
<b>Total expenditures</b> . . . . .	<u>44,223</u>	<u>100,731</u>	<u>445,349</u>	<u>5,002</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	(28,195)	15,571	(71,010)	(2)
<b>Other financing sources:</b>				
Transfers in. . . . .	-	1,088	-	-
<b>Total other financing sources.</b> . . . . .	<u>-</u>	<u>1,088</u>	<u>-</u>	<u>-</u>
Net change in fund balances . . . . .	(28,195)	16,659	(71,010)	(2)
<b>Fund balances (deficit) at beginning of year</b> . . . . .	<u>39,180</u>	<u>22,248</u>	<u>107,724</u>	<u>(28)</u>
<b>Fund balances (deficit) at end of year</b> . . . . .	<u>\$ 10,985</u>	<u>\$ 38,907</u>	<u>\$ 36,714</u>	<u>\$ (30)</u>

<u>Data Communication</u>	<u>School Net Professional Development</u>	<u>Poverty Aid</u>	<u>IDEA, Part B Special Education</u>	<u>Education Stabilization</u>	<u>Stimulus Title II D</u>	<u>Limited English Proficiency</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
9,100	-	-	-	-	-	-
-	-	-	547,900	158,867	391	37,991
<u>9,100</u>	<u>-</u>	<u>-</u>	<u>547,900</u>	<u>158,867</u>	<u>391</u>	<u>37,991</u>
-	-	-	-	28,120	-	-
-	-	-	240,210	-	-	35,049
-	-	-	-	-	-	-
-	-	-	113,811	-	-	-
9,100	-	-	44,400	-	-	-
-	-	-	-	-	-	-
-	-	-	9,439	-	13	580
-	-	-	-	130,747	-	-
-	-	-	-	-	-	-
-	-	-	98,108	-	377	-
-	-	-	-	-	-	-
<u>9,100</u>	<u>-</u>	<u>-</u>	<u>505,968</u>	<u>158,867</u>	<u>390</u>	<u>35,629</u>
-	-	-	41,932	-	1	2,362
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	41,932	-	1	2,362
-	4,860	132	(39,008)	-	-	1,184
<u>\$ -</u>	<u>\$ 4,860</u>	<u>\$ 132</u>	<u>\$ 2,924</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 3,546</u>

-- Continued

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Title I</u>	<u>Drug Free Schools</u>	<u>Early Childhood Education Development</u>	<u>Improving Teacher Quality</u>
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ -	\$ -	\$ -	\$ -
Extracurricular . . . . .	-	-	-	-
Classroom materials and fees. . . . .	-	-	-	-
Contributions and donations . . . . .	-	-	-	-
Other local revenues . . . . .	-	-	-	-
Intergovernmental - state . . . . .	-	-	-	-
Intergovernmental - federal . . . . .	225,175	477	19,310	67,373
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenue. . . . .	225,175	477	19,310	67,373
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	-	-	-	63,557
Special . . . . .	170,401	-	18,759	-
Other . . . . .	-	-	-	-
Support services:				
Pupil . . . . .	1,495	-	-	-
Instructional staff. . . . .	7,800	650	-	3,231
Administration . . . . .	15,150	-	-	-
Fiscal . . . . .	3,766	-	366	1,217
Operations and maintenance. . . . .	-	-	-	-
Central . . . . .	-	-	-	-
Operation of non-instructional . . . . .	16,852	-	1,073	53
Extracurricular activities. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures . . . . .	215,464	650	20,198	68,058
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures. . . . .	9,711	(173)	(888)	(685)
<b>Other financing sources:</b>				
Transfers in. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances . . . . .	9,711	(173)	(888)	(685)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances (deficit) at beginning of year . . . . .</b>	(8,435)	191	789	884
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances (deficit) at end of year . . . .</b>	<u>\$ 1,276</u>	<u>\$ 18</u>	<u>\$ (99)</u>	<u>\$ 199</u>

<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ 898
-	91,832
-	33,241
-	2,843
-	4,414
-	387,541
-	<u>1,057,484</u>
-	<u>1,578,253</u>
2	125,724
-	464,419
-	7,775
-	115,306
-	66,793
-	15,150
-	15,381
-	130,747
-	5,793
-	562,252
-	<u>100,291</u>
<u>2</u>	<u>1,609,631</u>
(2)	(31,378)
-	<u>1,088</u>
-	<u>1,088</u>
(2)	(30,290)
<u>2</u>	<u>129,723</u>
<u>\$ -</u>	<u>\$ 99,433</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Other Grants Fund</u></b>			
Total revenues and other financing sources	\$ 16,193	\$ 16,193	\$ -
Total expenditures and other financing uses	<u>44,841</u>	<u>44,841</u>	<u>-</u>
Net change in fund balance	(28,648)	(28,648)	-
Fund balance at beginning of year	38,366	38,366	-
Prior year encumbrances appropriated	<u>690</u>	<u>690</u>	<u>-</u>
Fund balance at end of year	<u>\$ 10,408</u>	<u>\$ 10,408</u>	<u>\$ -</u>
<b><u>District Managed Student Activity Fund</u></b>			
Total revenues and other financing sources	\$ 117,392	\$ 117,392	\$ -
Total expenditures and other financing uses	<u>120,060</u>	<u>125,531</u>	<u>(5,471)</u>
Net change in fund balance	(2,668)	(8,139)	(5,471)
Fund balance at beginning of year	21,454	21,454	-
Prior year encumbrances appropriated	<u>9,376</u>	<u>9,376</u>	<u>-</u>
Fund balance at end of year	<u>\$ 28,162</u>	<u>\$ 22,691</u>	<u>\$ (5,471)</u>
<b><u>Auxiliary Services Fund</u></b>			
Total revenues and other financing sources	\$ 412,804	\$ 412,804	\$ -
Total expenditures and other financing uses	<u>558,385</u>	<u>558,385</u>	<u>-</u>
Net change in fund balance	(145,581)	(145,581)	-
Fund balance at beginning of year	28,782	28,782	-
Prior year encumbrances appropriated	<u>118,389</u>	<u>118,389</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,590</u>	<u>\$ 1,590</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Management Information System Fund</u></b>			
Total revenues and other financing sources	\$ 5,000	\$ 5,000	\$ -
Total expenditures and other financing uses	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>Data Communication Fund</u></b>			
Total revenues and other financing sources	\$ 9,100	\$ 9,100	\$ -
Total expenditures and other financing uses	<u>9,100</u>	<u>9,100</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>School Net Professional Development Fund</u></b>			
Fund balance at beginning of year	<u>\$ 4,860</u>	<u>\$ 4,860</u>	<u>\$ -</u>
Fund balance at end of year	<u>\$ 4,860</u>	<u>\$ 4,860</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Poverty Aid Fund</u></b>			
Fund balance at beginning of year	\$ 132	\$ 132	\$ -
Fund balance at end of year	<u>\$ 132</u>	<u>\$ 132</u>	<u>\$ -</u>
<b><u>IDEA, Part B Special Education</u></b>			
Total revenues and other financing sources	\$ 522,466	\$ 522,466	\$ -
Total expenditures and other financing uses	<u>533,154</u>	<u>544,604</u>	<u>(11,450)</u>
Net change in fund balance	(10,688)	(22,138)	(11,450)
Fund balance at beginning of year	12,632	12,632	-
Prior year encumbrances appropriated	<u>9,506</u>	<u>9,506</u>	<u>-</u>
Fund balance at end of year	<u>\$ 11,450</u>	<u>\$ -</u>	<u>\$ (11,450)</u>
<b><u>Education Stabilization Fund</u></b>			
Total revenues and other financing sources	\$ 158,867	\$ 158,867	\$ -
Total expenditures and other financing uses	<u>158,867</u>	<u>158,867</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Stimulus Title II D Fund</u></b>			
Total revenues and other financing sources	\$ 2,592	\$ 2,592	\$ -
Total expenditures and other financing uses	<u>1,006</u>	<u>2,893</u>	<u>(1,887)</u>
Net change in fund balance	1,586	(301)	(1,887)
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	<u>301</u>	<u>301</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,887</u>	<u>\$ -</u>	<u>\$ (1,887)</u>
<b><u>Limited English Proficiency Fund</u></b>			
Total revenues and other financing sources	\$ 37,992	\$ 37,992	\$ -
Total expenditures and other financing uses	<u>38,303</u>	<u>38,303</u>	<u>-</u>
Net change in fund balance	(311)	(311)	-
Fund balance at beginning of year	1,040	1,040	-
Prior year encumbrances appropriated	<u>380</u>	<u>380</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,109</u>	<u>\$ 1,109</u>	<u>\$ -</u>
<b><u>Title I Fund</u></b>			
Total revenues and other financing sources	\$ 237,072	\$ 237,072	\$ -
Total expenditures and other financing uses	<u>226,667</u>	<u>239,879</u>	<u>(13,212)</u>
Net change in fund balance	10,405	(2,807)	(13,212)
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	<u>3,111</u>	<u>3,111</u>	<u>-</u>
Fund balance at end of year	<u>\$ 13,516</u>	<u>\$ 304</u>	<u>\$ (13,212)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Drug Free Schools Fund</u></b>			
Total revenues and other financing sources	\$ 487	\$ 478	\$ (9)
Total expenditures and other financing uses	<u>660</u>	<u>651</u>	<u>9</u>
Net change in fund balance	(173)	(173)	-
Fund balance at beginning of year	<u>191</u>	<u>191</u>	<u>-</u>
Fund balance at end of year	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ -</u>
<b><u>Early Childhood Education Development</u></b>			
Total revenues and other financing sources	\$ 18,915	\$ 18,915	\$ -
Total expenditures and other financing uses	<u>19,684</u>	<u>19,704</u>	<u>(20)</u>
Net change in fund balance	(769)	(789)	(20)
Fund balance at beginning of year	535	535	-
Prior year encumbrances appropriated	<u>254</u>	<u>254</u>	<u>-</u>
Fund balance at end of year	<u>\$ 20</u>	<u>\$ -</u>	<u>\$ (20)</u>
<b><u>Improving Teacher Quality Fund</u></b>			
Total revenues and other financing sources	\$ 66,970	\$ 66,970	\$ -
Total expenditures and other financing uses	<u>67,937</u>	<u>67,937</u>	<u>-</u>
Net change in fund balance	(967)	(967)	-
Fund balance at beginning of year	967	967	-
Prior year encumbrances appropriated	<u>95</u>	<u>95</u>	<u>-</u>
Fund balance at end of year	<u>\$ 95</u>	<u>\$ 95</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Miscellaneous Federal Grants Fund</u></b>			
Total expenditures and other financing uses	\$ 2	\$ 2	\$ -
Net change in fund balance	(2)	(2)	-
Fund balance at beginning of year	2	2	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>Public School Support Fund</u></b>			
Total revenues and other financing sources	\$ 73,767	\$ 73,767	\$ -
Total expenditures and other financing uses	98,057	98,057	-
Net change in fund balance	(24,290)	(24,290)	-
Fund balance at beginning of year	50,202	50,202	-
Prior year encumbrances appropriated	17,110	17,110	-
Fund balance at end of year	<u>\$ 43,022</u>	<u>\$ 43,022</u>	<u>\$ -</u>
<b><u>Summer School Fund</u></b>			
Total revenues and other financing sources	\$ 5,659	\$ 5,659	\$ -
Total expenditures and other financing uses	2,365	2,365	-
Net change in fund balance	3,294	3,294	-
Fund balance at beginning of year	2,003	2,003	-
Fund balance at end of year	<u>\$ 5,297</u>	<u>\$ 5,297</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Termination Benefits Fund</u></b>			
Total revenues and other financing sources	\$ 250,000	\$ 250,000	\$ -
Total expenditures and other financing uses	<u>201,611</u>	<u>201,611</u>	<u>-</u>
Net change in fund balance	48,389	48,389	-
Fund balance at beginning of year	<u>229,016</u>	<u>229,016</u>	<u>-</u>
Fund balance at end of year	<u>\$ 277,405</u>	<u>\$ 277,405</u>	<u>\$ -</u>
<b><u>Special Trusts Fund</u></b>			
Total revenues and other financing sources	\$ 2,249	\$ 2,249	\$ -
Total expenditures and other financing uses	<u>16,989</u>	<u>17,105</u>	<u>(116)</u>
Net change in fund balance	(14,740)	(14,856)	(116)
Fund balance at beginning of year	<u>22,463</u>	<u>22,463</u>	<u>-</u>
Fund balance at end of year	<u>\$ 7,723</u>	<u>\$ 7,607</u>	<u>\$ (116)</u>
<b><u>Uniform School Supplies</u></b>			
Total revenues and other financing sources	\$ 141,087	\$ 141,087	\$ -
Total expenditures and other financing uses	<u>165,759</u>	<u>166,758</u>	<u>(999)</u>
Net change in fund balance	(24,672)	(25,671)	(999)
Fund balance at beginning of year	48,350	48,350	-
Prior year encumbrances appropriated	<u>5,013</u>	<u>5,013</u>	<u>-</u>
Fund balance at end of year	<u>\$ 28,691</u>	<u>\$ 27,692</u>	<u>\$ (999)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Recreation</u></b>			
Total expenditures and other financing uses	\$ 28,288	\$ 28,288	\$ -
Net change in fund balance	(28,288)	(28,288)	-
Fund balance at beginning of year	28,288	28,288	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Permanent Improvement Fund</u></b>			
Total revenues and other financing sources	\$ 1,008,525	\$ 1,008,525	\$ -
Total expenditures and other financing uses	<u>1,087,995</u>	<u>1,087,995</u>	<u>-</u>
Net change in fund balance	(79,470)	(79,470)	-
Fund balance at beginning of year	264,177	264,177	-
Prior year encumbrances appropriated	<u>33,396</u>	<u>33,396</u>	<u>-</u>
Fund balance at end of year	<u>\$ 218,103</u>	<u>\$ 218,103</u>	<u>\$ -</u>

# FAIRVIEW PARK CITY SCHOOL DISTRICT

## DESCRIPTION OF FUNDS

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### Nonmajor Enterprise Funds

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

**Food Services** - This fund accounts for the provision of food service to the high school and middle school.

**Day Care Services** - This fund accounts for services provided primarily to the general public for day care services, which are financed or recovered through user charges.

### Internal Service Fund

An Internal Service Fund is used to account for the financing of services provided by one department to the other departments of the government or to other districts on a cost reimbursement basis.

**Employee Flex Benefits Plan** - This fund accounts for a flexible benefits plan offered to District employees.

Since there is only one internal service, no combining financial statements are required.

### Fiduciary Funds

Fiduciary funds are used to account for assets when a governmental unit is functioning either as a trustee or an agent for another party. Because the governmental unit is functioning in a fiduciary capacity, the authority to employ, dispose of, or otherwise use the assets is determined not by a legislative body or oversight board but by the public laws and private agreements that create the trustee or agency relationship.

#### **Private Purpose Trust Fund**

**Endowment Trust** - This fund accounts for money set aside for two annual scholarships. The income from such a fund may be expended, but the principal must remain intact.

Since there is only one private-purpose trust, no combining financial statements are required.

#### **Agency Funds**

**District Agency** - This fund accounts for those assets held by a school district as an agent for individuals, private organization, other governmental units, and /or other funds. Agency funds could include a central payroll account, and funds for a teacher or parent-teacher organization. In an Agency fund, assets equal liabilities, and the fund balance is zero.

**Workers' Compensation** - This fund is used for Workers' Compensation Self-Insurance receipts and expenditures.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**  
COMBINING STATEMENT OF NET ASSETS  
NONMAJOR ENTERPRISE FUNDS  
JUNE 30, 2011

	<b>Food Service</b>	<b>Day Care Services</b>	<b>Total Nonmajor Enterprise Funds</b>
<b>Assets:</b>			
Current assets:			
Equity in pooled cash and cash equivalents . . . . .	\$ 3,270	\$ 8,566	\$ 11,836
Receivables:			
Accounts . . . . .	-	1,030	1,030
Intergovernmental. . . . .	27,283	-	27,283
Materials and supplies inventory. . . . .	7,334	-	7,334
Total current assets . . . . .	<u>37,887</u>	<u>9,596</u>	<u>47,483</u>
Noncurrent assets:			
Depreciable capital assets, net . . . . .	9,178	-	9,178
Total assets. . . . .	<u>47,065</u>	<u>9,596</u>	<u>56,661</u>
<b>Liabilities:</b>			
Accounts payable. . . . .	99	-	99
Accrued wages and benefits . . . . .	8,908	30,300	39,208
Compensated absences. . . . .	-	6,314	6,314
Pension obligation payable. . . . .	6,386	7,820	14,206
Interfund loan payable . . . . .	25,865	203,745	229,610
Intergovernmental payable . . . . .	477	1,297	1,774
Total current liabilities . . . . .	<u>41,735</u>	<u>249,476</u>	<u>291,211</u>
Long-term liabilities:			
Compensated absences payable. . . . .	19,265	29,155	48,420
Total long-term liabilities . . . . .	<u>19,265</u>	<u>29,155</u>	<u>48,420</u>
Total liabilities . . . . .	<u>61,000</u>	<u>278,631</u>	<u>339,631</u>
<b>Net assets:</b>			
Invested in capital assets . . . . .	9,178	-	9,178
Unrestricted (deficit) . . . . .	(23,113)	(269,035)	(292,148)
Total net assets (deficit) . . . . .	<u>\$ (13,935)</u>	<u>\$ (269,035)</u>	<u>\$ (282,970)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET ASSETS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<b>Food Service</b>	<b>Day Care Services</b>	<b>Total Nonmajor Enterprise Funds</b>
<b>Operating revenues:</b>			
Sales. . . . .	\$ 179,685	\$ -	\$ 179,685
Charges for services. . . . .	-	686,999	686,999
Other . . . . .	28,902	7,807	36,709
	<hr/>	<hr/>	<hr/>
Total operating revenues . . . . .	208,587	694,806	903,393
<b>Operating expenses:</b>			
Personal services. . . . .	177,419	522,680	700,099
Purchased services. . . . .	3,252	98,315	101,567
Materials and supplies . . . . .	201,237	56,053	257,290
Other. . . . .	667	-	667
Depreciation . . . . .	2,700	-	2,700
	<hr/>	<hr/>	<hr/>
Total operating expenses. . . . .	385,275	677,048	1,062,323
Operating income (loss) . . . . .	<hr/> (176,688)	<hr/> 17,758	<hr/> (158,930)
<b>Nonoperating revenues:</b>			
Grants and subsidies. . . . .	164,639	-	164,639
Federal donated commodities . . . . .	10,909	-	10,909
	<hr/>	<hr/>	<hr/>
Total nonoperating revenues. . . . .	175,548	-	175,548
Change in net assets. . . . .	(1,140)	17,758	16,618
<b>Net assets (deficit) at beginning of year .</b>	<hr/> (12,795)	<hr/> (286,793)	<hr/> (299,588)
<b>Net assets (deficit) at end of year . . . .</b>	<hr/> <u>\$ (13,935)</u>	<hr/> <u>\$ (269,035)</u>	<hr/> <u>\$ (282,970)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<b>Food Service</b>	<b>Day Care Services</b>	<b>Total Nonmajor Enterprise Funds</b>
<b>Cash flows from operating activities:</b>			
Cash received from sales/charges for services. . . . .	\$ 179,867	\$ 685,969	\$ 865,836
Cash received from other operations . . . . .	28,922	12,981	41,903
Cash payments for personal services. . . . .	(181,801)	(524,608)	(706,409)
Cash payments for contractual services . . . . .	(3,252)	(98,315)	(101,567)
Cash payments for materials and supplies . . . . .	(188,408)	(56,053)	(244,461)
Cash payments for other expenses . . . . .	(667)	-	(667)
Net cash provided by (used in) operating activities . . . . .	(165,339)	19,974	(145,365)
<b>Cash flows from noncapital financing activities:</b>			
Cash received from grants and subsidies. . . . .	137,356	-	137,356
Cash received from interfund loans . . . . .	25,865	203,745	229,610
Cash used in repayment of interfund loans. . . . .	-	(222,665)	(222,665)
Net cash provided by noncapital financing activities. . . . .	163,221	(18,920)	144,301
Net increase (decrease) in cash and cash cash equivalents . . . . .	(2,118)	1,054	(1,064)
<b>Cash and cash equivalents at beginning of year . . .</b>	5,388	7,512	12,900
<b>Cash and cash equivalents at end of year . . . . .</b>	<b>\$ 3,270</b>	<b>\$ 8,566</b>	<b>\$ 11,836</b>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>			
Operating income (loss) . . . . .	\$ (176,688)	\$ 17,758	\$ (158,930)
Adjustments:			
Depreciation. . . . .	2,700	-	2,700
Federal donated commodities . . . . .	10,909	-	10,909
Changes in assets and liabilities:			
Decrease in materials and supplies inventory . . . . .	1,878	-	1,878
Decrease in accounts receivable. . . . .	202	4,144	4,346
Increase in accounts payable . . . . .	42	-	42
Increase (decrease) in accrued wages and benefits . .	(128)	4,252	4,124
Increase (decrease) in intergovernmental payable. . .	(1)	158	157
(Decrease) in compensated absences payable . . . . .	(3,446)	(5,125)	(8,571)
(Decrease) in pension obligation payable . . . . .	(807)	(1,213)	(2,020)
Net cash provided by (used in) operating activities . . . . .	\$ (165,339)	\$ 19,974	\$ (145,365)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Food Services Fund</u></b>			
Total revenues and other financing sources	\$ 372,010	\$ 372,010	\$ -
Total expenses and other financing uses	<u>377,398</u>	<u>377,398</u>	<u>-</u>
Net change in fund equity	(5,388)	(5,388)	-
Fund equity at beginning of year	546	546	-
Prior year encumbrances appropriated	<u>4,842</u>	<u>4,842</u>	<u>-</u>
Fund equity at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>Day Care Services Fund</u></b>			
Total revenues and other financing sources	\$ 898,873	\$ 898,873	\$ -
Total expenses and other financing uses	<u>680,701</u>	<u>903,365</u>	<u>(222,664)</u>
Net change in fund equity	218,172	(4,492)	(222,664)
Fund equity at beginning of year	2,808	2,808	-
Prior year encumbrances appropriated	<u>4,704</u>	<u>4,704</u>	<u>-</u>
Fund equity at end of year	<u>\$ 225,684</u>	<u>\$ 3,020</u>	<u>\$ (222,664)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<b><u>Employee Benefits Self-Insurance</u></b>			
Total revenues and other financing sources	\$ 60,000	\$ 66,229	\$ 6,229
Total expenses and other financing uses	<u>91,495</u>	<u>99,925</u>	<u>(8,430)</u>
Net change in fund equity	(31,495)	(33,696)	(2,201)
Fund equity at beginning of year	<u>33,696</u>	<u>33,696</u>	<u>-</u>
Fund equity at end of year	<u>\$ 2,201</u>	<u>\$ -</u>	<u>\$ (2,201)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<b>Variance with Final Budget Positive (Negative)</b>
	<u>Final</u>	<u>Actual</u>	
<b><u>Endowment Trust Fund</u></b>			
Total revenues and other financing sources	\$ 74,987	\$ 74,987	\$ -
Total expenditures and other financing uses	<u>74,276</u>	<u>74,276</u>	<u>-</u>
Net change in fund equity	711	711	-
Fund equity at beginning of year	3,522,111	3,522,111	-
Prior year encumbrances appropriated	<u>19,000</u>	<u>19,000</u>	<u>-</u>
Fund equity at end of year	<u>\$ 3,541,822</u>	<u>\$ 3,541,822</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<b>Beginning Balance June 30, 2010</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance June 30, 2011</b>
<b><u>District Agency</u></b>				
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 570,043	\$ 2,430,172	\$ 2,853,852	\$ 146,363
Total assets . . . . .	\$ 570,043	\$ 2,430,172	\$ 2,853,852	\$ 146,363
<b>Liabilities:</b>				
Undistributed monies . . . . .	\$ 570,043	\$ 2,430,172	\$ 2,853,852	\$ 146,363
Total liabilities. . . . .	\$ 570,043	\$ 2,430,172	\$ 2,853,852	\$ 146,363
<b><u>Workers' Compensation</u></b>				
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 122,807	\$ 136,490	\$ 69,131	\$ 190,166
Total assets . . . . .	\$ 122,807	\$ 136,490	\$ 69,131	\$ 190,166
<b>Liabilities:</b>				
Undistributed monies . . . . .	\$ 122,807	\$ 136,490	\$ 69,131	\$ 190,166
Total liabilities. . . . .	\$ 122,807	\$ 136,490	\$ 69,131	\$ 190,166
<b><u>Student Managed Activities</u></b>				
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 62,778	\$ 71,413	\$ 67,479	\$ 66,712
Total assets . . . . .	\$ 62,778	\$ 71,413	\$ 67,479	\$ 66,712
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 300	\$ -	\$ 300	\$ -
Due to students . . . . .	62,478	71,413	67,179	66,712
Total liabilities. . . . .	\$ 62,778	\$ 71,413	\$ 67,479	\$ 66,712
<b><u>Totals</u></b>				
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 755,628	\$ 2,638,075	\$ 2,990,462	\$ 403,241
Total assets . . . . .	\$ 755,628	\$ 2,638,075	\$ 2,990,462	\$ 403,241
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 300	\$ -	\$ 300	\$ -
Undistributed monies . . . . .	692,850	2,566,662	2,922,983	336,529
Due to students . . . . .	62,478	71,413	67,179	66,712
Total liabilities. . . . .	\$ 755,628	\$ 2,638,075	\$ 2,990,462	\$ 403,241

# STATISTICAL SECTION



Learning to Believe & Achieve

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATISTICAL SECTION

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

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	<b>97-110</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	<b>111-116</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	<b>117-121</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	<b>122-123</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	<b>124-134</b>

**Sources:** Sources are noted on the individual schedules. The District implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NET ASSETS BY COMPONENT  
LAST NINE FISCAL YEARS (1)  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b>Governmental activities</b>				
Invested in capital assets, net of related debt	\$ 8,948,196	\$ 6,393,963	\$ 4,067,939	\$ 3,115,203
Restricted for:				
Capital projects	95,693	1,261,175	1,954,926	2,715,093
Debt service	2,344,828	2,443,764	2,374,692	2,266,165
Locally funded programs	10,985	39,180	-	-
State funded programs	128,670	112,716	-	-
Federally funded programs	171,206	54,051	-	-
Student activities	38,907	22,248	-	-
Public school support	-	65,549	-	-
Other purposes	-	22,416	-	-
Special Revenue	-	-	133,881	145,131
Set Asides	-	364,682	364,682	364,682
Unrestricted (deficit)	10,108,424	10,795,395	10,924,003	9,190,897
Total governmental activities net assets	<u>21,846,909</u>	<u>21,575,139</u>	<u>19,820,123</u>	<u>17,797,171</u>
<b>Business-type activities</b>				
Invested in capital assets	9,178	11,878	14,988	17,816
Unrestricted (deficit)	(292,148)	(311,466)	(189,365)	(12,444)
Total business-type activities net assets	<u>(282,970)</u>	<u>(299,588)</u>	<u>(174,377)</u>	<u>5,372</u>
<b>Primary government</b>				
Invested in capital assets, net of related debt	8,957,374	6,405,841	4,082,927	3,133,019
Restricted for:				
Capital projects	95,693	1,261,175	1,954,926	2,715,093
Debt service	2,344,828	2,443,764	2,374,692	2,266,165
Locally funded programs	10,985	39,180	-	-
State funded programs	128,670	112,716	-	-
Federally funded programs	171,206	54,051	-	-
Student activities	38,907	22,248	-	-
Public school support	-	65,549	-	-
Other purposes	-	22,416	-	-
Special Revenue	-	-	133,881	145,131
Set Asides	-	364,682	364,682	364,682
Unrestricted (deficit)	9,816,276	10,483,929	10,734,638	9,178,453
Total primary government net assets	<u>\$ 21,563,939</u>	<u>\$ 21,275,551</u>	<u>\$ 19,645,746</u>	<u>\$ 17,802,543</u>

**Source:** School District financial records.

(1) Information not available before 2003.

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$	19,694,843	\$ 2,895,485	\$ 6,533,198	\$ 6,454,502	\$ 6,825,611
	-	-	-	205	6,327
	248,507	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	304,764	304,764	392,581	308,424	136,706
	364,682	-	-	-	-
	(8,009,371)	(603,882)	(3,392,298)	(3,092,206)	(5,148,243)
	<u>12,603,425</u>	<u>2,596,367</u>	<u>3,533,481</u>	<u>3,670,925</u>	<u>1,820,401</u>
	20,643	23,471	26,298	-	-
	629	(9,366)	(35,345)	(117,889)	23,383
	<u>21,272</u>	<u>14,105</u>	<u>(9,047)</u>	<u>(117,889)</u>	<u>23,383</u>
	19,715,486	2,918,956	6,559,496	6,454,502	6,825,611
	-	-	-	205	6,327
	248,507	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	304,764	304,764	392,581	308,424	136,706
	364,682	-	-	-	-
	(8,008,742)	(613,248)	(3,427,643)	(3,210,095)	(5,124,860)
\$	<u>12,624,697</u>	<u>\$ 2,610,472</u>	<u>\$ 3,524,434</u>	<u>\$ 3,553,036</u>	<u>\$ 1,843,784</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**CHANGES IN NET ASSETS  
LAST NINE FISCAL YEARS (1)  
(ACCRUAL BASIS OF ACCOUNTING)**

<b>Expenses</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
<b>Governmental activities:</b>				
<b>Instruction:</b>				
Regular	\$ 10,442,452	\$ 10,359,053	\$ 9,734,851	\$ 7,894,286
Special	2,124,180	2,608,089	3,068,363	2,696,239
Vocational	88,669	172,084	17,430	5,070
Other instructional	24,695	6,538	15,305	31,041
<b>Support services:</b>				
Pupil	1,261,354	1,092,469	1,202,917	1,073,956
Instructional staff	1,406,625	1,297,713	1,764,724	1,228,859
Board of education	27,523	30,939	27,381	21,868
Administration	1,437,284	1,491,518	1,361,033	1,157,334
Fiscal	857,173	868,247	741,625	682,164
Business	20,454	201,637	219,281	57,978
Operations and maintenance	1,952,349	2,018,495	2,156,645	1,809,402
Pupil transportation	630,610	709,469	703,411	1,110,868
Central	602,701	585,207	244,236	228,198
Operation of non-instructional services	567,715	523,037	637,148	469,812
Extracurricular activities	556,263	454,972	613,848	386,666
Interest and fiscal charges	1,413,555	1,528,481	1,441,200	1,679,026
<b>Total governmental activities expenses</b>	<b>23,413,602</b>	<b>23,947,948</b>	<b>23,949,398</b>	<b>20,532,767</b>
<b>Business-type activities:</b>				
Food service	385,275	415,012	345,918	315,287
Day care services	677,048	725,270	925,404	863,641
<b>Total business-type activities expenses</b>	<b>1,062,323</b>	<b>1,140,282</b>	<b>1,271,322</b>	<b>1,178,928</b>
<b>Total primary government expenses</b>	<b>24,475,925</b>	<b>25,088,230</b>	<b>25,220,720</b>	<b>21,711,695</b>

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$	6,904,558	\$ 9,875,549	\$ 9,032,971	\$ 8,904,119	\$ 6,776,416
	2,475,614	2,846,548	2,268,896	2,272,917	1,979,968
	160,020	264,185	263,564	220,483	286,918
	25,479	89,072	63,463	50,001	61,962
	1,094,099	1,339,071	1,219,170	1,141,693	1,049,190
	1,228,523	1,323,560	1,304,437	1,227,243	1,104,580
	19,398	20,235	18,703	13,285	20,318
	918,746	1,396,018	1,210,899	1,102,402	1,247,051
	698,716	573,589	658,326	630,072	550,123
	23,176	24,882	29,590	63,239	68,259
	1,871,949	2,020,131	2,089,659	2,301,251	2,313,259
	524,392	578,268	578,576	510,430	732,717
	160,140	153,966	157,075	126,464	2,051,050
	636,714	537,553	515,554	571,843	590,799
	419,166	658,994	668,006	590,856	730,257
	1,380,019	1,659,845	185,695	188,960	206,162
	<u>18,540,709</u>	<u>23,361,466</u>	<u>20,264,584</u>	<u>19,915,258</u>	<u>19,769,029</u>
	222,957	564,054	411,975	279,944	245,478
	861,174	803,623	794,509	803,614	643,385
	<u>1,084,131</u>	<u>1,367,677</u>	<u>1,206,484</u>	<u>1,083,558</u>	<u>888,863</u>
	<u>19,624,840</u>	<u>24,729,143</u>	<u>21,471,068</u>	<u>20,998,816</u>	<u>20,657,892</u>

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

CHANGES IN NET ASSETS - (Continued)  
LAST NINE FISCAL YEARS (1)  
(ACCRUAL BASIS OF ACCOUNTING)

<b>Program Revenues</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
<b>Governmental activities:</b>				
Charges for services and sales:				
Instruction:				
Regular	\$ 369,546	\$ 373,012	\$ 262,454	\$ 272,244
Special	-	-	53,948	61,418
Vocational	-	-	333	939
Other instructional	2,257	3,435	-	408
Support services:				
Pupil	-	-	20,926	22,968
Instructional staff	479	11,063	31,346	5,663
Board of education	-	-	530	540
Administration	-	-	27,200	28,527
Fiscal	-	-	14,731	15,969
Business	-	-	4,098	1,423
Operations and maintenance	103,635	87,782	47,017	43,932
Pupil transportation	21,541	19,363	12,392	11,152
Central	230	307	6,587	5,466
Operation of non-instructional services	1,750	6,258	7,636	14,748
Extracurricular activities	117,699	99,970	100,987	98,290
Operating grants and contributions:				
Instruction:				
Regular	189,310	86,014	63,267	60,335
Special	654,196	673,625	405,537	319,520
Vocational	7,802	7,744	3,133	-
Adult/Continuing	-	-	-	-
Other instructional	290	-	17,258	6,743
Support services:				
Pupil	144,588	146,765	163,928	249,076
Instructional staff	77,163	101,288	38,154	87,891
Board of education	-	-	-	-
Administration	17,816	20,605	16,607	-
Fiscal	18,249	14,596	9,352	-
Operations and maintenance	130,747	78,839	-	-
Pupil transportation	-	38,444	-	-
Central	5,030	5,170	6,695	6,624
Operation of non-instructional services	519,233	527,822	556,617	525,936
Extracurricular activities	1,193	125	-	-
Capital grants and contributions:				
Instruction:				
Regular	-	-	-	-
Special	-	-	-	-
Support services:				
Instructional staff	-	-	-	-
Pupil transportation	-	-	-	6,510
Operations and maintenance	1,256	-	-	-
<b>Total governmental program revenues</b>	<b>2,384,010</b>	<b>2,302,227</b>	<b>1,870,733</b>	<b>1,846,322</b>
<b>Business-type activities:</b>				
Charges for services and sales:				
Food service	179,685	193,762	211,747	144,409
Day care services	686,999	637,749	688,074	841,474
Operating grants and contributions:				
Food service	175,548	145,805	125,262	111,834
<b>Total business-type activities program revenues</b>	<b>1,042,232</b>	<b>977,316</b>	<b>1,025,083</b>	<b>1,097,717</b>
<b>Total primary government program revenue</b>	<b>3,426,242</b>	<b>3,279,543</b>	<b>2,895,816</b>	<b>2,944,039</b>
<b>Net (Expense)/Revenue</b>				
Governmental activities	(21,029,592)	(21,645,721)	(22,078,665)	(18,686,445)
Business-type activities	(20,091)	(162,966)	(246,239)	(81,211)
<b>Total primary government net expense</b>	<b>(21,049,683)</b>	<b>(21,808,687)</b>	<b>(22,324,904)</b>	<b>(18,767,656)</b>

	2007	2006	2005	2004	2003
\$	305,364	\$ 408,350	\$ 295,774	\$ 469,616	\$ 370,849
	7,000	-	-	37,854	-
	-	-	-	6,825	-
	-	14,597	17,230	1,514	2,850
	-	31,231	-	44,468	16,585
	-	-	27,740	31,781	-
	1,510	1,515	4,713	-	-
	2,445	121,329	238,058	313,865	276,929
	-	-	-	6,191	-
	-	-	-	1,463	-
144,419	-	-	-	38,855	-
6,328	38,974	110,021	13,186	-	-
-	-	-	528	-	-
19,573	-	-	20,174	24,469	-
99,590	101,819	47,317	148,206	142,682	-
	70,533	76,432	85,321	87,404	94,373
	294,779	301,995	271,229	411,774	380,571
	66,019	51,943	40,966	60,338	-
	1,240	-	-	-	-
	15,592	-	-	-	-
	239,775	218,654	202,280	17,981	11,177
	30,546	58,587	35,216	57,387	46,687
	6,858	-	-	-	-
	-	-	-	-	1,435
	-	-	-	-	-
	-	-	-	-	-
	7,020	-	3,917	-	-
	-	-	-	-	-
	525,529	520,874	509,752	473,888	454,494
	-	-	-	1,723	1,850
	150,000	-	16,065	-	28,580
	-	-	-	5,670	29,987
	-	-	15,000	15,000	22,700
	-	-	-	-	-
	-	-	-	-	-
	<u>1,994,120</u>	<u>1,946,300</u>	<u>1,920,599</u>	<u>2,265,691</u>	<u>1,906,218</u>
	122,413	265,835	285,370	167,272	187,347
	858,810	836,309	807,963	727,942	686,351
	51,752	125,519	137,208	47,072	35,543
	<u>1,032,975</u>	<u>1,227,663</u>	<u>1,230,541</u>	<u>942,286</u>	<u>909,241</u>
	<u>3,027,095</u>	<u>3,173,963</u>	<u>3,151,140</u>	<u>3,207,977</u>	<u>2,815,459</u>
	(16,546,589)	(21,415,166)	(18,343,985)	(17,649,567)	(17,862,811)
	(51,156)	(140,014)	24,057	(141,272)	20,378
	<u>(16,597,745)</u>	<u>(21,555,180)</u>	<u>(18,319,928)</u>	<u>(17,790,839)</u>	<u>(17,842,433)</u>

-- Continued

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

CHANGES IN NET ASSETS - (Continued)  
LAST NINE FISCAL YEARS (1)  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental activities:				
Property taxes levied for:				
General purposes	\$ 14,008,337	\$ 15,773,158	\$ 16,115,346	\$ 16,016,359
Debt service	1,933,450	2,117,387	2,116,467	2,070,148
Grants and entitlements not restricted to specific programs	5,173,969	5,217,461	5,288,005	4,819,377
Investment earnings	127,727	223,267	513,033	905,764
Miscellaneous	57,879	69,464	68,766	97,534
Transfers	-	-	-	(28,992)
Total governmental activities	<u>21,301,362</u>	<u>23,400,737</u>	<u>24,101,617</u>	<u>23,880,190</u>
Business-type activities:				
Miscellaneous	36,709	37,755	66,490	36,319
Transfers	-	-	-	28,992
Non-operating (revenues):				
Proceeds from sale of capital assets	-	-	-	-
Total business-type activities	<u>36,709</u>	<u>37,755</u>	<u>66,490</u>	<u>65,311</u>
Total primary government	<u>21,338,071</u>	<u>23,438,492</u>	<u>24,168,107</u>	<u>23,945,501</u>
<b>Change in Net Assets</b>				
Governmental activities	271,770	1,755,016	2,022,952	5,193,745
Business-type activities	16,618	(125,211)	(179,749)	(15,900)
Total primary government	<u>\$ 288,388</u>	<u>\$ 1,629,805</u>	<u>\$ 1,843,203</u>	<u>\$ 5,177,845</u>

**Source:** School District financial records.

(1) Information not available before 2003.

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$	16,103,726	\$ 13,669,113	\$ 13,885,074	\$ 14,593,350	\$ 10,223,316
	2,110,733	1,493,351	478,714	535,625	381,800
	4,240,208	4,141,356	4,241,506	4,211,150	4,207,842
	1,925,490	1,209,937	153,109	46,092	79,566
	120,947	107,831	105,675	113,874	73,625
	-	(143,536)	(84,785)	-	(25,000)
	<u>24,501,104</u>	<u>20,478,052</u>	<u>18,779,293</u>	<u>19,500,091</u>	<u>14,941,149</u>
	14,150	14,920	-	-	-
	-	143,536	84,785	-	25,000
	-	4,710	-	-	-
	<u>14,150</u>	<u>163,166</u>	<u>84,785</u>	<u>-</u>	<u>25,000</u>
	<u>24,515,254</u>	<u>20,641,218</u>	<u>18,864,078</u>	<u>19,500,091</u>	<u>14,966,149</u>
	7,954,515	(937,114)	435,308	1,850,524	(2,921,662)
	(37,006)	23,152	108,842	(141,272)	45,378
\$	<u>7,917,509</u>	<u>(913,962)</u>	<u>544,150</u>	<u>1,709,252</u>	<u>(2,876,284)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PROGRAM REVENUES BY FUNCTION/PROGRAM  
LAST NINE FISCAL YEARS (1)  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b>Governmental activities:</b>				
Instruction:				
Regular	\$ 558,856	\$ 459,026	\$ 325,721	\$ 332,579
Special	654,196	673,625	459,485	380,938
Vocational	7,802	7,744	3,466	939
Adult/Continuing	-	-	-	-
Other instructional	2,547	3,435	17,258	7,151
Support services:				
Pupil	144,588	146,765	184,854	272,044
Instructional staff	77,642	112,351	69,500	93,554
Board of education	-	-	530	540
Administration	17,816	20,605	43,807	28,527
Fiscal	18,249	14,596	24,083	15,969
Business	-	-	4,098	1,423
Operations and maintenance	235,638	166,621	47,017	43,932
Pupil transportation	21,541	57,807	12,392	17,662
Central	5,260	5,477	13,282	12,090
Operation of non-instructional services	520,983	534,080	564,253	540,684
Extracurricular activities	118,892	100,095	100,987	98,290
<b>Total governmental activities</b>	<u>2,384,010</u>	<u>2,302,227</u>	<u>1,870,733</u>	<u>1,846,322</u>
<b>Business-type activities:</b>				
Food service	355,233	339,567	337,009	256,243
Day care services	686,999	637,749	688,074	841,474
<b>Total business-type activities</b>	<u>1,042,232</u>	<u>977,316</u>	<u>1,025,083</u>	<u>1,097,717</u>
<b>Total primary government</b>	<u>\$ 3,426,242</u>	<u>\$ 3,279,543</u>	<u>\$ 2,895,816</u>	<u>\$ 2,944,039</u>

Source: School District financial records.

(1) Information not available before 2003

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$	375,897	\$ 484,782	\$ 397,160	\$ 557,020	\$ 493,802
	301,779	301,995	271,229	455,298	410,558
	66,019	51,943	40,966	67,163	-
	1,240	-	-	-	-
	15,592	14,597	17,230	1,514	2,850
	239,775	249,885	202,280	62,449	27,762
	180,546	58,587	77,956	104,168	69,387
	8,368	1,515	4,713	-	-
	2,445	121,329	238,058	313,865	278,364
	-	-	-	6,191	-
	-	-	-	1,463	-
	144,419	-	-	38,855	-
	13,348	38,974	113,938	13,186	-
	-	-	-	528	-
	545,102	520,874	509,752	494,062	478,963
	99,590	101,819	47,317	149,929	144,532
	<u>1,994,120</u>	<u>1,946,300</u>	<u>1,920,599</u>	<u>2,265,691</u>	<u>1,906,218</u>
	174,165	391,354	422,578	214,344	222,890
	858,810	836,309	807,963	727,942	686,351
	<u>1,032,975</u>	<u>1,227,663</u>	<u>1,230,541</u>	<u>942,286</u>	<u>909,241</u>
\$	<u>3,027,095</u>	<u>\$ 3,173,963</u>	<u>\$ 3,151,140</u>	<u>\$ 3,207,977</u>	<u>\$ 2,815,459</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2011 (1)</u>	<u>2010 (2)</u>	<u>2009</u>	<u>2008</u>
General Fund:				
Committed	\$ 178,302	\$ -	\$ -	\$ -
Assigned	326,450	-	-	-
Unassigned	12,512,850	-	-	-
Reserved	-	2,889,744	3,089,568	2,604,233
Unreserved (deficit)	-	9,225,324	9,066,925	7,599,626
Total general fund	<u>13,017,602</u>	<u>12,115,068</u>	<u>12,156,493</u>	<u>10,203,859</u>
All Other Governmental Funds:				
Restricted	2,652,841	-	-	-
Committed	299,333	-	-	-
Unassigned (deficit)	(129)	-	-	-
Reserved	-	1,120,673	661,129	733,740
Unreserved (deficit), reported in:				
Special revenue funds	-	(27,915)	166,615	261,212
Debt service funds	-	2,122,537	2,045,656	2,011,929
Capital projects funds	-	616,222	965,628	2,416,869
Total all other governmental funds	<u>2,952,045</u>	<u>3,831,517</u>	<u>3,839,028</u>	<u>5,423,750</u>
Total governmental funds	<u>\$ 15,969,647</u>	<u>\$ 15,946,585</u>	<u>\$ 15,995,521</u>	<u>\$ 15,627,609</u>

**Source:** School District financial records.

- (1) The District implemented GASB 54 in fiscal year 2011.
- (2) Fund balance has been restated from amounts previously reported due to implementation of GASB 54.

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
2,581,171	1,974,419	2,607,649	3,361,446	2,267,368	3,914,436
3,976,489	194,327	(636,533)	(537,177)	(757,080)	768,280
<u>6,557,660</u>	<u>2,168,746</u>	<u>1,971,116</u>	<u>2,824,269</u>	<u>1,510,288</u>	<u>4,682,716</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,682,603	614,617	377,824	171,019	129,160	229,761
229,768	214,666	278,466	255,425	177,987	143,202
2,007,092	1,829,141	819,722	747,052	582,196	607,264
4,985,364	26,351,410	(272,039)	285,233	249,003	164,944
<u>13,904,827</u>	<u>29,009,834</u>	<u>1,203,973</u>	<u>1,458,729</u>	<u>1,138,346</u>	<u>1,145,171</u>
<u>\$ 20,462,487</u>	<u>\$ 31,178,580</u>	<u>\$ 3,175,089</u>	<u>\$ 4,282,998</u>	<u>\$ 2,648,634</u>	<u>\$ 5,827,887</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS (1)  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b>Revenues</b>				
From local sources:				
Taxes	\$ 17,064,594	\$ 17,595,767	\$ 18,168,781	\$ 18,215,926
Intergovernmental	6,736,014	6,835,178	6,497,091	6,058,755
Tuition	195,792	207,506	314,045	320,322
Earnings on investments	121,957	208,581	513,033	905,764
Extracurricular	160,095	153,008	183,195	157,585
Charges for services	-	-	-	-
Classroom materials and fees	136,074	135,664	-	-
Rentals	103,635	87,782	115,447	107,987
Customer sales and services	-	-	-	-
Contributions and donations	11,041	13,469	14,548	15,744
Other local revenues	79,420	104,694	68,766	97,534
Total revenues	<u>24,608,622</u>	<u>25,341,649</u>	<u>25,874,906</u>	<u>25,879,617</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	9,292,770	9,406,536	8,778,083	8,164,321
Special	2,127,551	2,723,835	3,004,012	2,823,014
Vocational	88,669	172,084	17,430	5,070
Other	24,695	6,538	15,305	31,041
Support services:				
Pupil	1,253,749	1,121,925	1,167,004	1,162,803
Instructional staff	1,382,636	1,304,854	1,654,506	1,272,959
Board of education	27,523	30,939	27,381	21,868
Administration	1,434,797	1,557,313	1,336,634	1,150,542
Fiscal	852,313	861,725	742,080	678,772
Business	37,798	184,293	219,281	57,978
Operations and maintenance	1,809,114	2,014,311	2,271,267	1,776,897
Pupil transportation	535,905	736,858	640,776	1,138,995
Central	598,003	576,868	240,556	226,286
Operation of non-instructional services:				
Other non-instructional services	562,698	519,876	603,912	494,444
Extracurricular activities	554,880	454,972	609,636	393,906
Facilities acquisition and construction	1,573,926	1,263,770	1,765,933	8,862,724
Issuance costs	-	-	-	-
Debt service:				
Principal retirement	1,265,000	1,185,000	1,145,000	1,110,000
Interest and fiscal charges	1,197,228	1,268,888	1,268,198	1,303,883
Total expenditures	<u>24,619,255</u>	<u>25,390,585</u>	<u>25,506,994</u>	<u>30,675,503</u>
Excess of revenues over (under) expenditures	<u>(10,633)</u>	<u>(48,936)</u>	<u>367,912</u>	<u>(4,795,886)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	1,126,578	2,546,391	402,013	650,529
Transfers (out)	(1,092,883)	(2,546,391)	(402,013)	(689,521)
General obligation bonds issued	-	-	-	-
Refunding bonds issued	-	-	-	-
Premium on bonds	-	-	-	-
Payment refunded bond escrow agent	-	-	-	-
Total other financing sources (uses)	<u>33,695</u>	<u>-</u>	<u>-</u>	<u>(38,992)</u>
Net change in fund balances	<u>\$ 23,062</u>	<u>\$ (48,936)</u>	<u>\$ 367,912</u>	<u>\$ (4,834,878)</u>
Debt service as a percentage of noncapital expenditures	10.63%	10.22%	10.20%	11.45%

**Source:** School District financial records.

(1) Includes General, Special Revenue, Capital Projects, and Debt Service funds.

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$	17,908,931	\$ 15,155,771	\$ 14,120,388	\$ 15,142,130	\$ 10,618,043	\$ 14,731,773
	5,640,961	5,369,843	5,463,813	5,332,497	5,162,935	5,236,825
	284,113	327,730	203,301	160,538	239,877	221,156
	1,849,715	1,209,937	153,109	46,092	79,566	191,354
	164,835	236,449	166,754	201,997	253,243	177,931
	-	-	236,439	287,212	265,528	-
	-	-	54,153	54,564	124,445	-
	144,419	102,244	-	-	-	-
	-	44,363	-	-	-	-
	-	-	-	-	-	-
	114,794	112,318	104,966	217,857	114,307	257,320
	<u>26,107,768</u>	<u>22,558,655</u>	<u>20,502,923</u>	<u>21,442,887</u>	<u>16,857,944</u>	<u>20,816,359</u>
	7,539,460	8,759,003	8,966,247	8,453,660	8,428,788	8,080,299
	2,611,307	2,656,532	2,466,075	2,258,529	2,006,627	1,727,997
	196,241	252,072	263,564	220,483	286,918	233,109
	25,479	90,271	63,462	48,091	61,962	52,186
	1,257,308	1,208,232	1,262,717	1,127,305	1,052,417	985,221
	1,228,741	1,235,230	1,316,040	1,182,035	1,217,594	1,127,143
	19,398	20,235	18,703	13,285	20,318	19,259
	1,056,596	1,088,483	1,169,552	1,171,696	1,259,362	1,258,887
	653,957	580,953	652,933	623,677	561,971	457,862
	23,176	24,882	29,590	63,239	68,259	60,541
	1,744,105	1,917,837	2,121,366	2,260,446	2,334,227	2,340,574
	479,562	563,147	546,265	512,385	751,567	782,724
	154,605	164,209	153,829	122,657	92,266	73,482
	545,938	576,530	509,614	555,286	606,525	555,689
	392,708	662,119	665,031	589,050	728,451	630,125
	16,697,008	2,609,671	733,020	22,849	19,200	514,817
	-	323,735	-	-	-	-
	860,000	194,252	400,000	395,000	380,000	489,342
	<u>1,338,272</u>	<u>1,445,436</u>	<u>185,388</u>	<u>188,877</u>	<u>199,203</u>	<u>220,527</u>
	<u>36,823,861</u>	<u>24,372,829</u>	<u>21,523,396</u>	<u>19,808,550</u>	<u>20,075,655</u>	<u>19,609,784</u>
	<u>(10,716,093)</u>	<u>(1,814,174)</u>	<u>(1,020,473)</u>	<u>1,634,337</u>	<u>(3,217,711)</u>	<u>1,206,575</u>
	111,987	322,589	507,668	344,455	189,568	145,855
	(111,987)	(466,126)	(595,077)	(344,455)	(214,568)	(238,855)
	-	28,499,992	-	-	-	-
	-	2,729,999	-	-	-	-
	-	1,587,906	-	-	-	-
	-	(2,856,695)	-	-	-	-
	-	<u>29,817,665</u>	<u>(87,409)</u>	-	<u>(25,000)</u>	<u>(93,000)</u>
\$	<u>(10,716,093)</u>	<u>\$ 28,003,491</u>	<u>\$ (1,107,882)</u>	<u>\$ 1,634,337</u>	<u>\$ (3,242,711)</u>	<u>\$ 1,113,575</u>
	10.92%	7.53%	2.83%	2.95%	2.89%	3.86%

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS

Collection Year	Real Property			Tangible Personal Property			
	Assessed Value		Estimated Actual Value	Public Utility		General Business	
	Residential/ Agriculture	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2011	\$ 305,982,830	\$ 50,243,140	\$ 1,017,788,486	\$ 3,580,770	\$ 4,069,057	\$ -	\$ -
2010	305,491,860	50,287,470	1,016,512,371	3,498,100	3,975,114	566,680	-
2009	335,337,310	51,766,400	1,106,010,600	3,279,780	3,727,023	1,941,250	-
2008	335,246,870	45,831,290	1,088,794,743	3,124,260	3,550,295	2,961,371	47,381,936
2007	335,682,410	47,968,840	1,096,146,428	4,854,800	5,516,818	2,537,878	13,535,349
2006	306,197,510	45,690,860	1,010,185,514	5,810,780	6,603,159	3,610,219	14,440,876
2005	306,058,080	47,366,350	1,002,346,571	5,695,270	6,471,898	4,394,927	18,312,196
2004	306,013,590	44,667,210	940,227,400	6,063,330	6,890,148	5,363,328	22,347,200
2003	285,841,720	42,237,870	941,631,086	6,033,900	6,856,705	6,265,890	25,063,560
2002	280,100,410	43,470,470	946,579,686	8,312,650	9,446,193	6,314,181	25,256,724

**Note:** The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually. General business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75 percent for 2006, 12.5 percent for 2008, 6.25 percent for 2008 and zero for 2009.

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

**Source:** Office of the Auditor, Cuyahoga County

<b>Assessed Value</b>	<b>Total Estimated Actual Value</b>	<b>Ratio</b>	<b>Weighted Average Tax Rate</b>
\$ 359,806,740	\$ 1,021,857,543	35.21%	52.370000
359,844,110	1,020,487,485	35.26%	52.370000
392,324,740	1,109,737,623	35.35%	53.486814
387,163,791	1,139,726,974	33.97%	53.225526
391,043,928	1,115,198,595	35.06%	53.008178
361,309,369	1,031,229,549	35.04%	51.693348
363,514,627	1,027,130,665	35.39%	46.788929
362,107,458	969,464,748	37.35%	45.850102
340,379,380	973,551,351	34.96%	41.728058
338,197,711	981,282,603	34.46%	41.981638

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PROPERTY TAX RATES  
(RATE PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS

Tax Year/ Collection Year	Direct Tax Rates			Overlapping Tax Rates			Total Levy
	Voted		Unvoted	Total Direct	County Levy	City Levy	
	General	Bond					
2010/2011	85.77	6.93	4.70	97.40	20.60	11.80	129.80
2009/2010	85.77	6.93	4.70	97.40	20.60	11.80	129.80
2008/2009	85.17	6.23	4.70	96.10	20.60	11.80	128.50
2007/2008	85.17	6.13	4.70	96.00	20.20	11.80	128.00
2006/2007	84.87	6.03	4.70	95.60	20.20	11.80	127.60
2005/2006	84.47	6.43	4.70	95.60	20.30	11.80	127.70
2004/2005	84.67	1.53	4.70	90.90	20.30	11.80	123.00
2003/2004	79.97	1.63	4.70	86.30	19.40	11.80	117.50
2002/2003	79.97	1.63	4.70	86.30	17.60	11.80	115.70
2001/2002	75.87	1.63	4.70	82.20	17.60	11.80	111.60

**Source:** Cuyahoga County Auditor's Office - Data is presented on a calendar year basis consistent with the County Auditor's method of maintaining the information. Composite Reduction Factor report for tax year 2008.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PROPERTY TAX LEVIES AND COLLECTIONS (1)  
LAST TEN YEARS

<b>Collection Year</b>	<b>Current Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percent of Current Levy Collected</b>	<b>Delinquent Tax Collections (2)</b>	<b>Total Tax Collection</b>	<b>Total Collection As a Percent of Total Levy</b>
2011	\$ 20,793,529	\$ 19,732,467	94.90%	\$ 504,382	\$ 20,236,849	97.32%
2010	20,610,274	19,681,628	95.49%	523,827	20,205,455	98.04%
2009	20,538,092	19,852,476	96.66%	509,858	20,362,334	99.14%
2008	20,640,379	20,001,559	96.90%	549,105	20,550,664	99.57%
2007	20,712,324	18,947,673	91.48%	508,891	19,456,564	93.94%
2006	18,632,338	17,125,759	91.91%	378,648	17,504,407	93.95%
2005	17,017,020	16,603,185	97.57%	298,560	16,901,745	99.32%
2004	17,086,908	16,527,801	96.73%	158,712	16,686,513	97.66%
2003	17,113,202	15,146,291	88.51%	374,682	15,520,973	90.70%
2002	14,172,393	13,746,723	97.00%	198,041	13,944,764	98.39%

**Source:** Office of the Auditor, Cuyahoga County.

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

(2) The County does not identify delinquent tax collections by tax year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PRINCIPAL TAXPAYERS  
REAL ESTATE TAX  
DECEMBER 31, 2010 AND DECEMBER 31, 2001

<b>December 31, 2010</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Real Estate Assessed Value</b>
Z & Sons Limited Partnership	\$ 5,950,000	1	1.67%
Fairview Shopping Center	4,138,690	2	1.16%
Cleveland Electric Illuminating	2,818,880	3	0.79%
Lawn Village, Inc.	2,439,220	4	0.68%
200 West Apartments	1,855,000	5	0.52%
West Valley Medical	1,751,550	6	0.49%
McGowan Real Estate	1,136,250	7	0.32%
Positive Education	1,070,100	8	0.30%
Stallard-Schrief Fam. Ltd.	805,000	9	0.23%
Fairview Park Senior Apartments	752,710	10	0.21%
Totals	\$ 22,717,400		6.38%
Total Assessed Valuation	\$ 356,225,970		

<b>December 31, 2001</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Real Estate Assessed Value</b>
Westgate Joint Venture	\$ 13,899,990	1	4.30%
Z & Sons Limited Partnership	7,019,150	2	2.17%
Fairview Shopping Center Corporation	3,937,080	3	1.22%
Westgate Joint Venture	2,798,500	4	0.86%
Higbee Co.	2,458,890	5	0.76%
Lawn Village, Inc.	2,355,430	6	0.73%
200 West Apartments	1,941,800	7	0.60%
Westgate Medical Building	1,129,520	8	0.35%
Center Ridge Equities	972,410	9	0.30%
Stallard-Schrier Fam. Limited Partnership	906,610	10	0.28%
Totals	\$ 37,419,380		11.56%
Total Assessed Valuation	\$ 323,570,880		

Source: Office of the Auditor, Cuyahoga County

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PRINCIPAL TAXPAYERS  
TANGIBLE AND PUBLIC UTILITY PERSONAL PROPERTY TAX  
DECEMBER 31, 2010 AND DECEMBER 31, 2001

<b>December 31, 2010</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Tangible Personal Property Assessed Value</b>
Cleveland Electric Illuminating Co.	\$ 2,818,880	1	78.72%
East Ohio Gas Co.	670,460	2	18.72%
Totals	\$ 3,489,340		97.45%
Toal Assessed Valuation	\$ 3,580,770		

<b>December 31, 2001</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Tangible Personal Property Assessed Value</b>
Cleveland Electric Illuminating Co.	\$ 2,424,770	1	16.58%
Ohio Bell Telephone Company	1,973,780	2	13.49%
Tops Markets LLC	809,890	3	5.54%
Kohl's Department Stores, Inc.	682,180	4	4.66%
East Ohio Gas Co.	523,260	5	3.58%
Office Depot, Inc.	338,690	6	2.32%
American Transmission System	301,380	7	2.06%
LCI International Communication	247,200	8	1.69%
Cox Cable Cleveland	199,970	9	1.37%
The Gap, Inc.	198,740	10	1.36%
Totals	\$ 7,699,860		52.64%
Toal Assessed Valuation	\$ 14,626,831		

**Source:** Office of the Auditor, Cuyahoga County

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
ATTRIBUTABLE TO GOVERNMENTAL ACTIVITIES  
JUNE 30, 2011

	<b>Debt Attributable to Governmental Activities</b>	<b>Percentage Applicable to School District (1)</b>	<b>Amount of Direct and Overlapping Debt</b>
<b>Overlapping debt:</b>			
City of Fairview Park	21,935,000	94.54%	\$ 20,736,501
Cuyahoga County	319,446,948	1.21%	3,853,613
Regional Transit Authority	<u>152,760,000</u>	1.21%	<u>1,842,803</u>
Total overlapping debt	494,141,948		26,432,916
<b>Direct debt</b>	<u>26,624,993</u>	100.00%	<u>26,624,993</u>
<b>Total direct and overlapping debt</b>	<u>\$ 520,766,941</u>		<u>\$ 53,057,909</u>

**Source:** Office of the Auditor, Cuyahoga County

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the District by the total assessed valuation of the government. The valuations used were for the 2011 collection year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

<u>Governmental Activities</u>					
<u>Fiscal Year</u>		<u>General Obligation Bonds (1)</u>	<u>Percentage of Total Personal Income (2)</u>		<u>Per Capita (2)</u>
2011	\$	26,624,993	5.35%	\$	1,582
2010		27,659,992	5.98%		1,644
2009		30,212,992	6.54%		1,719
2008		29,989,992	6.49%		1,707
2007		31,099,992	6.73%		1,770
2006		31,959,992	6.91%		1,819
2005		3,865,000	0.84%		220
2004		3,669,993	0.79%		209
2003		4,064,993	0.88%		231
2002		4,444,993	0.96%		253

**Source:** School District financial records.

(1) Excludes unamortized premiums and accreted interest on capital appreciation bonds.

(2) See "Demographic and Economic Statistics" for population and personal income information.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**RATIO OF DEBT TO ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY AND DEBT PER CAPITA  
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	(2) Estimated Actual Value of Taxable Property	General Bonded Debt			Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt Per Capita
			General Bonded Debt Outstanding	Resources Available to Pay Principal	Net General Bonded Debt		
2011	16,826	\$ 1,021,857,543	\$ 26,624,993	\$ 2,457,586	\$ 24,167,407	2.37%	1,436
2010	17,572	1,020,487,485	27,659,992	2,442,316	25,217,676	2.47%	1,435
2009	17,572	1,109,737,623	30,212,992	2,372,936	27,840,056	2.51%	1,584
2008	17,572	1,139,726,974	29,989,992	2,276,690	27,713,302	2.43%	1,577
2007	17,572	1,115,198,595	31,099,992	2,250,270	28,849,722	2.59%	1,642
2006	17,572	1,031,229,549	31,959,992	2,044,406	29,915,586	2.90%	1,702
2005	17,572	1,027,130,665	3,865,000	886,766	2,978,234	0.29%	169
2004	17,572	969,464,748	3,669,993	838,432	2,831,561	0.29%	161
2003	17,572	973,551,351	4,064,993	630,288	3,434,705	0.35%	195
2002	17,572	981,282,603	4,444,993	755,077	3,689,916	0.38%	210

**Source:** School District financial records.

(1) See "Demographic and Economic Statistics" for population information.

(2) See "Assessed Valuation and estimated Actual Value of Taxable Property" for estimated actual value of taxable property information.

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMPUTATION OF LEGAL DEBT MARGIN  
LAST TEN FISCAL YEARS**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<b><u>Voted</u></b>				
Assessed Valuation	\$ 359,806,740	\$ 359,844,110	\$ 392,324,740	\$ 387,163,791
Debt Limit - 9% of assessed value	\$ 32,382,607	\$ 32,385,970	\$ 35,309,227	\$ 34,844,741
Amount of debt applicable to debt limit:				
General obligation bonds (1)	26,624,993	27,659,992	30,212,992	29,989,992
Less amount available in debt service	(2,457,586)	(2,442,316)	(2,372,936)	(2,276,690)
Total	24,167,407	25,217,676	27,840,056	27,713,302
Overall debt margin	\$ 8,215,200	\$ 7,168,294	\$ 7,469,171	\$ 7,131,439
Total net debt applicable to limit as a percentage of debt limit	74.63%	77.87%	78.85%	79.53%
<b><u>Unvoted</u></b>				
Debt margin - .10% of assessed value	\$ 359,807	\$ 359,844	\$ 392,325	\$ 387,164
Amount of debt applicable	-	-	-	-
Unvoted debt margin	\$ 359,807	\$ 359,844	\$ 392,325	\$ 387,164

**Source:** School District financial records.

(1) Excludes unamortized premiums and accreted interest on capital appreciation bonds.

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 391,043,298	\$ 361,309,369	\$ 363,514,623	\$ 362,107,458	\$ 340,379,380	\$ 338,197,711
\$ 35,193,897	\$ 32,517,843	\$ 32,716,316	\$ 32,589,671	\$ 30,634,144	\$ 30,437,794
31,099,992	31,959,992	3,865,000	3,669,993	4,064,993	4,444,993
(2,250,270)	(2,044,406)	(886,766)	(838,432)	(630,288)	(755,077)
28,849,722	29,915,586	2,978,234	2,831,561	3,434,705	3,689,916
\$ 6,344,175	\$ 2,602,257	\$ 29,738,082	\$ 29,758,110	\$ 27,199,439	\$ 26,747,878
81.97%	92.00%	9.10%	8.69%	11.21%	12.12%
\$ 391,043	\$ 361,309	\$ 363,515	\$ 362,107	\$ 340,379	\$ 338,198
-	-	-	-	-	-
\$ 391,043	\$ 361,309	\$ 363,515	\$ 362,107	\$ 340,379	\$ 338,198

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

<b>Year</b>	<b>Fairview Park Population (1)</b>	<b>Average Personal Income (1)</b>	<b>Per Capita Personal Income (1)</b>	<b>Cuyahoga County Unemployment Rate</b>
2011	16,826	\$ 497,477,516	\$ 29,566	7.9%
2010	17,572	462,258,972	26,307	9.7%
2009	17,572	462,258,972	26,307	9.1%
2008	17,572	462,258,972	26,307	6.5%
2007	17,572	462,258,972	26,307	6.1%
2006	17,572	462,258,972	26,307	5.5%
2005	17,572	462,258,972	26,307	6.2%
2004	17,572	462,258,972	26,307	6.2%
2003	17,572	462,258,972	26,307	6.8%
2002	17,572	462,258,972	26,307	6.7%

(1) 2002-2010: U. S. Census Bureau - 2000 Census. 2011: U.S. Census Bureau - 2010 Census.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PRINCIPAL EMPLOYERS  
CURRENT YEAR AND FIVE YEARS AGO

		<b>2010</b>	
<b>Employer</b>	<b>Nature of Business</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>
Fairview Park CSD	School District	413	6.86%
Target Corporation	Retail	323	5.37%
Cleveland Metroparks System	Metroparks System	236	3.92%
Cuyahoga County Auditor	County Government	198	3.29%
Analex Corporation	Information Technology	152	2.53%
U.S. Department of Interior	Federal	149	2.48%
ASRC Areospace Corporation	Engineering and Information Technology	139	2.31%
Riser Foods	Retail	102	1.70%
McGowan & Company	Health Care Services	92	1.53%
Westside Cardiology	Hospital & Health Services (Consulting)	58	0.96%
Total		<u>1,862</u>	<u>30.95%</u>
Total employment within the District (1)		<u>6,017</u>	

		<b>2005 (2)</b>	
<b>Employer</b>	<b>Nature of Business</b>	<b>Number of Employees</b>	<b>Percentage of Total Employment</b>
City of Fairview Park	City	573	6.36%
Dillard's Inc.	Department Store	350	3.89%
Fairview Park CSD	School District	301	3.34%
Avadax Inc.	Data Entry Services	300	3.33%
Kohl's	Department Store	100	1.11%
Apple American LP	Restaurant	75	0.83%
Healthcare Circle Inc.	Home Health Care Services	75	0.83%
St. Angela Merici School	School	70	0.78%
Cuyahoga County Library	Library	60	0.67%
Strang Corp.	Restaurant	55	0.61%
Freedom Management Corp.	Bankers	55	0.61%
Total		<u>2,014</u>	<u>22.36%</u>
Total employment within the District (1)		<u>9,004</u>	

**Source:** For 2010 the number of employees were obtained from W-2's from RITA. For 2005 Cuyahoga County Library database.

(1) U.S. Census Bureau - 2000 Census most recent available data.

(2) Information prior to 2005 is not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**BUILDING STATISTICS BY FUNCTION/PROGRAM  
CURRENT FISCAL YEAR**

**Administration Building**

Constructed in 1964, 1969  
Total Building Square Footage 4,119  
Enrollment Grades None  
Student Capacity - 0  
Regular Instruction Classrooms - 0  
Regular Instruction Teachers - 0  
Special Instruction Teachers - 0  
Date Vacated - January 1, 2008

**Fairview High School**

Constructed in 1929, 1948, 1952, 1954  
1960, 1968, 1970, 1978  
Total Building Square Footage 160,559  
Enrollment Grades - 9-12  
Student Capacity - 850  
Regular Instruction Classrooms - 34  
Regular Instruction Teachers - 27.7  
Special Instruction Teachers - 4.5

**Lewis F. Mayer Middle School**

Constructed in 1954, 1960, 1968  
Total Building Square Footage 30,790  
Enrollment Grades - 7 - 8  
Student Capacity - 450  
Regular Instruction Classrooms - 18  
Regular Instruction Teachers - 13.5  
Special Instruction Teachers - 2

**Gilles Sweet Elementary School**

Constructed in 2007  
Total Building Square Footage 104,987  
Enrollment Grades - K - 6  
Student Capacity - 882  
Regular Instruction Classrooms - 34.2  
Regular Instruction Teachers - 35.9  
Special Instruction Teachers - 10.6

**Parkview Intermediate School**

Constructed in 1952, 1959, 1966  
Total Building Square Footage 40,086  
Enrollment Grades - Preschool, Day Care  
Student Capacity - 500  
Regular Instruction Classrooms - 6  
Regular Instruction Teachers - 5  
Special Instruction Teachers - 2

**Source:** School District records.

Latest information available

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PER PUPIL COST  
LAST NINE FISCAL YEARS

<b>Fiscal Year</b>	<b>Governmental Activities Expenses</b>	<b>Enrollment (1)</b>	<b>Cost Per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil/Teacher Ratio</b>
2011	\$ 23,413,602	1,760	\$ 13,303	-2.1%	126.0	14.0
2010	23,947,948	1,763	13,584	-9.0%	127.0	13.9
2009	23,949,398	1,605	14,922	17.7%	128.0	12.5
2008	21,121,023	1,666	12,678	8.2%	137.0	12.2
2007	23,470,861	1,699	13,815	7.7%	130.0	13.1
2006	23,361,466	1,821	12,829	15.3%	140.0	13.0
2005	20,264,584	1,822	11,122	2.3%	145.0	12.6
2004	19,915,258	1,831	10,877	2.9%	152.0	12.0
2003	19,769,029	1,871	10,566	2.3%	136.0	13.8

**Source:** School District records.

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

**Note:** Information prior to 2003 not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

ENROLLMENT STATISTICS  
LAST TEN FISCAL YEARS

<b>Fiscal Year</b>	<b>Elementary Schools</b>	<b>Middle School Enrollment</b>	<b>High School</b>	<b>Totals</b>
2011	915	244	601	1,760
2010	898	261	604	1,763
2009	724	265	616	1,605
2008	771	263	632	1,666
2007	764	267	668	1,699
2006	743	412	666	1,821
2005	701	427	694	1,822
2004	721	433	677	1,831
2003	738	427	706	1,871
2002	742	445	712	1,899

**Source:** Ohio Department of Education.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**FULL-TIME EQUIVALENT SCHOOL DISTRICT TEACHERS BY EDUCATION  
LAST EIGHT FISCAL YEARS (1)**

<u>Fiscal Year</u>	<u>Bachelor's Degree</u>	<u>Bachelor + 18</u>	<u>Bachelor + 30</u>	<u>Master's Degree</u>	<u>Master + 18</u>	<u>Master + 30</u>	<u>PhD/EDS</u>	<u>Total</u>
2011	7.50	5.00	22.50	44.56	4.00	24.26	4.00	111.82
2010	10.75	5.42	25.00	32.80	4.00	31.00	4.00	112.97
2009	10	6	20	40	7	26	1	110
2008	5.2	6.67	33.28	19.9	19	25.9	1	110.95
2007	1	4	28.18	21.7	14	28.5	1	98.38
2006	5.13	12.15	31.6	26.42	16.6	30	2	123.90
2005	17	10	23	30	12	27	2	121
2004	20	10	20	35	10	28	2	125

**Source:** School District records.

(1) Information prior to 2004 not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

AVERAGE NUMBER OF STUDENTS PER TEACHER  
LAST TEN SCHOOL YEARS

<u>Fiscal Year</u>	<u>Fairview Park Average</u>	<u>State Average</u>
2011	(1)	(1)
2010	(1)	(1)
2009	21.66	18.47
2008	21.70	18.60
2007	24.00	19.60
2006	18.70	18.60
2005	13.30	18.50
2004	18.00	18.50
2003	16.70	16.50
2002	16.90	16.90

**Source:** Ohio Department of Education, EMIS Reports.

(1) Information for fiscal year 2011 and 2010 not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

ATTENDANCE AND GRADUATION RATES  
LAST TEN FISCAL YEARS

<b>Fiscal Year</b>	<b>Fairview Park Attendance Rate</b>	<b>State Average</b>	<b>Fairview Park Graduation Rate</b>	<b>State Average</b>
2011	95.6%	94.5%	98.6%	84.3%
2010	95.3%	95.3%	97.9%	83.0%
2009	95.3%	94.3%	95.9%	84.6%
2008	95.0%	94.2%	96.4%	86.9%
2007	95.3%	94.1%	94.9%	86.1%
2006	95.5%	94.1%	95.9%	86.2%
2005	95.5%	94.3%	96.2%	85.9%
2004	95.6%	94.5%	92.5%	84.3%
2003	95.0%	94.5%	96.1%	83.9%
2002	95.0%	94.3%	93.3%	82.8%

**Source:** Ohio Department of Education Local Report Cards.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SAT SCORES  
LAST EIGHT SCHOOL YEARS (1)

<b>School Year</b>	<b>Number of Test Takers</b>	<b>Number of Seniors</b>	<b>Percent of Students</b>	<b>Fairview Park Verbal</b>	<b>Ohio Verbal</b>	<b>National Verbal</b>
2010-2011	N/A	N/A	N/A	N/A	N/A	N/A
2009-2010	23	8	N/A	557	538	501
2008-2009	35	18	N/A	557	537	501
2007-2008	47	27	4.00%	550	534	502
2006-2007	51	26	3.00%	530	536	502
2005-2006	72	57	3.95%	545	538	508
2004-2005	48	38	2.62%	536	538	508
2003-2004	48	38	2.57%	578	536	507

**Source:** High School Guidance Office.

(1) No information available prior to 2003.

"N/A" means information not currently available.

<b>Fairview Park Math</b>	<b>Ohio Math</b>	<b>National Math</b>	<b>Fairview Park Writing</b>	<b>Ohio Writing</b>	<b>National Writing</b>
N/A	N/A	N/A	N/A	N/A	N/A
560	548	516	524	522	492
532	546	515	517	523	493
550	544	515	541	521	494
528	542	515	524	522	494
537	542	518	N/A	N/A	N/A
554	542	518	N/A	N/A	N/A
583	541	519	N/A	N/A	N/A

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

ACT COMPOSITE SCORES  
LAST EIGHT SCHOOL YEARS (1)

School Year	Number of Test Takers	Number of Seniors	Percent of Students	Fairview Park Composite	Ohio Composite	National Composite
2010-2011	96	93	65%	21.2	21.8	21.1
2009-2010	122	109	89%	21.9	21.8	21.0
2008-2009	108	98	91%	22.5	21.7	21.1
2007-2008	116	105	91%	22.4	21.7	21.1
2006-2007	113	103	69%	22.5	21.6	21.2
2005-2006	145	116	77%	22.0	21.4	20.9
2004-2005	101	81	52%	21.5	21.4	20.9
2003-2004	113	90	56%	21.6	21.4	20.8

**Source:** High School Guidance Office.

(1) No information available prior to 2003.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHOOL DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST EIGHT FISCAL YEARS (1)**

<u>Type</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Regular instruction:								
Elementary classroom teachers	39.9	43.4	42.2	41.2	34.8	43.0	53.5	56.5
Middle school classroom teachers	13.5	18.2	16.1	12.5	9.0	15.5	17.5	15.0
High School classroom teachers	27.7	30.3	30.6	25.8	23.7	28.0	44.5	46.0
Special instruction:								
Elementary classroom teachers	10.6	10.0	13.0	13.0	13.0	11.5	9.0	9.5
Gifted education teachers	1.0	2.0	2.0	2.0	1.0	1.0	0.5	1.0
Middle school classroom teachers	2.0	2.4	3.0	4.0	4.0	3.0	4.0	2.5
High school classroom teachers	4.5	4.9	5.8	4.0	4.0	4.0	6.5	6.0
Vocational instruction:								
High school classroom teachers	1.5	2.2	2.2	2.0	2.0	1.0	4.0	2.0
Pupil support services:								
Guidance counselors	5.0	5.0	5.0	3.9	4.0	5.0	5.0	5.5
Librarians	2.0	2.0	2.0	2.0	2.0	7.0	6.0	6.0
Library Aids	2.7	4.0	4.0	4.0	3.8	0.0	0.0	0.0
Psychologists	2.0	2.0	2.0	2.0	0.7	1.0	2.0	2.0
Speech and language pathologists	2.0	2.0	2.0	1.6	0.0	2.0	3.0	4.0
Non-teaching support staff central	1.0	1.2	1.2	1.6	1.4	2.0	3.0	4.0
Instructional Support Service:								
Non-teaching support staff elementary	22.6	18.6	19.6	16.2	16.7	10.0	10.0	8.5
Non-teaching support staff middle	10.0	6.0	9.9	6.4	7.5	4.0	3.0	3.5
Non-teaching support staff high	11.9	9.9	11.9	9.6	9.7	9.0	10.0	11.0
Non-teaching support staff central	3.0	3.0	3.0	2.0	2.0	2.0	1.0	1.0
Administration:								
Elementary	3.0	2.0	2.0	2.0	2.0	4.0	5.1	5.1
Middle school	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0
High school	2.5	2.0	2.0	2.0	2.0	3.0	4.0	4.5
Central	4.3	0.0	5.0	2.6	3.2	3.0	7.0	7.0
Business:								
Central	0.5	0.9	0.9	0.0	0.0	0.0	2.0	2.0
Fiscal:								
Treasurer department	4.0	4.0	4.0	4.0	3.5	3.5	3.5	4.0
Operation of plant:								
Custodial department	17.0	19.3	19.3	19.9	18.1	18.0	18.5	18.0
Maintenance department	2.0	2.0	2.0	1.7	1.0	1.5	2.0	3.0
Pupil transportation:								
Bus drivers	5.1	5.5	4.5	4.7	3.6	4.5	7.0	6.5
Bus aides	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Mechanics	0.0	0.0	0.0	0.0	1.0	1.0	1.0	1.0
Transportation support staff	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Central:								
Community relations	1.0	1.0	1.0	0.5	0.1	1.0	1.0	1.0
Technology	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Personnel	1.0	1.0	1.0	1.0	1.0	1.0	1.0	0.0
Extracurricular:								
Athletic department	17.5	17.5	16.5	15.5	15.5	15.5	21.0	20.5
Food service program:								
Elementary	3.1	4.0	4.0	3.4	2.0	1.5	3.0	2.0
Middle school	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
High school cooks	2.4	2.4	2.4	4.0	2.0	3.5	4.0	2.5
Central	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Adult education/community service:								
Preschool	2.0	1.5	2.0	2.0	2.0	2.0	1.9	1.9
Extended care	14.0	10.0	10.0	20.0	20.0	20.0	25.5	23.5
<b>Total</b>	<b>244.3</b>	<b>242.2</b>	<b>254.1</b>	<b>239.1</b>	<b>218.3</b>	<b>235.0</b>	<b>293.0</b>	<b>289.5</b>

**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee.

(1) Information not available before 2004.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

FREE OR REDUCED LUNCH PROGRAM PERCENTAGES  
LAST SIX FISCAL YEARS (1)

<u>Fiscal Year</u>	<u>Students</u>	<u>Students Applicable for Free Lunch</u>	<u>Percentage of Applicable Students for the Free Lunch Program</u>	<u>Students Applicable for Reduced Lunch</u>	<u>Percentage of Applicable Students for the Reduced Lunch Program</u>	<u>Total Students Applicable for the Free and Reduced Lunch Programs</u>	<u>Total Percentage of Applicable Students for the Free and Reduced Programs</u>
2011	1,760	361	20.51%	114	6.48%	475	26.99%
2010	1,763	324	18.38%	109	6.18%	433	24.56%
2009	1,605	256	15.95%	90	5.61%	346	21.56%
2008	1,666	247	14.83%	83	4.98%	330	19.81%
2007	1,699	109	6.42%	27	1.59%	136	8.00%
2006	1,821	273	14.99%	90	4.94%	363	19.93%

**Source:** "Lunch MR 81 Report for October" obtained from the Ohio Department of Education.

(1) No information available prior to 2006.



# Dave Yost • Auditor of State

**FAIRVIEW PARK CITY SCHOOL DISTRICT**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JANUARY 5, 2012**