



Dave Yost • Auditor of State

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY

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

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Pass Through Grantor Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed Through Ohio Department of Education:</i>						
Child Nutrition Cluster:						
School Breakfast Program	N/A	10.553	\$ 21,362		\$ 21,362	
National School Lunch Program	N/A	10.555	146,295	\$ 12,667	146,295	\$ 12,667
Child Nutrition Cluster			167,657	12,667	167,657	12,667
Total Child Nutrition Cluster			167,657	12,667	167,657	12,667
Total U.S. Department of Agriculture			167,657	12,667	167,657	12,667
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through Ohio Department of Education:</i>						
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA) - 2013	N/A	84.010	57,508		49,416	
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA) - 2014	N/A	84.010	210,807		209,170	
Total Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA)			268,315	-	258,586	-
Special Education Cluster (IDEA):						
Special Education - Grants to States (IDEA, Part B) - 2013	N/A	84.027	47,144		27,935	
Special Education - Grants to States (IDEA, Part B) - 2014	N/A	84.027	480,827		459,957	
Total Special Education - Grants to States (IDEA, Part B)			527,971	-	487,892	-
Special Education - Preschool Grants (IDEA Preschool) - 2013	N/A	84.173	9,199		1,626	
Special Education - Preschool Grants (IDEA Preschool) - 2014	N/A	84.173	22,146		19,915	
Total Special Education - Preschool Grants (IDEA Preschool)			31,345	-	21,541	-
Total Special Education Cluster (IDEA)			559,316	-	509,433	-
Title III, Part A, English Acquisition State Grants - 2013	N/A	84.365	175		57	
Title III, Part A, English Acquisition State Grants - 2014	N/A	84.365	16,434		16,434	
Total Title III, Part A, English Acquisition State Grants			16,609	-	16,491	-
Title II, Part A, Improving Teacher Quality State Grants - 2014	N/A	84.367	52,892		53,123	
Total Improving Teacher Quality State Grants			52,892	-	53,123	-
Ohio Resident Educator Program	N/A	84.395	1,750		-	
Total Ohio Resident Educator Program			1,750	-	-	-
Education Jobs Funding	N/A	84.410	232		232	
Total U.S. Department of Education			899,114	-	837,865	-
Total Federal Financial Assistance			\$ 1,066,771	\$ 12,667	\$ 1,005,522	\$ 12,667

The accompanying notes are an integral part of this schedule.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) reports the Fairview Park City School District, Cuyahoga County, Ohio, (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 – OHIO BUREAU OF WORKERS' COMPENSATION

Ohio's workers' compensation system serves as an insurance program for both employers and employees alike. For those who contribute premiums, the Ohio Bureau of Workers' Compensation (BWC) covers the payment of compensation and medical costs related to industrial accidents and diseases. The BWC invested contributions over a three-year period which generated a greater than anticipated return. In May 2013, the Ohio BWC Board of Directors authorized a \$1 billion rebate for more than 210,000 public and private entities paying into Ohio's workers' compensation system. Each employer's rebate reflected 56% of what they were billed during the last policy period (2011 calendar year for public-taxing districts). Approximately \$113 million of the \$1 billion rebate went to local governments around the state. Using policy year 2011 as the base year for calculation, the District allocated its BWC rebate back to all funds, including Federal funds, providing the source of initial premium payments to BWC. The subsequent expenditure of the rebate attributable to Federal programs is reflected on the District's Schedule of Federal Awards Receipts and Expenditures.



Dave Yost • Auditor of State

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

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

To the Board of Education:

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

Internal Control Over Financial Reporting

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

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 a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the District's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

Compliance and Other Matters

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

Purpose of this Report

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

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

Dave Yost
Auditor of State
Columbus, Ohio

December 30, 2014



Dave Yost • Auditor of State

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

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

To the Board of Education:

Report on Compliance for the Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Basis for Qualified Opinion on Special Education Cluster

As described in finding 2014-001 in the accompanying schedule of findings, the District did not comply with requirements regarding Reporting applicable to its Special Education Cluster major federal program. Compliance with this requirement is necessary, in our opinion, for the District to comply with requirements applicable to this program.

Qualified Opinion on Special Education Cluster

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on Special Education Cluster* paragraph, the Fairview Park City School District complied, in all material respects, with the requirements referred to above that could directly and materially affect its Special Education Cluster for the year ended June 30, 2014.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Therefore, we cannot assure we have identified all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. However, as discussed below, we identified a certain deficiency in internal control over compliance that we consider to be a material weakness.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program's compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency or a combination of deficiencies in internal control over compliance with a federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings as item 2014-001 to be a material weakness.

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

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

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

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



Dave Yost
Auditor of State
Columbus, Ohio

December 30, 2014

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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

1. SUMMARY OF AUDITOR'S RESULTS

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

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

None.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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

3. FINDINGS FOR FEDERAL AWARDS

Special Education Cluster – Final Expenditure Report

Finding Number	2014-001
CFDA Title and Number	Special Education – Grants to States (IDEA, Part B) – CFDA #84.027 Special Education – Preschool Grants (IDEA, Preschool) – CFDA #84.173
Federal Award Number / Year	2014
Federal Agency	U.S. Department of Education
Pass-Through Agency	Ohio Department of Education

Material Weakness and Material Noncompliance Finding

34 CFR 80.41(b)(4) states, in part, that when reports are required on a quarterly or semiannual basis, they will be due 30 days after the reporting period. When required on an annual basis, they will be due 90 days after the grant year. Final reports will be due 90 days after the expiration or termination of grant support. Specifically, the Ohio Department of Education's (ODE) Comprehensive Continuous Improvement Plan (CCIP) Final Expenditure Report (FER) Completion Steps, states all CCIP FER's must be completed online and may be started after June 30th, the end of the fiscal year. In addition, each Funding Application within the CCIP has its own separate FER. Each Local Education Agency (LEA) must ensure each FER is submitted to ODE with Superintendent approval no later than September 30th, including the Special Education – Grants to States (IDEA Part B) grant.

In addition, 34 CFR 80.43(A) states that if a grantee or subgrantee materially fails to comply with any term of an award, the awarding agency may temporarily withhold cash payments, disallow all or part of the cost of the activity or action not in compliance, wholly or partly suspend or terminate the current award for the grantee's or subgrantee's program, withhold further awards for the program, or take other remedies that may be legally available.

The District did not compile and submit their fiscal year 2014 FER for the Special Education – Grants to States (IDEA Part B) grant to ODE until November 21, 2014, subsequent to the 90 day filing requirement, which was ultimately approved by ODE on November 25, 2014. As an LEA, it is the responsibility of District management to be aware of federal compliance over its grants.

We recommend the District's management review the requirements of 34 CFR 80 in order to be aware of all reporting compliance requirements over its grants to prevent such noncompliance in the future. Specifically, the District should submit its FER immediately after all financial obligations have been liquidated for all of its grants in order to comply with the 90 day submission requirement.

Officials' Response:

The Fairview Park City Schools is aware of the delay in filing the FY14 CCIP FERs. The district will set in place calendar reminders for applicable staff to assure the September 30 deadline is met for future years.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2014-001	The Fairview Park City Schools is aware of the delay in filing the FY14 CCIP FERs. The district will set in place calendar reminders for applicable staff to assure the September 30 deadline is met for future years.	Immediate	Amy Hendricks, CFO/Treasurer

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**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

OF THE

FAIRVIEW PARK CITY SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2014



Learning to Believe & Achieve

**PREPARED BY
TREASURER'S DEPARTMENT
AMY L. HENDRICKS, CFO/TREASURER**

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, 2014



Learning to Believe & Achieve

**WILLIAM WAGNER, INTERIM SUPERINTENDENT
AMY HENDRICKS, CFO/TREASURER**

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, 2014**

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

COMPREHENSIVE ANNUAL FINANCIAL REPORT
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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMPREHENSIVE ANNUAL FINANCIAL REPORT
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INTRODUCTORY SECTION



Learning to Believe & Achieve

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Learning to Believe & Achieve

Fairview Park City School District

William W. Wagner, Interim Superintendent
Amy L. Hendricks, Treasurer/CFO

21620 Mastick Rd. #A
Fairview Park, OH 44126
440.331.5500
f:440.356.3545

www.fairviewparkschools.org

December 30, 2014

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, 2014. 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 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 ensure conformance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units" and GASB Statement No. 61, "The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34". In evaluating how to define the 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 two insurance purchasing pools and three jointly governed organizations. The Southwestern Ohio Educational Purchasing Council Group rating plan is an insurance purchasing pool along with the Great Lakes Council of Governments with medical, dental and life insurance benefits. The North Coast Council, the Ohio Schools' Council Association and the Polaris Career Center are jointly governed organizations. The District's relationship 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 provides education to 1,800 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

There has been increased commercial/business growth during 2014 when compared to the recent years. In the past year, the following new businesses have opened in the City of Fairview Park:

MISSION STATEMENT

The Fairview Park City Schools are committed to provide superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship.

Laumer Corrigan Funeral Home	Euphoria Vapor
Loving Cup Kids Academy	Anchor Medical Staffing
Strive Therapy & Elite Fitness	Enso Rolls and Bowls
Cardio Vascular Medicine Cleveland	Mattress Firm
Massage Heights	James Games & More
UPS Store	CTown Crossfit
JJ's Pizza	MetroPCS

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.

In September, Fairview Park was ranked #4 in a study released by the Keller Williams Realty of Greater Cleveland - New Homes Team. The study, which analyzed 52 communities over six counties, looked at changes in average home sale price and housing inventory (how long, on average, homes stayed on the market) from July 2013 to July 2014. A community scored higher the more its average sale price increased and the faster its housing inventory turned over during that 12-month period.

The numbers for Fairview Park are astounding! From July 2013 to July 2014, Fairview Park experienced:

- A 34% increase in average home sale price from \$131,000 to \$176,000.
- An 18% decrease in the average length of time homes spent on the market, from 3.9 to 3.2 months.

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. 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 was a temporary mechanism to be used until the State has the opportunity to develop a permanent funding formula. In February, 2013; Governor Kasich introduced H.B. 59, which dramatically changed the components of the state funding formula for public education. Under his plan, the district would experience a 25% increase in state funding for FY14 and FY15. However, in April 2013 the House of Representatives introduced substitute H.B. 59, which dropped the projected increase in state funding for the district from a 25% increase to 6% increase for FY14 and FY15. The district's funding increase was limited to a 6.25% cap for FY14 and projected 5% for FY15. However, if the cap were to be lifted and the district received the actual funding amount that the state funding formula in H.B. 59 calculated, the district's state revenue would nearly double and increase by approximately \$1,500,000.

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 expanded the cycle to a minimum of eight years.

MISSION STATEMENT

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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 2014 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. The current district facilities include:

Classroom Building Facility	Year Construction/Improvement	Number of Classrooms
Fairview Park Early Education Center (daycare, Pre-K, K)	Original 1950/1959/1966/2010	6
Gilles-Sweet Elementary (1 to 5)	2006	34
L.F. Mayer Middle (6 to 8)	Original 1955/1959/1966/2009	18
Fairview High School (9 to 12)	Original 1928/1949/1952/1956/1959/1968/1979/2009	34

One non-instructional facility was purchased in 2011 that had served as the New Hope Church.

- Evaluation of a fourth phase of the one to one laptop initiative is studying ways to expand the program from grades 5-12 to K-12. The emphasis is on development of alternative means to deliver curriculum to students to align with learning methods and assessment of mastery of subject matter. A Bring Your Own Device (BYOD) was implemented at the high school for FY15 as well as the upgrade to new test compliant laptop devices grades 6-12. New iPads have also been made available in grades K through 5 for FY15 with purchase approved at the end of FY14.
- 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 2014 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.

MISSION STATEMENT

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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 Fiscal Officer 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 Fiscal Officer 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 the 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 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 Auditor's Report, providing an assessment of the District's finances for fiscal year 2014 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, 2014. 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.

MISSION STATEMENT

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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, 2013. 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, 2013. The District believes that the Comprehensive Annual Financial Report for fiscal year June 30, 2014, 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,



Amy L. Hendricks
Treasurer/CFO

MISSION STATEMENT

The Fairview Park City Schools are committed to provide superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship.



Government Finance Officers Association

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, 2013

Executive Director/CEO

Association of School Business Officials International



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

Fairview Park City School District

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

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



A handwritten signature in black ink, reading 'Terrie S. Simmons'.

Terrie S. Simmons, RSBA, CSBO
President

A handwritten signature in black ink, reading 'John D. Musso'.

John D. Musso, CAE, RSBA
Executive Director

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PRINCIPAL OFFICIALS
JUNE 30, 2014**

Board of Education

Joe Shucofsky – President	- Term (01/01/2012 – 12/31/2015)
Joslyn Dalton – Vice President	- Term (01/01/2014 – 12/31/2017)
Katie Davis	- Term (01/01/2014 - 12/31/2015)
Mark St. John	- Term (01/01/2014 – 12/31/2017)
Laurie Stauber	- Term (07/31/2012 – 12/31/2013)
Debbie Tidwell – Appointed	- Term (01/27/2014 - 12/31/2015)
Tim Mesaros -Resigned Jan. 14	- Term (01/01/2012 – 01/06/2014)

Superintendent

Brion Deitsch, through 07/31/2014
William Wagner, effective 08/01/2014

Treasurer/CFO

Amy L. Hendricks

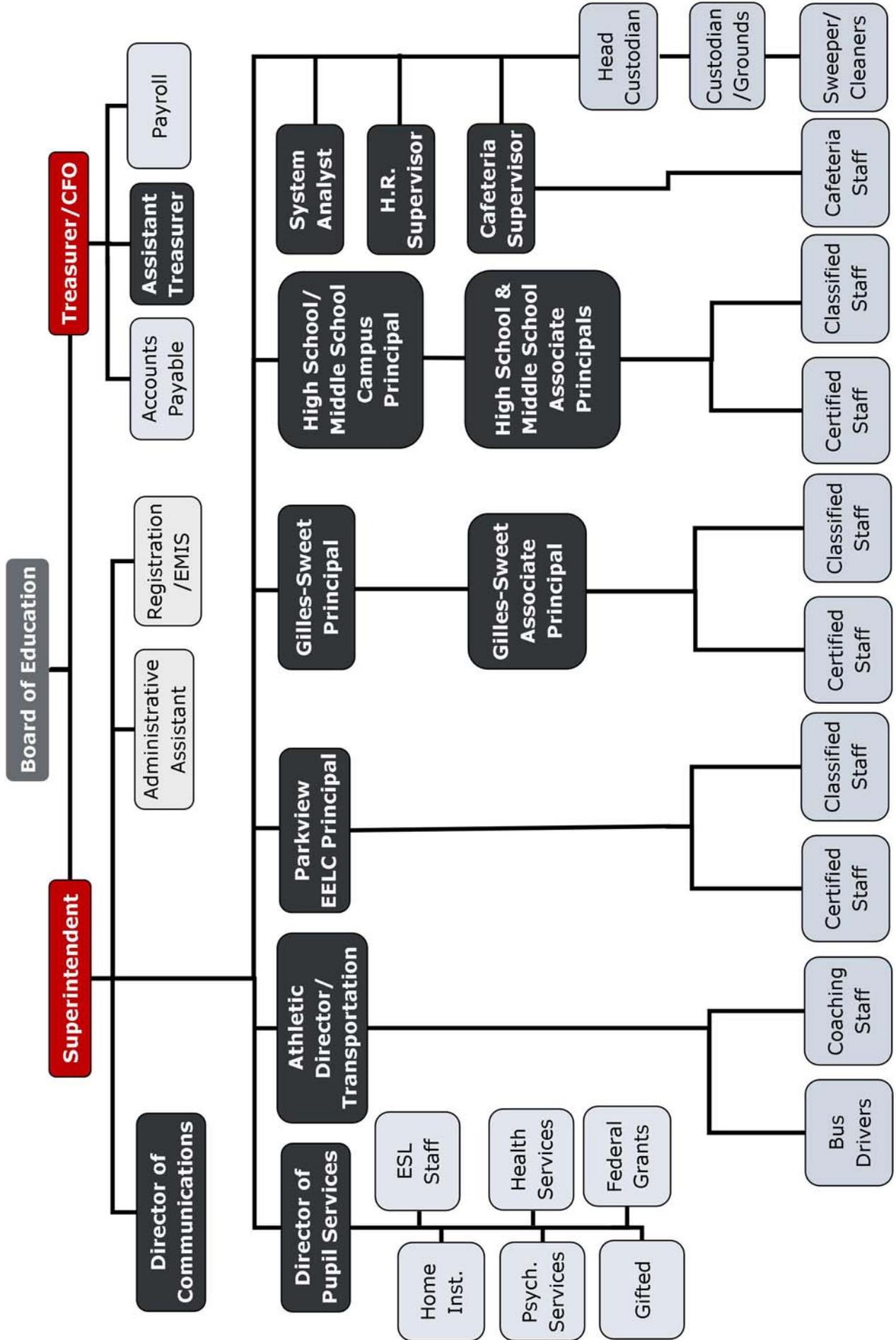
Department Administrative Staff

Director of Pupil Services	-	Constance Obrycki
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
Kindergarten Principal	-	Constance Obrycki
Early Education Director	-	Jill Davis

**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 AUDITOR'S REPORT

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

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Fairview Park City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County, Ohio, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

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

Other Reporting Required by Government Auditing Standards

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

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

Dave Yost
Auditor of State
Columbus, Ohio

December 30, 2014

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(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, 2014. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, 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 2014 are as follows:

- In total, net position increased \$3,272,541. Net position of governmental activities increased \$3,089,646, which represents a 12.03% increase from 2013. Business-type activities net position increased \$182,895 over 2013.
- General revenues accounted for \$23,544,328 in revenue or 91.25% of governmental activities revenues. Program specific revenues in the form of charges for services and sales, operating grants and contributions accounted for \$2,258,522 or 8.75% of governmental activities revenues.
- Total revenues for fiscal year 2014 were \$26,997,077. Of this total, \$25,802,850 was reported in the governmental activities and \$1,194,227 in the business-type activities.
- The District had \$22,606,204 in expenses related to governmental activities; only \$2,258,522 of these expenses was offset by program specific charges for services, operating grants or contributions resulting in a net cost of \$20,347,682 for the District. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$23,544,328 were adequate to provide for these programs.
- The District's major governmental funds are the general fund and the bond retirement fund. The general fund had \$21,956,148 in revenues and other financing sources and \$19,285,508 in expenditures and other financing uses. During fiscal 2014, the general fund's fund balance increased \$2,670,640 from a balance of \$15,575,659 to \$18,246,299.
- The bond retirement fund had \$9,587,310 in revenues and other financing sources and \$9,549,951 in expenditures and other financing uses. During fiscal 2014, the bond retirement fund's fund balance increased \$37,359 from \$2,734,196 to \$2,771,555.

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 position and statement of activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the District, the general fund and bond retirement fund are by far the most significant funds, and the only governmental funds reported as major funds.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

Reporting the District as a Whole

Statement of Net Position 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 2014?" The statement of net position and the statement of activities answer this question. These statements include all assets, deferred outflows of resources, liabilities, deferred inflows of resources, 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.

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

In the statement of net position and the statement of activities, the District 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 position and statement of activities can be found on pages 19-21 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 22 and the analysis of the District's nonmajor enterprise funds begins on page 27. 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 and bond retirement 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 position 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 22-26 of this report.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

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 27-29 of this report.

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 position and changes in fiduciary net position on pages 30 and 31. 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 33-66 of this report.

The District as a Whole

The statement of net position provides the perspective of the District as a whole. The table below provides a summary of the District's net position for 2014 and 2013.

	Net Position					
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
<u>Assets</u>						
Current and other assets	\$ 38,002,630	\$ 35,778,824	\$ 122,262	\$ (71,857)	\$ 38,124,892	\$ 35,706,967
Capital assets, net	<u>33,243,148</u>	<u>33,832,456</u>	<u>81,291</u>	<u>94,072</u>	<u>33,324,439</u>	<u>33,926,528</u>
Total assets	<u>71,245,778</u>	<u>69,611,280</u>	<u>203,553</u>	<u>22,215</u>	<u>71,449,331</u>	<u>69,633,495</u>
<u>Deferred outflows</u>	<u>1,496,101</u>	<u>1,947,775</u>	<u>-</u>	<u>-</u>	<u>1,496,101</u>	<u>1,947,775</u>
<u>Liabilities</u>						
Current liabilities	2,319,510	1,881,141	35,044	42,505	2,354,554	1,923,646
Long-term liabilities	<u>28,607,053</u>	<u>29,867,338</u>	<u>61,722</u>	<u>55,818</u>	<u>28,668,775</u>	<u>29,923,156</u>
Total liabilities	<u>30,926,563</u>	<u>31,748,479</u>	<u>96,766</u>	<u>98,323</u>	<u>31,023,329</u>	<u>31,846,802</u>
<u>Deferred inflows</u>	<u>13,038,623</u>	<u>14,123,529</u>	<u>-</u>	<u>-</u>	<u>13,038,623</u>	<u>14,123,529</u>
<u>Net position</u>						
Net investment in capital assets	7,601,570	7,549,500	81,291	94,072	7,682,861	7,643,572
Restricted	2,746,630	2,957,589	-	-	2,746,630	2,957,589
Unrestricted (deficit)	<u>18,428,493</u>	<u>15,179,958</u>	<u>25,496</u>	<u>(170,180)</u>	<u>18,453,989</u>	<u>15,009,778</u>
Total net position (deficit)	<u>\$ 28,776,693</u>	<u>\$ 25,687,047</u>	<u>\$ 106,787</u>	<u>\$ (76,108)</u>	<u>\$ 28,883,480</u>	<u>\$ 25,610,939</u>

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

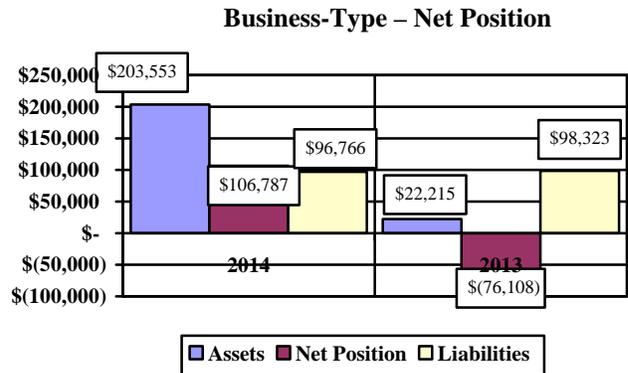
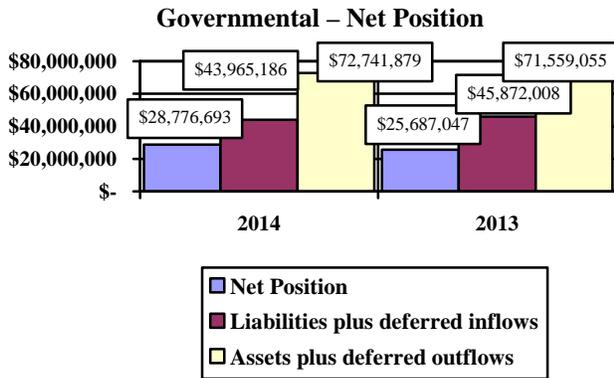
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

Capital assets for 2014 decreased due primarily to depreciation expense of \$1,281,726 being more than additions of \$692,418. Current and other assets increased primarily due to an increase in equity in pooled cash and investments of \$2,083,576. Long-term liabilities decreased primarily due to the payment of principal on general obligation bonds.

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2014, the District's assets plus deferred outflows exceeded liabilities plus deferred inflows by \$28,883,480. Of this total, \$2,746,630 is restricted in use.

At year-end, capital assets represented 44.64% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles and textbooks. The net investment in capital assets at June 30, 2014, was \$7,682,861. 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 position, \$2,746,630, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position is \$18,453,989. The graphs below show the assets plus deferred outflows, liabilities plus deferred inflows and net position of the governmental activities and business-type activities at June 30, 2014 and 2013.



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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

The table below shows the changes in net position for fiscal year 2014 and 2013.

Change in Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenues						
Program revenues:						
Charges for services and sales	\$ 610,228	\$ 691,856	\$ 1,021,989	\$ 1,023,772	\$ 1,632,217	\$ 1,715,628
Operating grants and contributions	1,648,294	1,513,888	171,535	188,987	1,819,829	1,702,875
General revenues:						
Property taxes	18,801,543	17,125,595	-	-	18,801,543	17,125,595
Grants and entitlements	4,580,830	4,744,664	-	-	4,580,830	4,744,664
Investment earnings	135,563	31,082	-	-	135,563	31,082
Other	<u>26,392</u>	<u>80,527</u>	<u>703</u>	<u>15,952</u>	<u>27,095</u>	<u>96,479</u>
Total revenues	<u>25,802,850</u>	<u>24,187,612</u>	<u>1,194,227</u>	<u>1,228,711</u>	<u>26,997,077</u>	<u>25,416,323</u>
Expenses						
Program expenses:						
Instruction:						
Regular	10,160,176	10,159,477	-	-	10,160,176	10,159,477
Special	2,966,148	2,763,960	-	-	2,966,148	2,763,960
Vocational	119,372	101,276	-	-	119,372	101,276
Other	28,429	27,004	-	-	28,429	27,004
Support services:						
Pupil	1,327,486	1,372,568	-	-	1,327,486	1,372,568
Instructional staff	508,121	589,672	-	-	508,121	589,672
Board of education	63,735	33,499	-	-	63,735	33,499
Administration	1,530,055	1,465,239	-	-	1,530,055	1,465,239
Fiscal	821,468	682,284	-	-	821,468	682,284
Business	15,969	33,442	-	-	15,969	33,442
Operations and maintenance	2,339,963	1,767,999	-	-	2,339,963	1,767,999
Pupil transportation	635,344	636,919	-	-	635,344	636,919
Central	317,623	271,886	-	-	317,623	271,886
Operation of non-instructional services:						
Other non-instructional services	435,425	448,198	-	-	435,425	448,198
Extracurricular activities	475,581	531,641	-	-	475,581	531,641
Interest and fiscal charges	782,309	861,026	-	-	782,309	861,026
Bond issuance costs	79,000	304,956	-	-	79,000	304,956
Food service operations	-	-	407,926	431,845	407,926	431,845
Day care services	-	-	<u>710,406</u>	<u>728,605</u>	<u>710,406</u>	<u>728,605</u>
Total expenses	<u>22,606,204</u>	<u>22,051,046</u>	<u>1,118,332</u>	<u>1,160,450</u>	<u>23,724,536</u>	<u>23,211,496</u>
Transfers	<u>(107,000)</u>	<u>-</u>	<u>107,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Changes in net position	3,089,646	2,136,566	182,895	68,261	3,272,541	2,204,827
Net position (deficit) at beginning of year	<u>25,687,047</u>	<u>23,550,481</u>	<u>(76,108)</u>	<u>(144,369)</u>	<u>25,610,939</u>	<u>23,406,112</u>
Net position (deficit) at end of year	<u>\$ 28,776,693</u>	<u>\$ 25,687,047</u>	<u>\$ 106,787</u>	<u>\$ (76,108)</u>	<u>\$ 28,883,480</u>	<u>\$ 25,610,939</u>

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

Governmental Activities

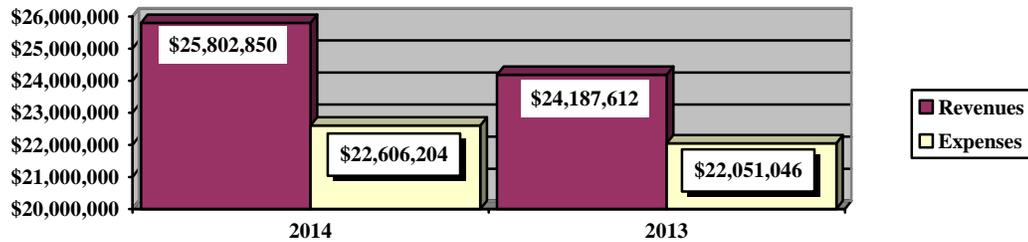
For fiscal year 2014, the net position of the District's governmental activities increased \$3,089,646. Total governmental expenses of \$22,606,204 were offset by program revenues of \$2,258,522 and general revenues of \$23,544,328. Program revenues supported 9.99% of the total governmental expenses. Program revenues remained relatively stable, with an increase of \$52,778.

General revenues increased \$1,562,460 primarily due to the increase in the amount of taxes collected during the year on a cash basis.

Governmental activities expenses increased slightly from fiscal year 2013 to fiscal year 2014. This increase was \$55,158 or 2.52%. Operations and maintenance expenses increased by \$571,964 due to an increase in building repairs completed during fiscal year 2014.

The graph below presents the District's governmental activities revenue and expenses for fiscal year 2014 and 2013.

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, 2014
(UNAUDITED)**

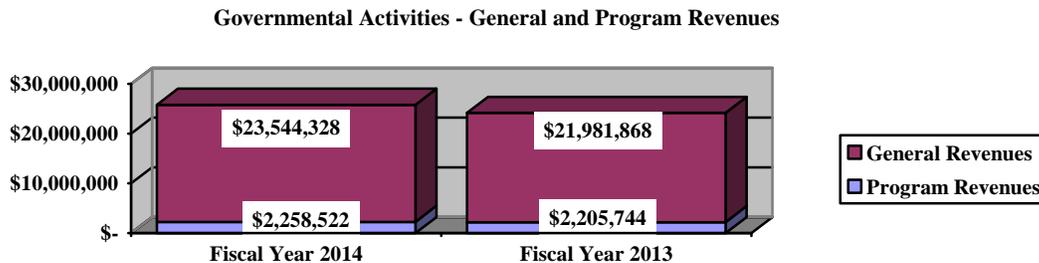
The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2014 and 2013. That is, it identifies the cost of these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

Governmental Activities

	Total Cost of Services <u>2014</u>	Net Cost of Services <u>2014</u>	Total Cost of Services <u>2013</u>	Net Cost of Services <u>2013</u>
Program expenses:				
Instruction:				
Regular	\$ 10,160,176	\$ 9,759,562	\$ 10,159,477	\$ 9,680,392
Special	2,966,148	1,975,000	2,763,960	2,003,493
Vocational	119,372	119,232	101,276	93,474
Other	28,429	28,429	27,004	26,220
Support services:				
Pupil	1,327,486	1,223,415	1,372,568	1,195,208
Instructional staff	508,121	463,748	589,672	527,529
Board of education	63,735	63,735	33,499	33,499
Administration	1,530,055	1,525,922	1,465,239	1,456,468
Fiscal	821,468	795,712	682,284	656,266
Business	15,969	15,969	33,442	33,442
Operations and maintenance	2,339,963	2,235,210	1,767,999	1,666,029
Pupil transportation	635,344	605,744	636,919	601,399
Central	317,623	317,623	271,886	268,309
Operation of non-instructional services:				
Other non-instructional services	435,425	(15,534)	448,198	16,086
Extracurricular activities	475,581	372,606	531,641	421,506
Interest and fiscal charges	782,309	782,309	861,026	861,026
Bond issuance costs	79,000	79,000	304,956	304,956
Total expenses	<u>\$ 22,606,204</u>	<u>\$ 20,347,682</u>	<u>\$ 22,051,046</u>	<u>\$ 19,845,302</u>

The dependence upon tax revenues during fiscal year 2014 for governmental activities is apparent, as 89.51% of 2014 instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 90.01%. The District's taxpayers and unrestricted grants and entitlements from the State of Ohio, are the primary support for District's students.

The graph below presents the District's governmental activities revenue for fiscal years 2014 and 2013.



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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

Business-type Activities

Business-type activities include day care, preschool and after school programs and the food service operation. These programs had revenues of \$1,194,227, transfers in of \$107,000 and expenses of \$1,118,332 for fiscal year 2014. 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 22) reported a combined fund balance of \$21,413,019, which is more than last year's fund total of \$18,746,578.

The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2014 and 2013.

	<u>Fund Balance June 30, 2014</u>	<u>Fund Balance June 30, 2013</u>	<u>Increase / (Decrease)</u>
General	\$ 18,246,299	\$ 15,575,659	\$ 2,670,640
Bond retirement	2,771,555	2,734,196	37,359
Other governmental	<u>395,165</u>	<u>436,723</u>	<u>(41,558)</u>
Total	<u>\$ 21,413,019</u>	<u>\$ 18,746,578</u>	<u>\$ 2,666,441</u>

General Fund

The District's general fund balance increased \$2,670,640, which is primarily due to an increase in property tax revenues.

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

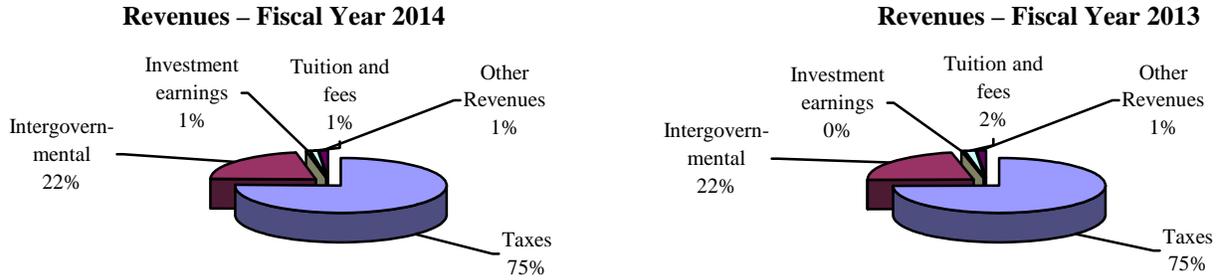
	<u>2014 Amount</u>	<u>2013 Amount</u>	<u>Increase (Decrease)</u>	<u>Percentage Change</u>
<u>Revenues</u>				
Property taxes	\$ 16,522,028	\$ 15,316,326	\$ 1,205,702	7.87 %
Intergovernmental	4,764,246	4,514,049	250,197	5.54 %
Investment earnings	131,972	37,139	94,833	255.35 %
Tuition and fees	252,081	420,245	(168,164)	(40.02) %
Other revenues	<u>285,689</u>	<u>214,869</u>	<u>70,820</u>	32.96 %
Total	<u>\$ 21,956,016</u>	<u>\$ 20,502,628</u>	<u>\$ 1,453,388</u>	7.09 %

Investment earnings increased \$94,833 or 255.35% due to higher interest rates and the difference between the cost and fair market value of the investments held as part of the investment portfolio.. Other revenues increased \$70,820 or 32.96% from fiscal year 2013 primarily due to a decrease in miscellaneous revenues such as refunds, reimbursements and monies from other local sources.

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

The graphs below show the District's revenues, by source, for fiscal year 2014 and 2013:

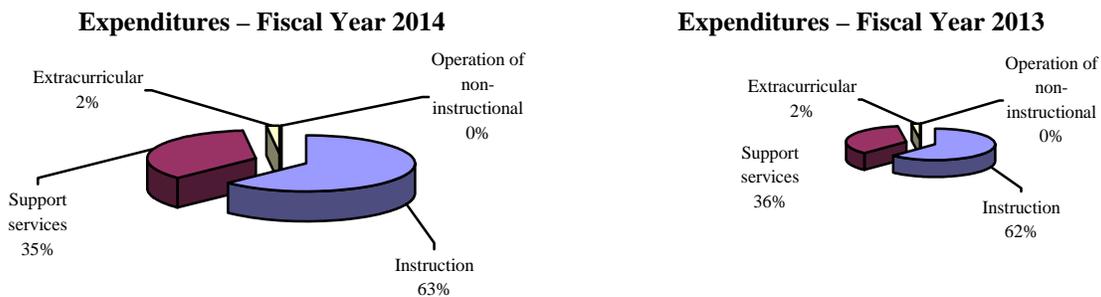


The table that follows assists in illustrating the expenditures of the general fund.

	<u>2014</u> <u>Amount</u>	<u>2013</u> <u>Amount</u>	<u>Increase</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
<u>Expenditures</u>				
Instruction	\$ 11,365,874	\$ 11,142,996	\$ 222,878	2.00 %
Support services	6,382,119	6,359,532	22,587	0.36 %
Operation of non-instructional services	1,114	10,959	(9,845)	(89.83) %
Extracurricular activities	<u>374,377</u>	<u>394,743</u>	<u>(20,366)</u>	<u>(5.16) %</u>
Total	<u>\$ 18,123,484</u>	<u>\$ 17,908,230</u>	<u>\$ 215,254</u>	1.20 %

Due to the District's tight cost control policy expenditures only increased 1.20%.

The graphs below show the District's expenditures, by functional area, for fiscal year 2014 and 2013:



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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

Bond Retirement Fund

The bond retirement fund had \$9,587,310 in revenues and other financing sources and \$9,549,951 in expenditures and other financing uses. During fiscal 2014, the bond retirement fund's fund balance increased \$37,359 from \$2,734,196 to \$2,771,555. During fiscal year 2014, the District issued \$6,901,000 of Series 2014 General Obligation Refunding Bonds. The bonds were issued to advance refund a portion of the Series 2005 School Improvements Bonds. The refunding took place to reduce future debt service payments by approximately \$221,777 and resulted in an economic gain of \$198,096.

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 2014, 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 \$20,358,810. The original budgeted revenue and other financing sources was \$20,284,308. Actual revenue and other financing sources was \$20,989,848. Actual revenues and other financing sources were \$631,038 higher than the final budgeted revenues and other financing sources.

Total actual expenditures and other financing uses on the budget basis (cash outlays plus encumbrances) were \$19,175,923. This amount was \$851,696 less than the final budgeted amounts. The final budgeted expenditures and other financing uses were increased \$326,500 from the original budgeted amounts. Overall, fund balance on the budget basis increased \$1,813,925 over the prior year.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2014, the District had \$33,324,439 invested in land, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles and textbooks. Of this total, \$33,243,148 was reported in governmental activities and \$81,291 was reported in business-type activities. The following table shows fiscal 2014 balances compared to 2013:

Capital Assets at June 30 (Net of Depreciation)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Land	\$ 379,797	\$ 218,800	\$ -	\$ -	\$ 379,797	\$ 218,800
Land improvements	783,371	845,574	-	-	783,371	845,574
Buildings and improvements	30,711,565	31,726,110	-	-	30,711,565	31,726,110
Furniture, fixtures and equipment	702,672	310,463	81,291	94,072	783,963	404,535
Vehicles	478,747	505,206	-	-	478,747	505,206
Textbooks	186,996	226,303	-	-	186,996	226,303
Total	\$ 33,243,148	\$ 33,832,456	\$ 81,291	\$ 94,072	\$ 33,324,439	\$ 33,926,528

Overall governmental capital assets, net of accumulated depreciation, decreased \$589,308 from fiscal year 2013 to fiscal year 2014. Depreciation expense in the governmental activities of \$1,281,726 exceeded capital outlays of \$692,418 during the year. See Note 11 to the basic financial statements for more detail on the District's capital assets.

Debt Administration

At June 30, 2014, the District has \$23,991,486 in long-term bonds outstanding. Of this total, \$971,769 is due within one year and \$23,019,717 is due in greater than one year. The following table summarizes outstanding long-term debt:

Outstanding Debt, at Year End

	<u>Governmental</u>	<u>Governmental</u>
	<u>Activities</u>	<u>Activities</u>
Long Term Debt:	<u>2014</u>	<u>2013</u>
Series 2005 - Refunding Library improvement bonds	\$ -	\$ 350,000
Series 2005 - School improvement bonds	795,000	8,470,000
Series 2014 - Refunding bonds	6,901,000	-
Series 2012 & 2013 - Refunding bonds	<u>16,295,486</u>	<u>16,484,980</u>
Total	\$ 23,991,486	\$ 25,304,980

During fiscal year 2014, the District issued refunding bonds to advance refund a portion of the Series 2005 school improvement notes. Payments of principal and interest on the general obligation bonds are made from the bond retirement fund. See Note 17 to the basic financial statements for more detail on the District's long-term obligations.

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

Current Financial Related Activities

As the preceding information shows, the District heavily depends on its property taxpayers. In the November 2012 election, the voters of the District renewed the District's emergency levy that was last renewed in May of 2008. Prior to the renewal, the last full collection year for this levy was scheduled to be in calendar year 2013. The passage of the renewal allowed the District to avoid a decrease in revenue.

The Cuyahoga County Fiscal Office property re-appraisal was completed in calendar year 2012, which caused in the District's Class I – residential real estate property values to be reduced by 3.97%. Furthermore, the District's Class II property value decreased in values by 2.21% from the previous year. Due to the improvement in the housing market in Northeast Ohio and across the country, the District has included a slight increase of .5% for the calendar year 2015 County triennial update and an additional increase of 2% in property values for the calendar year 2018 County property re-appraisal. The District will monitor the "Residential Median Market to Price Ratio" data published by the Ohio Department of Taxation (O.D.T.) on an annual basis to determine if these projections need to be adjusted should the data fluctuate.

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." During calendar year 2009, the County conducted a tri-annual update, which resulted in reductions in residential property due to the district's average appraised residential property ratio in Fairview Park being 105% of the market value on the average residential property sale reported in 2008. The county decreased residential property values by 9% to bring the Fairview Park average appraised residential property ratio closer to ODT recommended range.

In February of 2013, the State of Ohio Governor introduced H.B. 59, which dramatically changed the components of the state funding formula for public education. Under this plan, the District would experience a 25% increase in state funding for fiscal year 2014 and 2015. However, in April 2013 the House of Representatives introduced substitute H.B. 59, which dropped the projected increase in state funding for the District from a 25% increase to 6% increase for fiscal year 2014 and 2015. The District's funding increase is limited to a 6.5% cap for fiscal year 2014 and projected 5% for fiscal year 2015. However, if the cap were to be lifted and the District received the actual funding amount that the state funding formula in H.B. 59 calculated, the District's state revenue would more than double and increase by just under \$2,000,000.

The current legislation for Sub. H.B. 59 provides for several new funding components that were not included in previous funding formulas and substantial increases in existing funding components. The additional funding components the District qualifies for that are outside of the core "Opportunity Grant" (base) funding include:

- K-3 Literacy
- LEP
- Economic Disadvantage
- Gifted Education
- Special Education
- Transportation

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
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While each of these components provide funding for different programs offered by the district, the actual funding benefit each component will generate will not be realized by the District, due to the "Opportunity Grant" (base) funding formula "capping" out in both fiscal years and are included above.

While Sub. H.B. 59 only covers fiscal years 2014 and 2015, the District has projected increases in state funding for fiscal years subsequent to fiscal year 2015. The District has made these projections based on the significant amount of funding it will not receive from the state from the funding formula, due to the funding cap. Therefore, the District anticipates receiving annual increases in state foundation funding for fiscal years subsequent to fiscal year 2015 equal to 2% of the prior year funding level. This calculation is purely based on prior year funding caps and is subject to change as the legislation for those specific fiscal years is introduced.

The projections provided for state funding "inside the cap/guarantee" for fiscal year 2014 and 2015 does not include Special Education Transportation or Preschool Unit Funding. Therefore, for fiscal years 2014 through 2017, these funds are projected to be received in addition to the revenue projections provided by the legislature in Sub. H.B. 59.

On November 3rd, 2009, the voters in the State of Ohio approved a constitutional amendment to allow for one casino in Cincinnati, Cleveland, Columbus, and Toledo and distribute to all Ohio Counties a tax on the casinos. 34% of the tax that will be assessed and collected will be distributed directly to public school districts based on their actual enrollment. The first two casinos (Cleveland and Toledo) opened in May 2012 and the first distribution of the taxes generated from those casinos was received in fiscal year 2013.

The District collected approximately \$21 per student for fiscal year 2013 from this tax, which totaled \$38,182 for the District. This revenue was only generated from two of the four casinos for fiscal year 2013. Based on calculations from various experts on this tax and reports issued by the Ohio Department of Taxation, the District is projecting \$50 a student will be collected in casino revenue for future fiscal years. The District will revise this revenue level for future fiscal years, once additional reports are released from the Ohio Department of Taxation indicating what the full per pupil funding amount will be with all four casinos open.

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: Ms. Amy Hendricks, Treasurer, at Fairview Park City Schools, 21620 Mastick Road, Fairview Park, Ohio 44126.

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

STATEMENT OF NET POSITION
JUNE 30, 2014

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in pooled cash and investments	\$ 20,197,742	\$ 114,416	\$ 20,312,158
Cash in segregated accounts	66,437	-	66,437
Receivables:			
Property taxes	17,416,359	-	17,416,359
Accounts	51,584	730	52,314
Accrued interest	22,485	-	22,485
Intergovernmental	248,023	-	248,023
Materials and supplies inventory	-	7,116	7,116
Capital assets:			
Land	379,797	-	379,797
Depreciable capital assets, net	32,863,351	81,291	32,944,642
Capital assets, net	33,243,148	81,291	33,324,439
Total assets	71,245,778	203,553	71,449,331
Deferred outflows of resources:			
Unamortized deferred charges on debt refunding	1,496,101	-	1,496,101
Liabilities:			
Accounts payable	24,820	295	25,115
Accrued wages and benefits payable	1,630,568	21,209	1,651,777
Pension obligation payable	243,370	12,047	255,417
Intergovernmental payable	53,253	1,493	54,746
Accrued interest payable	168,199	-	168,199
Claims payable	199,300	-	199,300
Long-term liabilities:			
Due within one year	1,835,976	9,952	1,845,928
Due in more than one year	26,771,077	51,770	26,822,847
Total liabilities	30,926,563	96,766	31,023,329
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	13,038,623	-	13,038,623
Net position:			
Net investment in capital assets	7,601,570	81,291	7,682,861
Restricted for:			
Capital projects	3,429	-	3,429
Debt service	2,542,419	-	2,542,419
Locally funded programs	9,351	-	9,351
State funded programs	41,370	-	41,370
Federally funded programs	118,984	-	118,984
Student activities	31,077	-	31,077
Unrestricted (deficit)	18,428,493	25,496	18,453,989
Total net position (deficit)	\$ 28,776,693	\$ 106,787	\$ 28,883,480

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, 2014

	Expenses	Program Revenues	
		Charges for Services and Sales	Operating Grants and Contributions
Governmental activities:			
Instruction:			
Regular	\$ 10,160,176	\$ 336,844	\$ 63,770
Special	2,966,148	38,480	952,668
Vocational	119,372	-	140
Other	28,429	-	-
Support services:			
Pupil	1,327,486	-	104,071
Instructional staff	508,121	-	44,373
Board of education	63,735	-	-
Administration	1,530,055	-	4,133
Fiscal	821,468	-	25,756
Business	15,969	-	-
Operations and maintenance	2,339,963	102,164	2,589
Pupil transportation	635,344	29,600	-
Central	317,623	-	-
Operation of non-instructional services			
Other non-instructional services	435,425	1,990	448,969
Extracurricular activities	475,581	101,150	1,825
Interest and fiscal charges	782,309	-	-
Bond issuance costs	79,000	-	-
Total governmental activities	22,606,204	610,228	1,648,294
Business-Type activities:			
Food service	407,926	228,269	171,535
Day care service	710,406	793,720	-
Total business-type activities	1,118,332	1,021,989	171,535
Totals	\$ 23,724,536	\$ 1,632,217	\$ 1,819,829

General revenues:

Property taxes levied for

 General purposes

 Debt service

Grants and entitlements not restricted
to specific programs

Investment earnings

Miscellaneous

Total general revenues

Transfers

Total general revenues,
and transfers

Change in net position

Net position (deficit) at beginning of year

Net position at end of year

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

Governmental Activities		Business-Type Activities	Total
\$	(9,759,562)	\$ -	\$ (9,759,562)
	(1,975,000)	-	(1,975,000)
	(119,232)	-	(119,232)
	(28,429)	-	(28,429)
	(1,223,415)	-	(1,223,415)
	(463,748)	-	(463,748)
	(63,735)	-	(63,735)
	(1,525,922)	-	(1,525,922)
	(795,712)	-	(795,712)
	(15,969)	-	(15,969)
	(2,235,210)	-	(2,235,210)
	(605,744)	-	(605,744)
	(317,623)	-	(317,623)
	15,534	-	15,534
	(372,606)	-	(372,606)
	(782,309)	-	(782,309)
	(79,000)	-	(79,000)
	<u>(20,347,682)</u>	<u>-</u>	<u>(20,347,682)</u>
	-	(8,122)	(8,122)
	<u>-</u>	<u>83,314</u>	<u>83,314</u>
	-	75,192	75,192
	<u>(20,347,682)</u>	<u>75,192</u>	<u>(20,272,490)</u>
	16,876,303	-	16,876,303
	1,925,240	-	1,925,240
	4,580,830	-	4,580,830
	135,563	-	135,563
	26,392	703	27,095
	<u>23,544,328</u>	<u>703</u>	<u>23,545,031</u>
	<u>(107,000)</u>	<u>107,000</u>	<u>-</u>
	<u>23,437,328</u>	<u>107,703</u>	<u>23,545,031</u>
	3,089,646	182,895	3,272,541
	25,687,047	(76,108)	25,610,939
\$	<u>28,776,693</u>	<u>\$ 106,787</u>	<u>\$ 28,883,480</u>

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

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014

	General	Bond Retirement	Nonmajor Governmental Funds	Total Governmental Funds
Assets:				
Equity in pooled cash and investments.	\$ 17,271,085	\$ 2,436,445	\$ 369,551	\$ 20,077,081
Receivables:				
Property taxes.	15,771,848	1,644,511	-	17,416,359
Accounts	7,926	-	43,658	51,584
Accrued interest	22,401	-	84	22,485
Interfund loans	10,000	-	-	10,000
Intergovernmental.	103,478	-	144,545	248,023
Total assets	<u>\$ 33,186,738</u>	<u>\$ 4,080,956</u>	<u>\$ 557,838</u>	<u>\$ 37,825,532</u>
Liabilities:				
Accounts payable	\$ 24,624	\$ -	\$ 196	\$ 24,820
Accrued wages and benefits payable	1,600,213	-	30,355	1,630,568
Compensated absences payable	110,617	-	-	110,617
Early retirement incentive payable	168,015	-	-	168,015
Intergovernmental payable	52,103	-	1,150	53,253
Pension obligation payable	238,409	-	4,961	243,370
Interfund loans payable.	-	-	10,000	10,000
Total liabilities.	<u>2,193,981</u>	<u>-</u>	<u>46,662</u>	<u>2,240,643</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year. . .	11,820,199	1,218,424	-	13,038,623
Delinquent property tax revenue not available. . .	872,528	90,977	-	963,505
Accrued interest not available.	9,238	-	-	9,238
Intergovernmental revenue not available.	44,493	-	116,011	160,504
Total deferred inflows of resources	<u>12,746,458</u>	<u>1,309,401</u>	<u>116,011</u>	<u>14,171,870</u>
Fund balances:				
Nonspendable:				
Unclaimed monies	10,689	-	-	10,689
Restricted:				
Debt service	-	2,771,555	-	2,771,555
Capital improvements	-	-	3,429	3,429
Non-public schools	-	-	52,169	52,169
Special education	-	-	17,875	17,875
Targeted academic assistance	-	-	6,739	6,739
Other purposes.	-	-	10,019	10,019
Extracurricular	-	-	31,077	31,077
Committed:				
Capital improvements	-	-	273,857	273,857
Assigned:				
Student instruction	78,756	-	-	78,756
Student and staff support.	227,374	-	-	227,374
Other purposes.	7,838	-	-	7,838
Unassigned.	17,921,642	-	-	17,921,642
Total fund balances	<u>18,246,299</u>	<u>2,771,555</u>	<u>395,165</u>	<u>21,413,019</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 33,186,738</u>	<u>\$ 4,080,956</u>	<u>\$ 557,838</u>	<u>\$ 37,825,532</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 POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2014

Total governmental fund balances		\$	21,413,019
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			33,243,148
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.			
Delinquent property taxes receivable	\$	963,505	
Accrued interest receivable		9,238	
Intergovernmental receivable		160,504	
Total		160,504	1,133,247
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 position.			(12,202)
Unamortized premiums on bonds issued are not recognized in the funds.			(2,699,545)
Unamortized deferred charges on debt refundings are not recognized in the funds.			1,496,101
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(168,199)
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		(24,143,400)	
Capital lease obligations		(446,648)	
Compensated absences		(1,038,828)	
Total		(25,628,876)	(25,628,876)
Net position of governmental activities		\$	28,776,693

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, 2014

	<u>General</u>	<u>Bond Retirement</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
From local sources:				
Property taxes	\$ 16,522,028	\$ 1,894,865	\$ -	\$ 18,416,893
Tuition	222,481	-	-	222,481
Transportation fees	29,600	-	-	29,600
Earnings on investments	131,972	-	312	132,284
Extracurricular	63,406	-	100,633	164,039
Classroom materials and fees	79,751	-	-	79,751
Rental income	102,164	-	-	102,164
Contributions and donations	11,801	-	268	12,069
Contract services	12,193	-	-	12,193
Other local revenues	16,374	-	14,174	30,548
Intergovernmental - intermediate	16,977	-	-	16,977
Intergovernmental - state	4,688,025	300,715	431,641	5,420,381
Intergovernmental - federal	59,244	-	871,535	930,779
Total revenues	<u>21,956,016</u>	<u>2,195,580</u>	<u>1,418,563</u>	<u>25,570,159</u>
Expenditures:				
Current:				
Instruction:				
Regular	8,843,313	-	103,703	8,947,016
Special	2,406,333	-	562,978	2,969,311
Vocational	101,750	-	29,976	131,726
Other	14,478	-	-	14,478
Support services:				
Pupil	1,200,040	-	115,790	1,315,830
Instructional staff	403,837	-	51,049	454,886
Board of education	63,735	-	-	63,735
Administration	1,509,354	-	4,970	1,514,324
Fiscal	723,460	64,073	29,341	816,874
Business	15,969	-	-	15,969
Operations and maintenance	1,622,321	-	73,428	1,695,749
Pupil transportation	543,383	-	153,931	697,314
Central	300,020	-	998	301,018
Operation of non-instructional services:				
Other non-instructional services	1,114	-	432,994	434,108
Extracurricular activities	374,377	-	98,650	473,027
Facilities acquisition and construction	-	-	821,181	821,181
Capital outlay	-	-	446,648	446,648
Debt service:				
Principal retirement	-	1,365,000	-	1,365,000
Interest and fiscal charges	-	729,413	-	729,413
Bond issuance costs	-	79,000	-	79,000
Total expenditures	<u>18,123,484</u>	<u>2,237,486</u>	<u>2,925,637</u>	<u>23,286,607</u>
Excess of revenues over (under) expenditures	<u>3,832,532</u>	<u>(41,906)</u>	<u>(1,507,074)</u>	<u>2,283,552</u>
Other financing sources (uses):				
Premium on refunding bonds issued	-	490,730	-	490,730
Issuance of refunding bonds	-	6,901,000	-	6,901,000
Payment to refunded bond escrow agent	-	(7,312,465)	-	(7,312,465)
Transfers in	132	-	1,019,000	1,019,132
Transfers (out)	(1,162,024)	-	(132)	(1,162,156)
Capital lease transaction	-	-	446,648	446,648
Total other financing sources (uses)	<u>(1,161,892)</u>	<u>79,265</u>	<u>1,465,516</u>	<u>382,889</u>
Net change in fund balances	2,670,640	37,359	(41,558)	2,666,441
Fund balances at beginning of year	15,575,659	2,734,196	436,723	18,746,578
Fund balances at end of year	<u>\$ 18,246,299</u>	<u>\$ 2,771,555</u>	<u>\$ 395,165</u>	<u>\$ 21,413,019</u>

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, 2014

Net change in fund balances - total governmental funds	\$	2,666,441
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense.		
Capital asset additions	\$ 692,418	
Current year depreciation	<u>(1,281,726)</u>	
Total		(589,308)
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	384,650	
Earnings on investments	3,591	
Intergovernmental revenue	<u>(155,550)</u>	
Total		232,691
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position.		
		1,365,000
Issuance of refunding bonds and leases are recorded as other financing source in the governmental funds; however, in the statement of activities, they are not reported as revenue as they increase liabilities on the statement of net position.		
		(7,347,648)
Payment to refunded bond escrow agent for the retirement of bonds is an other financing use in the governmental funds but the payment reduces long-term liabilities on the statement of net position. Deferred charges related to bond refundings are amortized over the life of the issuance in the statement of activities. The following refunding transactions occurred during the fiscal year:		
Bonds refunded	6,910,000	
Deferred charges on debt refundings	<u>402,465</u>	
Total		7,312,465
Premiums on bonds issued are recognized as an other financing source in the governmental funds, however, they are amortized over the life of the issuance in the statement of activities.		
		(490,730)
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:		
Increase in accrued interest payable	(92,259)	
Accreted interest on "capital appreciation" bonds	(128,834)	
Amortization of bond premiums	242,433	
Amortization of deferred charges on debt refundings	<u>(74,236)</u>	
Total		(52,896)
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
		15,457
An internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide 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.		
		<u>(21,826)</u>
Change in net position of governmental activities	\$	<u>3,089,646</u>

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, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
From local sources:				
Property taxes	\$ 14,898,396	\$ 14,944,605	\$ 15,512,339	\$ 567,734
Tuition	252,888	253,673	223,519	(30,154)
Transportation fees	30,451	30,546	31,476	930
Earnings on investments	70,234	70,452	81,050	10,598
Extracurricular	1,228	1,232	1,050	(182)
Classroom materials and fees	102,886	103,205	79,741	(23,464)
Rental income	100,465	100,777	102,894	2,117
Contract services	-	11,588	12,193	605
Other local revenues	14,734	14,779	13,039	(1,740)
Intergovernmental - intermediate	16,208	16,258	11,400	(4,858)
Intergovernmental - state	4,513,520	4,527,518	4,635,241	107,723
Intergovernmental - federal	58,502	58,683	57,060	(1,623)
Total revenues	<u>20,059,512</u>	<u>20,133,316</u>	<u>20,761,002</u>	<u>627,686</u>
Expenditures:				
Current:				
Instruction:				
Regular	8,536,452	8,669,127	8,389,247	279,880
Special	2,589,841	2,630,093	2,429,519	200,574
Vocational	102,403	103,995	99,974	4,021
Other	16,821	17,082	14,611	2,471
Support services:				
Pupil	1,233,861	1,253,038	1,209,251	43,787
Instructional staff	454,028	461,085	431,312	29,773
Board of education	80,724	81,979	78,281	3,698
Administration	1,518,082	1,541,676	1,511,851	29,825
Fiscal	773,885	785,913	744,974	40,939
Business	23,867	24,238	18,842	5,396
Operations and maintenance	1,695,886	1,722,245	1,655,101	67,144
Pupil transportation	613,050	622,579	579,445	43,134
Central	358,578	364,151	307,595	56,556
Extracurricular activities	382,335	388,277	373,896	14,381
Total expenditures	<u>18,379,813</u>	<u>18,665,478</u>	<u>17,843,899</u>	<u>821,579</u>
Excess of revenues over expenditures	<u>1,679,699</u>	<u>1,467,838</u>	<u>2,917,103</u>	<u>1,449,265</u>
Other financing sources (uses):				
Refund of prior year's expenditures	47,782	47,930	48,510	580
Transfers in	-	-	132	132
Transfers (out)	(1,321,306)	(1,341,841)	(1,322,024)	19,817
Advances in	177,014	177,564	180,204	2,640
Advances (out)	-	(20,300)	(10,000)	10,300
Total other financing sources (uses)	<u>(1,096,510)</u>	<u>(1,136,647)</u>	<u>(1,103,178)</u>	<u>33,469</u>
Net change in fund balance	583,189	331,191	1,813,925	1,482,734
Fund balance at beginning of year	14,883,566	14,883,566	14,883,566	-
Prior year encumbrances appropriated	194,490	194,490	194,490	-
Fund balance at end of year	<u>\$ 15,661,245</u>	<u>\$ 15,409,247</u>	<u>\$ 16,891,981</u>	<u>\$ 1,482,734</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2014

	Total Business-Type Activities - Enterprise Funds	Governmental Activities - Internal Service Funds
Assets:		
Current assets:		
Equity in pooled cash and investments	\$ 114,416	\$ 120,661
Cash in segregated accounts.	-	66,437
Receivables:		
Accounts	730	-
Materials and supplies inventory.	7,116	-
Total current assets	122,262	187,098
Noncurrent assets:		
Depreciable capital assets, net	81,291	-
Total assets.	203,553	187,098
Liabilities:		
Current liabilities:		
Accounts payable.	295	-
Accrued wages and benefits	21,209	-
Compensated absences.	9,952	-
Pension obligation payable.	12,047	-
Intergovernmental payable	1,493	-
Claims payable	-	199,300
Total current liabilities	44,996	199,300
Long-term liabilities:		
Compensated absences payable.	51,770	-
Total long-term liabilities	51,770	-
Total liabilities	96,766	199,300
Net position:		
Investment in capital assets	81,291	-
Unrestricted (deficit).	25,496	(12,202)
Total net position (deficit).	\$ 106,787	\$ (12,202)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Total Business-Type Activities - Enterprise Funds	Governmental Activities - Internal Service Funds
	<u> </u>	<u> </u>
Operating revenues:		
Sales/charges for services	\$ 1,006,180	\$ 2,557,439
Other	703	-
Total operating revenues	<u>1,006,883</u>	<u>2,557,439</u>
Operating expenses:		
Personal services	745,364	-
Purchased services	101,460	31,671
Materials and supplies	257,835	-
Other	892	53,731
Claims	-	2,529,887
Depreciation	12,781	-
Total operating expenses	<u>1,118,332</u>	<u>2,615,289</u>
Operating loss	<u>(111,449)</u>	<u>(57,850)</u>
Nonoperating revenues:		
Grants and subsidies	171,535	-
Federal donated commodities	15,809	-
Total nonoperating revenues	<u>187,344</u>	<u>-</u>
Income (loss) before transfers	75,895	(57,850)
Transfer in	<u>107,000</u>	<u>36,024</u>
Change in net position	182,895	(21,826)
Net position (deficit) at beginning of year.	<u>(76,108)</u>	<u>9,624</u>
Net position (deficit) at end of year.	<u>\$ 106,787</u>	<u>\$ (12,202)</u>

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, 2014

	Total Business-Type Activities - Enterprise Funds	Governmental Activities - Internal Service Funds
Cash flows from operating activities:		
Cash received from sales/charges for services.	\$ 1,005,488	\$ 2,557,439
Cash received from other operations	695	-
Cash payments for personal services.	(746,034)	-
Cash payments for contractual services	(100,359)	(31,671)
Cash payments for materials and supplies	(240,536)	-
Cash payments for claims	-	(2,330,587)
Cash payments for other expenses	(892)	(53,731)
	<u>(81,638)</u>	<u>141,450</u>
Net cash provided by (used in) operating activities.		
Cash flows from noncapital financing activities:		
Cash received from grants and subsidies.	171,535	-
Cash received from transfers in	107,000	36,024
Cash used in repayment of interfund loans.	(98,157)	(1,068)
	<u>180,378</u>	<u>34,956</u>
Net cash provided by noncapital financing activities.		
Net increase in cash and cash equivalents	98,740	176,406
Cash and cash equivalents at beginning of year	<u>15,676</u>	<u>10,692</u>
Cash and cash equivalents at end of year	<u>\$ 114,416</u>	<u>\$ 187,098</u>
Reconciliation of operating loss to net cash provided by (used in) operating activities:		
Operating loss.	\$ (111,449)	\$ (57,850)
Adjustments:		
Depreciation.	12,781	-
Federal donated commodities	15,809	-
Changes in assets and liabilities:		
Decrease in materials and supplies inventory	1,768	-
Increase in accounts receivable.	(700)	-
Decrease in intergovernmental receivable.	1,710	-
Decrease in accounts payable	(483)	-
Decrease in accrued wages and benefits	(4,585)	-
Decrease in intergovernmental payable.	(178)	-
Increase in compensated absences payable.	5,904	-
Decrease in pension obligation payable.	(2,215)	-
Increase in claims payable	-	199,300
	<u>(81,638)</u>	<u>141,450</u>
Net cash provided by (used in) operating activities.		

Non-cash transactions:

The District received \$15,809 worth of federal donated commodities related to food service operations.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2014

	<u>Private-Purpose Trust</u>	
	<u>Scholarship</u>	<u>Agency</u>
Assets:		
Equity in pooled cash and investments	\$ 3,611,464	\$ 1,822,800
Receivables:		
Accrued interest.	20,191	-
Total assets.	<u>3,631,655</u>	<u>\$ 1,822,800</u>
Liabilities:		
Accounts payable.	-	\$ 2,660
Due to students.	-	45,757
Undistributed monies	-	1,774,383
Total liabilities	<u>-</u>	<u>\$ 1,822,800</u>
Net position:		
Held in trust for scholarships	<u>3,631,655</u>	
Total net position.	<u>\$ 3,631,655</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Private-Purpose Trust
	Scholarship
Additions:	
Interest	\$ 37,284
Total additions.	37,284
 Deductions:	
Scholarships awarded	33,966
Change in net position	3,318
Net position at beginning of year.	3,628,337
Net position at end of year	\$ 3,631,655

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, 2014

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 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 65 classified employees, 114 certificated full-time teaching personnel, and 14 administrators who provide services to 1,795 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" and GASB Statement No. 61, "The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34". 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 government's 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 the financial activity 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, 2014

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

North Coast Council

The District is a member of the North Coast Council (NCC) which was formed when the Lakeshore Northeast Ohio Computer Association and the Lake Erie Educational Computer Association merged during fiscal year 2012. NCC was organized for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among 34 member districts. Each of the governments of these schools supports the NCC based on a per pupil charge. The District contributed \$92,160 to NCC during fiscal year 2014. NCC is governed by a nine member Board of Directors consisting of superintendents from member school districts. Financial information can be obtained by contacting the North Coast Council at 5700 West Canal Road, Valley View, Ohio 44125.

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 2014, the District paid \$70,345 to the Council for annual membership and other fees. 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.

The District participates in the natural gas purchase program. This program allows the District to purchase natural gas at reduced rates. Compass Energy is the natural gas supplier and program manager. 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.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

INSURANCE PURCHASING POOLS

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.

Great Lakes Regional Council of Governments

The District participates in the Great Lakes Regional Council of Governments (COG), an insurance purchasing pool. The COG contracts with Medical Mutual, LLC. to process and pay health benefit claims incurred by its members. The District is the fiscal agent for the COG. The COG activity is accounted for in an agency fund.

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 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 plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as fund balance.

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.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

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.

Other governmental funds of the District are used to account for (a) financial resources that are restricted or committed to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets 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 position, financial position and cash flows and are classified as either enterprise or internal service.

Enterprise funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's 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 funds - 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 funds account for a flexible spending account for employee benefits and self-insurance for employee medical and dental benefits.

FIDUCIARY FUNDS

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District'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 managed activities, District agency, Great Lakes Regional Council of Governments and workers' compensation.

B. Basis of Presentation

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

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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

Government-wide Financial Statements - The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. 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. Generally, interfund transactions are eliminated for reporting on the government-wide financial statements; however, interfund services provided and used are not eliminated for reporting on the government-wide financial statements.

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 funds are aggregated and presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

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

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

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 inflows of resources, and in the presentation of expenses versus expenditures.

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

Deferred Inflows of Resources and Deferred Outflows of Resources - A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period.

Property taxes for which there is an enforceable legal claim as of June 30, 2014, but which were levied to finance fiscal year 2015 operations, and other revenues received in advance of the fiscal year for which they were intended to finance, have been recorded as deferred inflows. Grants not received within the available period, grants and entitlements received before the eligibility requirements are met, and delinquent property taxes due at June 30, 2014, are recorded as deferred inflows on the governmental fund financial statements.

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

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 2014, investments included federal agency securities, U.S. Government treasury notes, negotiable certificates of deposit, U.S. Government money market mutual funds, nonnegotiable certificates of deposit and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as nonnegotiable certificates of 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, 2014.

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 2014 amounted to \$131,972 which includes \$39,974 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.

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.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

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 position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000. 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 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 position, 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.

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.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

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.

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.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

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 or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the District Board of Education. The Board of Education assigns fund balance by resolution. The Board of Education may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget.

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 Position

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The net position component "net investment in capital assets," consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on its 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 first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

L. 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.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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

M. 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, health insurance charges 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, including claims payments for health insurance. Revenues and expenses not meeting this definition are reported as non-operating.

N. 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.

O. 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 2014.

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.

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.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

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. Issuance Costs/Bond Premiums and Discounts and Accounting Gain or Loss on Debt Refunding

On the governmental fund financial statements, issuance costs, bond premiums, bond discounts, and deferred charges from debt refunding are recognized in the current period.

On the government-wide financial statements, issuance costs are recognized in the current period and are not amortized. Bond premiums and discounts are amortized over the term of the bonds using the straight-line method. Unamortized bond premiums are presented as an addition to the face amount of the bonds reported on the statement of net position. Unamortized bond discounts are presented as a reduction to the face amount of the bonds reported on the statement of net position. The reconciliation between the bonds face value and the amount reported on the statement of net position is presented in Note 17.

For advance refunding resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as a deferred outflow of resources.

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, 2014, the balance in the budget stabilization reserve was \$373,830. This amount is included in unassigned fund balance of the general fund and in unrestricted net position on the statement of net position.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For fiscal year 2014, the District has implemented GASB Statement No. 70, "Accounting and Financial Reporting for Nonexchange Financial Guarantees".

GASB Statement No. 70 improves the recognition, measurement, and disclosures for state and local governments that have extended or received financial guarantees that are nonexchange transactions. The implementation of GASB Statement No. 70 did not have an effect on the financial statements of the District.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

B. Deficit Net Position

Net position at June 30, 2014 included the following individual fund deficits:

	<u>Deficit</u>
<u>Nonmajor enterprise fund</u>	
Day care services	\$ 25,392
<u>Internal service fund</u>	
Health self-insurance fund	17,797

The general fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit net position 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;
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;

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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, 2014, 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. Cash in Segregated Accounts

At June 30, 2014, the District had \$66,437 held in the District's name as part of the Great Lakes Regional Council of Governments. This is included on the financial statements as part of "cash in segregated accounts".

C. Deposits

At June 30, 2014 the carrying amount of the District's deposits was \$10,968,908, including \$4,497,433 in non-negotiable certificate of deposits and \$2,000,832 in STAR Plus. Based on criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2014, \$7,940,669 of the District's \$12,069,077 bank balance was covered by Federal Depository Insurance (FDIC) and \$4,128,408 was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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.

D. Investments

As of June 30, 2014, 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
FFCB	\$ 1,188,618	\$ -	\$ -	\$ -	\$ 749,991	\$ 438,627
FHLB	2,392,413	-	1,130,248	-	259,275	1,002,890
FHLMC	3,898,421	100,220	654,081	754,684	210,476	2,178,960
FNMA	4,921,038	501,376	150,309	207,604	800,939	3,260,810
U.S. Government money market mutual funds	313,297	313,297	-	-	-	-
U.S. Treasury notes	200,989	-	50,906	150,083	-	-
Negotiable CD's	249,114	-	249,114	-	-	-
STAR Ohio	1,679,961	1,679,961	-	-	-	-
	<u>\$ 14,843,851</u>	<u>\$ 2,594,854</u>	<u>\$ 2,234,658</u>	<u>\$ 1,112,371</u>	<u>\$ 2,020,681</u>	<u>\$ 6,881,287</u>

The weighted average maturity of investments is 1.99 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, 2014, the decrease in fair value of investments was \$15,917 which is reported as a component of investment earnings on the financial statements. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

E. 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.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

F. Credit Risk

The District's investments in federal agency and U.S. Treasury securities were rated AA+ 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 negotiable certificates of deposit were fully covered by the FDIC. The District has no investment policy that would further limit the investment choices.

G. 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 and U.S. Treasury securities 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.

H. Concentration of Credit Risk

The District places no limit on the amount it may invest in any one issuer. The District's investments in federal agency securities, U.S. Treasury bills and notes and U.S. government money market mutual funds represent 87.00 percent of the District's total investments. All other investments not explicitly guaranteed by the U.S. government are 13.00 percent of the District's total investments.

Investments at year end were as follows:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FFCB	\$ 1,188,618	8.01
FHLB	2,392,413	16.12
FHLMC	3,898,421	26.26
FNMA	4,921,038	33.15
U.S. Government money market mutual funds	313,297	2.11
U.S. Treasury notes	200,989	1.35
Negotiable CD's	249,114	1.68
STAR Ohio	<u>1,679,961</u>	<u>11.32</u>
	<u>\$ 14,843,851</u>	<u>100.00</u>

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

I. Reconciliation of Cash and Investments to the Statement of Net Position

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 position as of June 30, 2014:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 10,968,908
Investments	14,843,851
Cash on hand	<u>100</u>
 Total	 <u>\$ 25,812,859</u>

<u>Cash and investments per statement of net position</u>	
Governmental activities	\$ 20,264,179
Business-type activities	114,416
Private-purpose trust fund	3,611,464
Agency fund	<u>1,822,800</u>
 Total	 <u>\$ 25,812,859</u>

NOTE 5 - INTERFUND TRANSFERS AND BALANCES

A. Interfund Transfers

During fiscal year 2014, interfund transfers were as follows:

Transfers from general fund to:

Nonmajor governmental funds	\$ 1,019,000
Nonmajor enterprise funds	107,000
Internal service funds	36,024

Transfers from nonmajor governmental funds to:

General fund	132
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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 of \$1,019,000 was made from the general fund to the permanent improvement fund (a nonmajor governmental fund). The transfer of \$132 from the nonmajor governmental funds to the general fund was to close-out a fund.

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 5 - INTERFUND TRANSFERS AND BALANCES - (Continued)

B. Interfund Balances

Interfund balances on fund financial statements at June 30, 2014 consist of the following:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental funds	\$ 10,000
Total		<u>\$ 10,000</u>

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

Interfund balances between governmental funds are eliminated on the government-wide financial statements.

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 and public utility property. Real property tax revenues received in calendar year 2014 represent the collection of calendar year 2013 taxes. Real property taxes received in calendar year 2014 were levied after April 1, 2013, on the assessed values as of January 1, 2013, 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 2014 represent the collection of calendar year 2013 taxes. Public utility real and personal property taxes received in calendar year 2014 became a lien on December 31, 2012, were levied after April 1, 2013, 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.

The District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2014, are available to finance fiscal year 2014 operations. The amount available as an advance at June 30, 2014 was \$3,079,121 in the general fund and \$335,110 in the bond retirement fund. This amount is recorded as revenue. The amount available for advance at June 30, 2013 was \$2,068,888 in the general fund and \$284,088 in the bond retirement 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, 2014 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 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 deferred inflows.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 6 - PROPERTY TAXES - (Continued)

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 reported as a deferred inflow.

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

	2013 Second Half Collections		2014 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 336,463,920	98.82	\$ 340,827,800	98.73
Public utility personal	<u>4,011,650</u>	<u>1.18</u>	<u>4,394,500</u>	<u>1.27</u>
Total	<u>\$ 340,475,570</u>	<u>100.00</u>	<u>\$ 345,222,300</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation	\$ 97.70		\$ 96.47	

NOTE 7 - RECEIVABLES

Receivables at June 30, 2014 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 position follows:

Governmental activities:

Property taxes	\$ 17,416,359
Accounts	51,584
Intergovernmental	248,023
Accrued interest	<u>22,485</u>
Total governmental activities	<u>\$ 17,738,451</u>

Business-type activities:

Accounts	<u>\$ 730</u>
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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.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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 2014, 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)	\$75,625,843
Argonaut Insurance	Extra Expense Coverage	1,000,000
Argonaut Insurance	Boiler and machinery (\$1,000 deductible)	75,625,843
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 2014 (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
CUYAHOGA COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 8 - RISK MANAGEMENT - (Continued)

C. Employee Group Medical/Surgical, Dental and Life Insurance

Medical/surgical and dental insurance is offered to employees through a self-insurance internal service fund. The District is a member of the Great Lakes Regional Council of Governments, an insurance purchasing pool, in which monthly premiums are paid to the fiscal agent who in turn pays the claims on the District's behalf. The claims liability of \$199,300 reported in the internal service fund at June 30, 2014 is based on an estimate provided by the third party administrator and the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred, but not reported claims, be accrued at the estimated ultimate cost of settling the claims.

Changes in claims activity for the past fiscal year is as follows:

		Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2014	\$	-	\$ 2,529,887	\$ (2,330,587)	\$ 199,300

Medical coverage was provided through Medical Mutual. For full-time certified employees and administrators, the District paid 85% of the monthly premium. The District's required monthly premium for single, two-person and family coverage was \$389.29, \$739.64 and \$1,284.65, respectively, in fiscal year 2014. For full-time classified employees, the District paid 89.80% of the monthly premium. The District's required monthly premium for single, two-person and family coverage was \$411.28, \$781.40 and \$1,357.19, respectively, in fiscal year 2014. 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 \$508.36 in fiscal year 2014.

Dental coverage was provided through MetLife. For full-time certified employees and administrators, the District paid over 87% of the single monthly premium, over 86% 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 \$39.68, \$72.30 and \$121.86, respectively, in fiscal year 2014. 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 \$38.90, \$70.88 and \$119.30, respectively, in fiscal year 2014. 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. For day care employees, the District paid 100% of the monthly cost of coverage which, for a single individual, was \$38.90 in fiscal year 2014.

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 \$5.00 for fiscal year 2014. Administrators received \$125,000 in coverage with the District paying 100% of the monthly premium which was \$12.50 for fiscal year 2014. Day care employees received \$12,500 in coverage with the District paying 100% of the monthly premium which was \$1.30 for fiscal year 2014.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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.

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 50% 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 1st and no later than January 15th of the year following retirement, and the second payment will be made between January 1st and January 15th of the second year following retirement. At June 30, 2014, the District had \$168,015 recorded as a liability for retirement incentives. The full liability is due for payment in fiscal year 2015.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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	\$ 258,859
Other governmental	<u>215,273</u>
Total	<u>\$ 474,132</u>

NOTE 11 - CAPITAL ASSETS

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

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2014</u>
Governmental activities:				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 218,800	\$ 160,997	\$ -	\$ 379,797
Total capital assets, not being depreciated	<u>218,800</u>	<u>160,997</u>	<u>-</u>	<u>379,797</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	1,651,702	-	-	1,651,702
Buildings and improvements	43,007,936	-	-	43,007,936
Furniture, fixtures and equipment	2,315,215	446,648	-	2,761,863
Vehicles	1,093,958	84,773	-	1,178,731
Textbooks	1,673,417	-	-	1,673,417
Total capital assets, being depreciated	<u>49,742,228</u>	<u>531,421</u>	<u>-</u>	<u>50,273,649</u>
<i>Less: accumulated depreciation</i>				
Land improvements	(806,128)	(62,203)	-	(868,331)
Buildings and improvements	(11,281,826)	(1,014,545)	-	(12,296,371)
Furniture, fixtures and equipment	(2,004,752)	(54,439)	-	(2,059,191)
Vehicles	(588,752)	(111,232)	-	(699,984)
Textbooks	(1,447,114)	(39,307)	-	(1,486,421)
Total accumulated depreciation	<u>(16,128,572)</u>	<u>(1,281,726)</u>	<u>-</u>	<u>(17,410,298)</u>
Total capital assets, being depreciated, net	<u>33,613,656</u>	<u>(750,305)</u>	<u>-</u>	<u>32,863,351</u>
Governmental activities capital assets, net	<u>\$ 33,832,456</u>	<u>\$ (589,308)</u>	<u>\$ -</u>	<u>\$ 33,243,148</u>

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 11 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to governmental functions as follows:

<u>Instruction:</u>	
Regular	\$ 1,187,981
<u>Support services:</u>	
Pupil	347
Instructional staff	43,644
Administration	6,263
Operations and maintenance of plant	1,079
Pupil transportation	26,694
Central	14,525
Extracurricular	<u>1,193</u>
Total depreciation expense	<u>\$ 1,281,726</u>

Business-type capital asset activity for the fiscal year ended June 30, 2014, was as follows:

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2014</u>
Business-type activities:				
<i>Capital assets, being depreciated:</i>				
Furniture, fixtures and equipment	\$ 354,288	\$ -	\$ -	\$ 354,288
Total capital assets, being depreciated	<u>354,288</u>	<u>-</u>	<u>-</u>	<u>354,288</u>
<i>Less: accumulated depreciation</i>				
Furniture, fixtures and equipment	<u>(260,216)</u>	<u>(12,781)</u>	<u>-</u>	<u>(272,997)</u>
Total accumulated depreciation	<u>(260,216)</u>	<u>(12,781)</u>	<u>-</u>	<u>(272,997)</u>
Total capital assets, being depreciated, net	<u>94,072</u>	<u>(12,781)</u>	<u>-</u>	<u>81,291</u>
Business-type activities capital assets, net	<u>\$ 94,072</u>	<u>\$ (12,781)</u>	<u>\$ -</u>	<u>\$ 81,291</u>

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

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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, under "*Employers/Audit Resources*".

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 2014, 13.05 percent and 0.05 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 14 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, 2014, 2013 and 2012 were \$424,522, \$418,358 and \$430,132, respectively; 100 percent has been contributed for fiscal years 2014, 2013 and 2012.

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, 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.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 12 - PENSION PLANS - (Continued)

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.

Funding Policy - For fiscal year 2014, plan members were required to contribute 11 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 14 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, 2014, 2013 and 2012 were \$1,153,514, \$1,215,486 and \$1,222,636, respectively; 100 percent has been contributed for fiscal years 2014, 2013 and 2012. Contributions to the DC and Combined Plans for fiscal year 2014 were \$47,173 made by the District and \$37,065 made by the plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the SERS/STRS Ohio have an option to choose Social Security or the SERS/STRS Ohio. As of June 30, 2014 certain members of the Board of Education have elected Social Security. The District's liability is 6.2 percent of wages paid.

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 monthly premium for calendar year 2014 was \$104.90 for most participants, but could be as high as \$335.70 per month depending on their income and the 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, under "Employers/Audit Resources".

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 13 - POSTEMPLOYMENT BENEFITS - (Continued)

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 2014, 0.14 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 2014, the actuarially determined amount was \$20,250.

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, 2014, 2013 and 2012 were \$58,268, \$54,803 and \$80,392, respectively; 100 percent has been contributed for fiscal years 2014, 2013 and 2012.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2014, this actuarially required allocation was 0.76 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2014, 2013, and 2012 were \$24,629, \$23,632 and \$25,401, respectively; 100 percent has been contributed for fiscal years 2014, 2013 and 2012.

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, 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 2014, 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, 2014, 2013 and 2012 were \$88,732, \$93,499 and \$94,049, respectively; 100 percent has been contributed for fiscal years 2014, 2013 and 2012.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 14 - CONTINGENCIES

A. Grants

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

B. Litigation

The District is involved in no material litigation as either plaintiff or defendant.

NOTE 15 - 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.

NOTE 16 - CAPITALIZED LEASES - LESSEE DISCLOSURE

During fiscal year 2014, the District entered into capital leases for the acquisition of computer equipment. Capital lease payments have been reclassified and are reflected as debt service expenditures in the fund financial statements for the governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis.

Capital assets acquired by lease have been capitalized in an amount equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability has been recorded as a long-term obligation.

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

<u>Year Ending June 30</u>	<u>Amount</u>
2015	\$ 151,693
2016	151,693
2017	<u>151,693</u>
Total minimum lease payment	455,079
Less: amount representing interest	<u>(8,431)</u>
Present value of minimum lease payments	<u><u>\$ 446,648</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 17 - LONG-TERM OBLIGATIONS

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

	Balance <u>June 30, 2013</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2014</u>	Amounts Due In <u>One Year</u>
Governmental activities:					
Series 2005 Refunding Library Improvement Bonds					
Serial Bond - 3.00% - 5.00%	\$ 350,000	\$ -	\$ (350,000)	\$ -	\$ -
Series 2005 School Improvement Bonds					
Serial Bond - 3.00% - 5.00%	8,470,000	-	(7,675,000)	795,000	795,000
Series 2014 Refunding Bonds					
Serial Bond - 3.75%	-	6,901,000	-	6,901,000	23,000
Series 2012 & 2013 Refunding Bonds					
Serial Bond - 1.00% - 3.50%	16,365,000	-	(145,000)	16,220,000	130,000
Capital Appreciation Bonds	119,980	-	(44,494)	75,486	23,769
Total Bonds Payable before Deferrals	<u>25,304,980</u>	<u>6,901,000</u>	<u>(8,214,494)</u>	<u>23,991,486</u>	<u>971,769</u>
Deferrals for:					
Issuance Premiums	<u>3,231,151</u>	<u>490,730</u>	<u>(1,022,336)</u>	<u>2,699,545</u>	<u>269,950</u>
Total Bonds Payable	<u>28,536,131</u>	<u>7,391,730</u>	<u>(9,236,830)</u>	<u>26,691,031</u>	<u>1,241,719</u>
Accretion of Capital Appreciation Bonds	83,586	128,834	(60,506)	151,914	81,231
Capital Lease obligation	-	446,648	-	446,648	150,893
Retirement Incentive	112,699	168,015	(112,699)	168,015	168,015
Compensated Absences	<u>1,134,922</u>	<u>173,157</u>	<u>(158,634)</u>	<u>1,149,445</u>	<u>194,118</u>
Total Governmental Long-Term Obligations	<u>29,867,338</u>	<u>8,308,384</u>	<u>(9,568,669)</u>	<u>28,607,053</u>	<u>1,835,976</u>
Business-type activities:					
Compensated Absences	<u>55,818</u>	<u>14,185</u>	<u>(8,281)</u>	<u>61,722</u>	<u>9,952</u>
Total	<u>\$ 29,923,156</u>	<u>\$ 8,322,569</u>	<u>\$ (9,576,950)</u>	<u>\$ 28,668,775</u>	<u>\$ 1,845,928</u>

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 were paid from the termination benefits fund which is combined and reported with the general fund on a GAAP-basis. Capital lease obligations will be paid from the permanent improvement fund (a nonmajor governmental fund).

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 17 - 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 2005 Refunding Library Improvement General Obligation Bonds

On July 20, 2005, the District issued general obligation bonds to 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. There is no remaining defeased debt outstanding.

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 was December 1, 2013.

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. During fiscal year 2013 and 2014, \$16,540,000 and \$6,910,000, respectively, of the Series 2005 School Improvement General Obligation Bonds were advance refunded with proceeds from the Series 2012, Series 2013 and Series 2014 Refunding Bonds described below.

The original issue was 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. During fiscal year 2013 and 2014, \$16,540,000 and \$6,910,000, respectively, of the current interest bonds were advanced refunded. The balance of the remaining Series 2005 current interest bonds was \$795,000 at June 30, 2014. Interest payments on the remaining current interest bonds are due on June 1 and December 1 of each year with a final stated maturity of December 1, 2023.

On December 1, 2012, \$165,773 of the capital appreciation bonds matured at an accreted value of \$770,000 which represents the 100 percent of the principal, plus accrued interest to the redemption date. This maturity represents the final capital appreciation bonds on the Series 2005 issue. There are no remaining Series 2005 capital appreciation bonds due at June 30, 2014.

Series 2012 and Series 2013 Refunding General Obligation Bonds

On July 18, 2012 and January 3, 2013, the District issued a total of \$16,539,980 of general obligation bonds (Series 2012 and Series 2013 Refunding Bonds) to advance refund the callable of the Series 2005 School Improvement current interest bonds (both term and serial bonds). This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded current interest bonds at June 30, 2014, is \$16,540,000.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 17 - LONG-TERM OBLIGATIONS - (Continued)

The refunding issue is comprised of both current interest bonds, par value \$16,420,000, and capital appreciation bonds par value \$119,980. The interest rates on the current interest bonds range from 1.00% to 3.50%. The capital appreciation bonds mature on December 1 of each year 2013 through 2022 and on December 1, 2029 (coupon rates ranging from 1.047% to 2.40% and effective interest rates ranging from 61.3% to 78.6%) at redemption prices equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bonds is \$3,525,000. Total accreted interest of \$151,914 has been included in the statement of net position at June 30, 2014.

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.

The reacquisition price exceeded the net carrying amount of the old debt by \$2,043,176. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

Series 2014 Refunding General Obligation Bonds

On October 16, 2013, the District issued \$6,901,000 of general obligation bonds to advance refund a portion of the Series 2005 School Improvement current interest bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded current interest bonds at June 30, 2014, is \$6,910,000.

The refunding issue is comprised of current interest bonds, par value \$6,901,000. The interest rates on the bonds is 3.75%.

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, 2022.

The reacquisition price exceeded the net carrying amount of the old debt by \$377,438. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued. This advance refunding was undertaken to reduce the combined total debt service payments over the next 9 years by \$221,777 and resulted in an economic gain of \$198,096.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 17 - LONG-TERM OBLIGATIONS - (Continued)

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

Fiscal Year Ending,	Serial and Term Bonds		Capital Appreciation Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$ 948,000	\$ 680,196	\$ 23,769	\$ 81,231	\$ 971,769	\$ 761,427
2016	952,000	686,008	12,698	92,302	964,698	778,310
2017	982,000	653,882	7,106	102,894	989,106	756,776
2018	887,000	621,282	13,212	226,788	900,212	848,070
2019	920,000	588,020	7,544	232,456	927,544	820,476
2020 - 2024	5,042,000	2,389,775	11,143	1,253,857	5,053,143	3,643,632
2025 - 2029	7,160,000	1,565,404	-	-	7,160,000	1,565,404
2030 - 2034	<u>7,025,000</u>	<u>686,393</u>	<u>14</u>	<u>1,354,986</u>	<u>7,025,014</u>	<u>2,041,379</u>
Total	<u>\$ 23,916,000</u>	<u>\$ 7,870,960</u>	<u>\$ 75,486</u>	<u>\$ 3,344,514</u>	<u>\$ 23,991,486</u>	<u>\$ 11,215,474</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, 2014, are a voted debt margin of \$9,850,046 (including available funds of \$2,771,555) and an unvoted debt margin of \$345,222.

NOTE 18 - 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);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 18 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

- (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	\$ 1,813,925
Net adjustment for revenue accruals	1,117,626
Net adjustment for expenditure accruals	(373,505)
Net adjustment for other sources/uses	(33,714)
Funds budgeted elsewhere	(123,752)
Adjustment for encumbrances	270,060
GAAP basis	<u>\$ 2,670,640</u>

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 public school support fund, the summer school fund and the termination benefits fund.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 19 - SET-ASIDES

The District is required by State law to annually set-aside certain general fund revenue amounts, as defined by statutory formula, for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at fiscal year-end. This amount must be carried forward to be used for the same purpose in future years. Expenditures exceeding the set-aside requirement may not be carried forward to the next fiscal year. The following cash-basis information describes the change in the fiscal year-end set-aside amount for capital improvements. Disclosure of this information is required by State statute.

	<u>Capital Improvements</u>
Set-aside balance June 30, 2013	\$ -
Current year set-aside requirement	304,694
Current year offsets	<u>(304,694)</u>
Total	<u>\$ -</u>
Balance carried forward to fiscal year 2015	<u>\$ -</u>
Set-aside balance June 30, 2014	<u>\$ -</u>

COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

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FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF 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

Other Major Fund

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.

**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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Total revenues and other financing sources	\$ 2,365,756	\$ 2,144,601	\$ (221,155)
Total expenditures and other financing uses	2,510,613	2,158,221	352,392
Net change in fund balance	(144,857)	(13,620)	131,237
Fund balance at beginning of year	2,450,065	2,450,065	-
Fund balance at end of year	<u>\$ 2,305,208</u>	<u>\$ 2,436,445</u>	<u>\$ 131,237</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

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.

Entry Year Programs- This fund is used to implement entry-year programs pursuant to Division (T) of Section 3317.024 of the Ohio Revised Code.

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.

Race to the Top - This fund accounts for revenues that are restricted to provide for either a new program or expansion of an existing program to support initiatives in the following areas: standards and assessments; using data to improve instruction; great teachers and leaders; and turning around the lowest achieving schools.

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.

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

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

Nonmajor Special Revenue Funds

(Continued)

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

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.

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.

Nonmajor Capital Projects Funds

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:

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

Nonmajor Capital Projects Funds

(Continued)

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

Building - This fund accounts for and reports 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**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:			
Equity in pooled cash and investments	\$ 135,673	\$ 233,878	\$ 369,551
Receivables:			
Accounts	250	43,408	43,658
Accrued interest	84	-	84
Intergovernmental	144,545	-	144,545
Total assets	\$ 280,552	\$ 277,286	\$ 557,838
Liabilities:			
Accounts payable	\$ 196	\$ -	\$ 196
Accrued wages and benefits	30,355	-	30,355
Interfund loans payable	10,000	-	10,000
Intergovernmental payable	1,150	-	1,150
Pension obligation payable	4,961	-	4,961
Total liabilities	46,662	-	46,662
Deferred inflows of resources:			
Intergovernmental revenue not available	116,011	-	116,011
Total deferred inflows of resources	116,011	-	116,011
Fund Balances:			
Restricted:			
Capital improvements	-	3,429	3,429
Non-public schools	52,169	-	52,169
Special education	17,875	-	17,875
Targeted academic assistance	6,739	-	6,739
Other purposes	10,019	-	10,019
Extracurricular	31,077	-	31,077
Committed:			
Capital improvements	-	273,857	273,857
Total fund balances	117,879	277,286	395,165
Total liabilities and fund balances	\$ 280,552	\$ 277,286	\$ 557,838

**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, 2014

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
From local sources:			
Earnings on investments	\$ 312	\$ -	\$ 312
Extracurricular	100,633	-	100,633
Contributions and donations	268	-	268
Other local revenues	4,156	10,018	14,174
Intergovernmental - state	431,641	-	431,641
Intergovernmental - federal	871,535	-	871,535
	<hr/>	<hr/>	<hr/>
Total revenue	1,408,545	10,018	1,418,563
Expenditures:			
Current:			
Instruction:			
Regular	51,225	52,478	103,703
Special	562,978	-	562,978
Vocational	-	29,976	29,976
Support services:			
Pupil	115,790	-	115,790
Instructional staff	51,049	-	51,049
Administration	4,970	-	4,970
Fiscal	29,341	-	29,341
Operations and maintenance	2,390	71,038	73,428
Pupil transportation	-	153,931	153,931
Central	-	998	998
Operation of non-instructional services:			
Other non-instructional services	432,994	-	432,994
Extracurricular activities	98,650	-	98,650
Facilities acquisition and construction	-	821,181	821,181
Capital Outlay	-	446,648	446,648
	<hr/>	<hr/>	<hr/>
Total expenditures	1,349,387	1,576,250	2,925,637
Excess of expenditures over revenues	59,158	(1,566,232)	(1,507,074)
Other financing sources (uses):			
Transfers in	-	1,019,000	1,019,000
Transfers out	(132)	-	(132)
Capital lease transaction	-	446,648	446,648
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(132)	1,465,648	1,465,516
Net change in fund balances	59,026	(100,584)	(41,558)
Fund balances at beginning of year	<hr/>	<hr/>	<hr/>
	58,853	377,870	436,723
Fund balances at end of year	<hr/>	<hr/>	<hr/>
	\$ 117,879	\$ 277,286	\$ 395,165

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

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014

	<u>Other Grants</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Entry Year Programs</u>
Assets:				
Equity in pooled cash and investments	\$ 9,351	\$ 40,831	\$ 60,436	\$ -
Receivables:				
Accounts	-	250	-	-
Accrued Interest	-	-	84	-
Intergovernmental	-	-	-	350
Total assets.	<u>\$ 9,351</u>	<u>\$ 41,081</u>	<u>\$ 60,520</u>	<u>\$ 350</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 119	\$ -
Accrued wages and benefits	-	-	6,018	-
Interfund loans payable	-	10,000	-	-
Intergovernmental payable	-	4	261	-
Pension obligation payable.	-	-	1,953	-
Total liabilities.	<u>-</u>	<u>10,004</u>	<u>8,351</u>	<u>-</u>
Deferred inflows of resources:				
Intergovernmental revenue not available	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Restricted:				
Non-public schools	-	-	52,169	-
Special education	-	-	-	-
Targeted academic assistance.	-	-	-	-
Other purposes	9,351	-	-	350
Extracurricular	-	31,077	-	-
Total fund balances.	<u>9,351</u>	<u>31,077</u>	<u>52,169</u>	<u>350</u>
Total liabilities, deferred inflows and fund	<u>\$ 9,351</u>	<u>\$ 41,081</u>	<u>\$ 60,520</u>	<u>\$ 350</u>

IDEA, Part B Special Education	Limited English Proficiency	Title I	Drug Free Schools	Early Childhood Education Development	Improving Teacher Quality
\$ 20,869	\$ 300	\$ 1,637	\$ 18	\$ 2,231	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
58,524	1,387	69,060	-	14,450	774
<u>\$ 79,393</u>	<u>\$ 1,687</u>	<u>\$ 70,697</u>	<u>\$ 18</u>	<u>\$ 16,681</u>	<u>\$ 774</u>
\$ 77	\$ -	\$ -	\$ -	\$ -	\$ -
4,180	-	19,704	-	453	-
-	-	-	-	-	-
84	-	679	-	41	81
327	-	2,618	-	63	-
4,668	-	23,001	-	557	81
58,524	1,387	41,181	-	14,450	469
58,524	1,387	41,181	-	14,450	469
-	-	-	-	-	-
16,201	-	-	-	1,674	-
-	-	6,515	-	-	224
-	300	-	18	-	-
-	-	-	-	-	-
16,201	300	6,515	18	1,674	224
<u>\$ 79,393</u>	<u>\$ 1,687</u>	<u>\$ 70,697</u>	<u>\$ 18</u>	<u>\$ 16,681</u>	<u>\$ 774</u>

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

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2014

	Total Nonmajor Special Revenue Funds
Assets:	
Equity in pooled cash and investments	\$ 135,673
Receivables:	
Accounts	250
Accrued interest	84
Intergovernmental	144,545
	144,879
Total assets	\$ 280,552
 Liabilities:	
Accounts payable	\$ 196
Accrued wages and benefits	30,355
Interfund loans payable	10,000
Intergovernmental payable	1,150
Pension obligation payable	4,961
	47,662
Total liabilities	47,662
 Deferred inflows of resources:	
Intergovernmental revenue not available	116,011
	116,011
 Fund Balances:	
Restricted:	
Non-public schools	52,169
Special education	17,875
Targeted academic assistance	6,739
Other purposes	10,019
Extracurricular	31,077
	117,879
Total fund balances	117,879
Total liabilities, deferred inflows and fund	\$ 280,552

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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, 2014

	<u>Other Grants</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Entry Year Programs</u>
Revenues:				
From local sources:				
Earnings on investments	\$ -	\$ -	\$ 312	\$ -
Extracurricular	-	100,633	-	-
Contributions and donations	-	268	-	-
Other local revenues	2,589	1,567	-	-
Intergovernmental - state	-	-	424,091	350
Intergovernmental - federal	-	-	-	-
Total revenue.	<u>2,589</u>	<u>102,468</u>	<u>424,403</u>	<u>350</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	-	-	-
Special	-	-	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff.	-	-	-	-
Administration	-	-	-	-
Fiscal	-	-	-	-
Operations and maintenance.	2,390	-	-	-
Operation of non-instructional services:				
Extracurricular activities.	-	98,650	-	-
Total expenditures	<u>2,390</u>	<u>99,175</u>	<u>404,509</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>199</u>	<u>3,293</u>	<u>19,894</u>	<u>350</u>
Other financing uses:				
Transfers (out)	-	-	-	-
Total other financing uses.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	199	3,293	19,894	350
Fund balances (deficit) at beginning of year	<u>9,152</u>	<u>27,784</u>	<u>32,275</u>	<u>-</u>
Fund balances at end of year.	<u>\$ 9,351</u>	<u>\$ 31,077</u>	<u>\$ 52,169</u>	<u>\$ 350</u>

<u>Data Communication</u>	<u>School Net Professional Development</u>	<u>Poverty Aid</u>	<u>Race to the Top</u>	<u>IDEA, Part B Special Education</u>	<u>Limited English Proficiency</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
7,200	-	-	-	-	-
-	-	-	1,750	491,385	16,353
<u>7,200</u>	<u>-</u>	<u>-</u>	<u>1,750</u>	<u>491,385</u>	<u>16,353</u>
-	-	-	-	-	-
-	-	-	-	309,821	15,863
-	-	-	-	115,733	57
7,200	562	-	-	23,627	43
-	-	-	-	900	-
-	-	-	-	17,655	528
-	-	-	-	-	-
-	-	-	-	21,522	-
-	-	-	-	-	-
<u>7,200</u>	<u>562</u>	<u>-</u>	<u>-</u>	<u>489,258</u>	<u>16,491</u>
-	(562)	-	1,750	2,127	(138)
-	-	(132)	-	-	-
-	-	(132)	-	-	-
-	(562)	(132)	1,750	2,127	(138)
-	562	132	(1,750)	14,074	438
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,201</u>	<u>\$ 300</u>

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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 (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Title I</u>	<u>Drug Free Schools</u>	<u>Early Childhood Education Development</u>	<u>Improving Teacher Quality</u>
Revenues:				
From local sources:				
Earnings on investments	\$ -	\$ -	\$ -	\$ -
Extracurricular	-	-	-	-
Contributions and donations	-	-	-	-
Other local revenues	-	-	-	-
Intergovernmental - state	-	-	-	-
Intergovernmental - federal	286,167	-	22,850	53,030
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenue	286,167	-	22,850	53,030
Expenditures:				
Current:				
Instruction:				
Regular	-	-	-	51,225
Special	221,675	-	15,619	-
Support services:				
Pupil	-	-	-	-
Instructional staff	14,924	-	4,693	-
Administration	3,824	-	100	146
Fiscal	9,398	-	40	1,720
Operations and maintenance	-	-	-	-
Operation of non-instructional services:	6,013	-	425	-
Extracurricular activities	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	255,834	-	20,877	53,091
Excess (deficiency) of revenues over (under) expenditures	30,333	-	1,973	(61)
Other financing uses:				
Transfers (out)	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing uses	-	-	-	-
Net change in fund balances	30,333	-	1,973	(61)
Fund balances (deficit) at beginning of year	<u>(23,818)</u>	<u>18</u>	<u>(299)</u>	<u>285</u>
Fund balances at end of year	<u>\$ 6,515</u>	<u>\$ 18</u>	<u>\$ 1,674</u>	<u>\$ 224</u>

**Total
Nonmajor
Special Revenue
Funds**

\$ 312
100,633
268
4,156
431,641
871,535

1,408,545

51,225
562,978

115,790
51,049
4,970
29,341
2,390
432,994
98,650

1,349,387

59,158

(132)

(132)

59,026

58,853

\$ 117,879

**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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Other Grants Fund</u>			
Total revenues and other financing sources	\$ 2,400	\$ 2,589	\$ 189
Total expenditures and other financing uses	<u>9,682</u>	<u>2,389</u>	<u>7,293</u>
Net change in fund balance	(7,282)	200	7,482
Fund balance at beginning of year	9,151	9,151	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,869</u>	<u>\$ 9,351</u>	<u>\$ 7,482</u>
<u>District Managed Student Activity Fund</u>			
Total revenues and other financing sources	\$ 164,281	\$ 112,218	\$ (52,063)
Total expenditures and other financing uses	<u>174,102</u>	<u>113,880</u>	<u>60,222</u>
Net change in fund balance	(9,821)	(1,662)	8,159
Fund balance at beginning of year	20,143	20,143	-
Prior year encumbrances appropriated	<u>9,821</u>	<u>9,821</u>	<u>-</u>
Fund balance at end of year	<u>\$ 20,143</u>	<u>\$ 28,302</u>	<u>\$ 8,159</u>
<u>Auxiliary Services Fund</u>			
Total revenues and other financing sources	\$ 477,019	\$ 424,319	\$ (52,700)
Total expenditures and other financing uses	<u>497,737</u>	<u>404,675</u>	<u>93,062</u>
Net change in fund balance	(20,718)	19,644	40,362
Fund balance at beginning of year	4,777	4,777	-
Prior year encumbrances appropriated	<u>34,319</u>	<u>34,319</u>	<u>-</u>
Fund balance at end of year	<u>\$ 18,378</u>	<u>\$ 58,740</u>	<u>\$ 40,362</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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Data Communication Fund</u>			
Total revenues and other financing sources	\$ 7,200	\$ 7,200	\$ -
Total expenditures and other financing uses	<u>7,200</u>	<u>7,200</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>
<u>School Net Professional Development Fund</u>			
Total expenditures and other financing uses	<u>\$ 562</u>	<u>\$ 562</u>	<u>\$ -</u>
Net change in fund balance	(562)	(562)	-
Fund balance at beginning of year	562	562	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Poverty Aid Fund</u>			
Total expenditures and other financing uses	<u>132</u>	<u>(132)</u>	<u>264</u>
Net change in fund balance	(132)	132	264
Fund balance at beginning of year	<u>\$ 132</u>	<u>\$ 132</u>	<u>\$ -</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 264</u>	<u>\$ 264</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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<u>Race to the Top Fund</u>			
Total revenues and other financing sources	\$ 3,850	\$ 1,750	\$ (2,100)
Total expenditures and other financing uses	<u>2,100</u>	<u>1,750</u>	<u>350</u>
Net change in fund balance	1,750	-	(1,750)
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,750</u>	<u>\$ -</u>	<u>\$ (1,750)</u>
<u>IDEA, Part B Special Education Fund</u>			
Total revenues and other financing sources	\$ 679,427	\$ 527,862	\$ (151,565)
Total expenditures and other financing uses	<u>651,080</u>	<u>547,875</u>	<u>103,205</u>
Net change in fund balance	28,347	(20,013)	(48,360)
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	<u>32,347</u>	<u>32,347</u>	<u>-</u>
Fund balance at end of year	<u>\$ 60,694</u>	<u>\$ 12,334</u>	<u>\$ (48,360)</u>
<u>Limited English Proficiency Fund</u>			
Total revenues and other financing sources	\$ 18,072	\$ 16,528	\$ (1,544)
Total expenditures and other financing uses	<u>18,172</u>	<u>16,785</u>	<u>1,387</u>
Net change in fund balance	(100)	(257)	(157)
Fund balance at beginning of year	357	357	-
Prior year encumbrances appropriated	<u>100</u>	<u>100</u>	<u>-</u>
Fund balance at end of year	<u>\$ 357</u>	<u>\$ 200</u>	<u>\$ (157)</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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<u>Title I Fund</u>			
Total revenues and other financing sources	\$ 378,234	\$ 267,908	\$ (110,326)
Total expenditures and other financing uses	<u>359,771</u>	<u>282,097</u>	<u>77,674</u>
Net change in fund balance	18,463	(14,189)	(32,652)
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	<u>10,476</u>	<u>10,476</u>	<u>-</u>
Fund balance at end of year	<u>\$ 28,939</u>	<u>\$ (3,713)</u>	<u>\$ (32,652)</u>
<u>Drug Free Schools Fund</u>			
Fund balance at beginning of year	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ -</u>
Fund balance at end of year	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ -</u>
<u>Early Childhood Education Development Fund</u>			
Total revenues and other financing sources	\$ 75,343	\$ 31,337	\$ (44,006)
Total expenditures and other financing uses	<u>64,611</u>	<u>30,389</u>	<u>34,222</u>
Net change in fund balance	10,732	948	(9,784)
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	<u>845</u>	<u>845</u>	<u>-</u>
Fund balance at end of year	<u>\$ 11,577</u>	<u>\$ 1,793</u>	<u>\$ (9,784)</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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<u>Improving Teacher Quality Fund</u>			
Total revenues and other financing sources	\$ 57,937	\$ 52,725	\$ (5,212)
Total expenditures and other financing uses	<u>54,159</u>	<u>52,956</u>	<u>1,203</u>
Net change in fund balance	3,778	(231)	(4,009)
Fund balance at beginning of year	131	131	-
Prior year encumbrances appropriated	<u>100</u>	<u>100</u>	<u>-</u>
Fund balance at end of year	<u>\$ 4,009</u>	<u>\$ -</u>	<u>\$ (4,009)</u>
<u>Public School Support Fund</u>			
Total revenues and other financing sources	\$ 98,070	\$ 74,734	\$ (23,336)
Total expenditures and other financing uses	<u>100,863</u>	<u>75,403</u>	<u>25,460</u>
Net change in fund balance	(2,793)	(669)	2,124
Fund balance at beginning of year	40,810	40,810	-
Prior year encumbrances appropriated	<u>2,793</u>	<u>2,793</u>	<u>-</u>
Fund balance at end of year	<u>\$ 40,810</u>	<u>\$ 42,934</u>	<u>\$ 2,124</u>
<u>Summer School Fund</u>			
Total expenditures and other financing uses	<u>\$ 4,822</u>	<u>\$ 468</u>	<u>\$ 4,354</u>
Net change in fund balance	(4,822)	(468)	4,354
Fund balance at beginning of year	<u>4,822</u>	<u>4,822</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 4,354</u>	<u>\$ 4,354</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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Termination Benefits Fund</u>			
Total revenues and other financing sources	\$ 160,000	\$ 160,000	\$ -
Total expenditures and other financing uses	<u>215,124</u>	<u>199,794</u>	<u>15,330</u>
Net change in fund balance	(55,124)	(39,794)	15,330
Fund balance at beginning of year	<u>59,033</u>	<u>59,033</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,909</u>	<u>\$ 19,239</u>	<u>\$ 15,330</u>
<u>Special Trusts Fund</u>			
Total revenues and other financing sources	\$ 900	\$ 2,144	\$ 1,244
Total expenditures and other financing uses	<u>4,549</u>	<u>1,873</u>	<u>2,676</u>
Net change in fund balance	(3,649)	271	3,920
Fund balance at beginning of year	16,555	16,555	-
Prior year encumbrances appropriated	<u>1,175</u>	<u>1,175</u>	<u>-</u>
Fund balance at end of year	<u>\$ 14,081</u>	<u>\$ 18,001</u>	<u>\$ 3,920</u>

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

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2014

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Assets:			
Equity in pooled cash and investments	\$ 230,449	\$ 3,429	\$ 233,878
Receivables:			
Accounts	43,408	-	43,408
Total assets.	<u>\$ 273,857</u>	<u>\$ 3,429</u>	<u>\$ 277,286</u>
Fund Balances:			
Restricted:			
Capital improvements	-	3,429	3,429
Committed:			
Capital improvements	273,857	-	273,857
Total fund balances	273,857	3,429	277,286
Total liabilities and fund balances	<u>\$ 273,857</u>	<u>\$ 3,429</u>	<u>\$ 277,286</u>

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

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2014

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Revenues:			
From local sources:			
Other local revenues	\$ 10,018	\$ -	\$ 10,018
Total revenue	10,018	-	10,018
Expenditures:			
Current:			
Instruction:			
Regular	52,478	-	52,478
Vocational	29,976	-	29,976
Support services:			
Operations and maintenance	71,038	-	71,038
Pupil transportation	153,931	-	153,931
Central	998	-	998
Facilities acquisition and construction	821,181	-	821,181
Capital outlay	446,648	-	446,648
Total expenditures	1,576,250	-	1,576,250
Excess (deficiency) of revenues over (under) expenditures	(1,566,232)	-	(1,566,232)
Other financing sources:			
Transfers in	1,019,000	-	1,019,000
Capital lease transactions	446,648	-	446,648
Total other financing sources	1,465,648	-	1,465,648
Net change in fund balances	(100,584)	-	(100,584)
Fund balances at beginning of year	374,441	3,429	377,870
Fund balances at end of year	\$ 273,857	\$ 3,429	\$ 277,286

**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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Permanent Improvement Fund</u>			
Total revenues and other financing sources	\$ 1,103,893	\$ 1,031,564	\$ (72,329)
Total expenditures and other financing uses	<u>1,429,680</u>	<u>1,411,431</u>	<u>18,249</u>
Net change in fund balance	(325,787)	(379,867)	(54,080)
Fund balance at beginning of year	97,708	97,708	-
Prior year encumbrances appropriated	<u>325,787</u>	<u>325,787</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 97,708</u></u>	<u><u>\$ 43,628</u></u>	<u><u>\$ (54,080)</u></u>
<u>Building Fund</u>			
Total expenditures and other financing uses	<u>\$ 3,427</u>	<u>\$ -</u>	<u>\$ 3,427</u>
Net change in fund balance	(3,427)	-	3,427
Fund balance at beginning of year	<u>3,429</u>	<u>3,429</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 2</u></u>	<u><u>\$ 3,429</u></u>	<u><u>\$ 3,427</u></u>

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

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 Funds

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.

Health Self Insurance Fund - A fund provided to account for monies received from other funds as payment for providing medical employee benefits.

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.

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

Agency Funds - (Continued)

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.

Great Lakes Regional Council of Governments - This fund accounts is accounts for an insurance purchasing pool in which the District is fiscal agent.

FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF NET POSITION
 NONMAJOR ENTERPRISE FUNDS
 JUNE 30, 2014

	Food Service	Day Care Services	Total Nonmajor Enterprise Funds
Assets:			
Current assets:			
Equity in pooled cash and investments . . .	\$ 66,471	\$ 47,945	\$ 114,416
Receivables:			
Accounts	670	60	730
Materials and supplies inventory.	7,116	-	7,116
Total current assets	<u>74,257</u>	<u>48,005</u>	<u>122,262</u>
Noncurrent assets:			
Depreciable capital assets, net	81,291	-	81,291
Total assets.	<u>155,548</u>	<u>48,005</u>	<u>203,553</u>
Liabilities:			
Accounts payable.	-	295	295
Accrued wages and benefits	6,940	14,269	21,209
Compensated absences.	-	9,952	9,952
Pension obligation payable.	6,911	5,136	12,047
Intergovernmental payable	430	1,063	1,493
Total current liabilities	<u>14,281</u>	<u>30,715</u>	<u>44,996</u>
Long-term liabilities:			
Compensated absences payable.	9,088	42,682	51,770
Total long-term liabilities	<u>9,088</u>	<u>42,682</u>	<u>51,770</u>
Total liabilities	<u>23,369</u>	<u>73,397</u>	<u>96,766</u>
Net position:			
Invested in capital assets	81,291	-	81,291
Unrestricted (deficit)	50,888	(25,392)	25,496
Total net position (deficit)	<u>\$ 132,179</u>	<u>\$ (25,392)</u>	<u>\$ 106,787</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Food Service	Day Care Services	Total Nonmajor Enterprise Funds
Operating revenues:			
Sales/charges for services	\$ 212,460	\$ 793,720	\$ 1,006,180
Other	703	-	703
	<hr/>	<hr/>	<hr/>
Total operating revenues	213,163	793,720	1,006,883
Operating expenses:			
Personal services.	202,416	542,948	745,364
Purchased services.	1,546	99,914	101,460
Materials and supplies	190,516	67,319	257,835
Other.	667	225	892
Depreciation	12,781	-	12,781
	<hr/>	<hr/>	<hr/>
Total operating expenses.	407,926	710,406	1,118,332
Operating income (loss)	<hr/> (194,763)	<hr/> 83,314	<hr/> (111,449)
Nonoperating revenues:			
Grants and subsidies.	171,535	-	171,535
Federal donated commodities	15,809	-	15,809
	<hr/>	<hr/>	<hr/>
Total nonoperating revenues.	187,344	-	187,344
Income (loss) before transfers	(7,419)	83,314	75,895
Transfer in	<hr/> 50,000	<hr/> 57,000	<hr/> 107,000
Change in net position.	42,581	140,314	182,895
Net position (deficit) at beginning of year	<hr/> 89,598	<hr/> (165,706)	<hr/> (76,108)
Net position (deficit) at end of year	<hr/> <u>\$ 132,179</u>	<hr/> <u>\$ (25,392)</u>	<hr/> <u>\$ 106,787</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Food Service</u>	<u>Day Care Services</u>	<u>Total Nonmajor Enterprise Funds</u>
Cash flows from operating activities:			
Cash received from sales/charges for services.	\$ 211,828	\$ 793,660	\$ 1,005,488
Cash received from other operations	695	-	695
Cash payments for personal services.	(201,389)	(544,645)	(746,034)
Cash payments for contractual services	(1,546)	(98,813)	(100,359)
Cash payments for materials and supplies	(173,013)	(67,523)	(240,536)
Cash payments for other expenses	(667)	(225)	(892)
Net cash provided by (used in) operating activities	<u>(164,092)</u>	<u>82,454</u>	<u>(81,638)</u>
Cash flows from noncapital financing activities:			
Cash received from grants and subsidies.	171,535	-	171,535
Cash received from transfers in	50,000	57,000	107,000
Cash used in repayment of interfund loans.	-	(98,157)	(98,157)
Net cash provided by (used in) noncapital financing activities.	<u>221,535</u>	<u>(41,157)</u>	<u>180,378</u>
Net increase decrease in cash and cash cash equivalents	57,443	41,297	98,740
Cash and cash equivalents at beginning of year . . .	9,028	6,648	15,676
Cash and cash equivalents at end of year	<u>\$ 66,471</u>	<u>\$ 47,945</u>	<u>\$ 114,416</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (194,763)	\$ 83,314	\$ (111,449)
Adjustments:			
Depreciation.	12,781	-	12,781
Federal donated commodities	15,809	-	15,809
Changes in assets and liabilities:			
Decrease in materials and supplies inventory	1,768	-	1,768
(Increase) in accounts receivable.	(640)	(60)	(700)
Decrease in intergovernmental receivable.	404	1,306	1,710
(Decrease) in accounts payable	(74)	(409)	(483)
Increase (decrease) in accrued wages and benefits	1,810	(6,395)	(4,585)
(Decrease) in intergovernmental payable.	(10)	(168)	(178)
Increase (decrease) in compensated absences payable	(1,645)	7,549	5,904
Increase (decrease) in pension obligation payable	468	(2,683)	(2,215)
Net cash provided by (used in) operating activities	<u>\$ (164,092)</u>	<u>\$ 82,454</u>	<u>\$ (81,638)</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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Food Services Fund</u>			
Total revenues and other financing sources	\$ 438,500	\$ 434,058	\$ (4,442)
Total expenses and other financing uses	<u>429,219</u>	<u>383,634</u>	<u>45,585</u>
Net change in fund equity	9,281	50,424	41,143
Fund equity at beginning of year	5,734	5,734	-
Prior year encumbrances appropriated	<u>3,294</u>	<u>3,294</u>	<u>-</u>
Fund equity at end of year	<u>\$ 18,309</u>	<u>\$ 59,452</u>	<u>\$ 41,143</u>
<u>Day Care Services Fund</u>			
Total revenues and other financing sources	\$ 956,743	\$ 850,683	\$ (106,060)
Total expenses and other financing uses	<u>830,484</u>	<u>812,785</u>	<u>17,699</u>
Net change in fund equity	126,259	37,898	(88,361)
Fund equity at beginning of year	4,284	4,284	-
Prior year encumbrances appropriated	<u>2,340</u>	<u>2,340</u>	<u>-</u>
Fund equity at end of year	<u>\$ 132,883</u>	<u>\$ 44,522</u>	<u>\$ (88,361)</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS
 JUNE 30, 2014

	<u>Employee Flex Benefits Plan</u>	<u>Health Self Insurance Fund</u>	<u>Total Governmental Activities - Internal Service Funds</u>
Assets:			
Current assets:			
Equity in pooled cash and investments	\$ 5,595	\$ 115,066	\$ 120,661
Cash in segregated accounts.	-	66,437	66,437
Total assets.	<u>5,595</u>	<u>181,503</u>	<u>187,098</u>
Liabilities:			
Claims payable	-	199,300	199,300
Total liabilities	<u>-</u>	<u>199,300</u>	<u>199,300</u>
Net position:			
Unrestricted (deficit)	<u>5,595</u>	<u>(17,797)</u>	<u>(12,202)</u>
Total net position (deficit)	<u>\$ 5,595</u>	<u>\$ (17,797)</u>	<u>\$ (12,202)</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Employee Flex Benefits Plan	Health Self Insurance Fund	Total Governmental Activities - Internal Service Funds
Operating revenues:			
Sales/charges for services.	\$ 16,618	\$ 2,540,821	\$ 2,557,439
Total operating revenues	<u>16,618</u>	<u>2,540,821</u>	<u>2,557,439</u>
Operating expenses:			
Purchased services.	31,671	-	31,671
Other.	-	53,731	53,731
Claims	-	2,529,887	2,529,887
Total operating expenses.	<u>31,671</u>	<u>2,583,618</u>	<u>2,615,289</u>
Operating loss.	<u>(15,053)</u>	<u>(42,797)</u>	<u>(57,850)</u>
Transfer in	<u>11,024</u>	<u>25,000</u>	<u>36,024</u>
Change in net position.	(4,029)	(17,797)	(21,826)
Net position at beginning of year	<u>9,624</u>	<u>-</u>	<u>9,624</u>
Net position (deficit) at end of year	<u>\$ 5,595</u>	<u>\$ (17,797)</u>	<u>\$ (12,202)</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Employee Flex Benefits Plan	Health Self Insurance Fund	Total Governmental Activities - Internal Service Funds
Cash flows from operating activities:			
Cash received from sales/charges for services.	\$ 16,618	\$ 2,540,821	\$ 2,557,439
Cash payments for contractual services	(31,671)	-	(31,671)
Cash payments for claims	-	(2,330,587)	(2,330,587)
Cash payments for other expenses	-	(53,731)	(53,731)
Net cash provided by (used in) operating activities	(15,053)	156,503	141,450
Cash flows from noncapital financing activities:			
Cash received from transfers in	11,024	25,000	36,024
Cash used in repayment of interfund loans.	(1,068)	-	(1,068)
Net cash provided by noncapital financing activities.	9,956	25,000	34,956
Net increase (decrease) in cash and cash equivalents	(5,097)	181,503	176,406
Cash and cash equivalents at beginning of year . . .	10,692	-	10,692
Cash and cash equivalents at end of year	\$ 5,595	\$ 181,503	\$ 187,098
Reconciliation of operating loss to net cash provided by (used in) operating activities:			
Operating loss	\$ (15,053)	\$ (42,797)	\$ (57,850)
Changes in assets and liabilities:			
Increase in claims payable	-	199,300	199,300
Net cash provided by (used in) operating activities	\$ (15,053)	\$ 156,503	\$ 141,450

**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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<u>Employee Flex Benefits Plan Fund</u>			
Total revenues and other financing sources	\$ 112,000	\$ 27,642	\$ (84,358)
Total expenses and other financing uses	<u>124,068</u>	<u>32,739</u>	<u>91,329</u>
Net change in fund equity	(12,068)	(5,097)	6,971
Fund equity at beginning of year	<u>10,692</u>	<u>10,692</u>	<u>-</u>
Fund equity at end of year	<u><u>\$ (1,376)</u></u>	<u><u>\$ 5,595</u></u>	<u><u>\$ 6,971</u></u>
<u>Health Self Insurance Fund</u>			
Total revenues and other financing sources	\$ 2,442,839	\$ 2,565,821	\$ 122,982
Total expenses and other financing uses	<u>2,453,000</u>	<u>2,450,755</u>	<u>2,245</u>
Net change in fund balance	(10,161)	115,066	125,227
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ (10,161)</u></u>	<u><u>\$ 115,066</u></u>	<u><u>\$ 125,227</u></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, 2014

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Endowment Trust Fund</u>			
Total revenues and other financing sources	\$ 85,000	\$ 56,083	\$ (28,917)
Total expenditures and other financing uses	<u>51,727</u>	<u>51,613</u>	<u>114</u>
Net change in fund equity	33,273	4,470	(28,803)
Fund equity at beginning of year	3,594,706	3,594,706	-
Prior year encumbrances appropriated	<u>19,227</u>	<u>19,227</u>	<u>-</u>
Fund equity at end of year	<u>\$ 3,647,206</u>	<u>\$ 3,618,403</u>	<u>\$ (28,803)</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, 2014

	<u>Beginning Balance June 30, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance June 30, 2014</u>
<u>District Agency</u>				
Assets:				
Equity in pooled cash and investments	\$ 64,935	\$ 2,216	\$ 67,151	\$ -
Total assets	<u>\$ 64,935</u>	<u>\$ 2,216</u>	<u>\$ 67,151</u>	<u>\$ -</u>
Liabilities:				
Undistributed monies	\$ 64,935	\$ 2,216	\$ 67,151	\$ -
Total liabilities.	<u>\$ 64,935</u>	<u>\$ 2,216</u>	<u>\$ 67,151</u>	<u>\$ -</u>
<u>Workers' Compensation</u>				
Assets:				
Equity in pooled cash and investments	\$ 255,200	\$ 100,091	\$ 65,406	\$ 289,885
Total assets	<u>\$ 255,200</u>	<u>\$ 100,091</u>	<u>\$ 65,406</u>	<u>\$ 289,885</u>
Liabilities:				
Undistributed monies	\$ 255,200	\$ 100,091	\$ 65,406	\$ 289,885
Total liabilities.	<u>\$ 255,200</u>	<u>\$ 100,091</u>	<u>\$ 65,406</u>	<u>\$ 289,885</u>
<u>Student Managed Activities</u>				
Assets:				
Equity in pooled cash and investments	\$ 61,041	\$ 60,528	\$ 73,152	\$ 48,417
Total assets	<u>\$ 61,041</u>	<u>\$ 60,528</u>	<u>\$ 73,152</u>	<u>\$ 48,417</u>
Liabilities:				
Accounts payable	\$ 726	\$ 2,660	\$ 726	\$ 2,660
Due to students	60,315	57,868	72,426	45,757
Total liabilities.	<u>\$ 61,041</u>	<u>\$ 60,528</u>	<u>\$ 73,152</u>	<u>\$ 48,417</u>
<u>Great Lakes Regional Council of Governments</u>				
Assets:				
Equity in pooled cash and investments	\$ -	\$ 11,087,568	\$ 9,603,070	\$ 1,484,498
Total assets	<u>\$ -</u>	<u>\$ 11,087,568</u>	<u>\$ 9,603,070</u>	<u>\$ 1,484,498</u>
Liabilities:				
Undistributed monies	\$ -	\$ 11,087,568	\$ 9,603,070	\$ 1,484,498
Total liabilities.	<u>\$ -</u>	<u>\$ 11,087,568</u>	<u>\$ 9,603,070</u>	<u>\$ 1,484,498</u>
<u>Totals</u>				
Assets:				
Equity in pooled cash and investments	\$ 381,176	\$ 11,250,403	\$ 9,808,779	\$ 1,822,800
Total assets	<u>\$ 381,176</u>	<u>\$ 11,250,403</u>	<u>\$ 9,808,779</u>	<u>\$ 1,822,800</u>
Liabilities:				
Accounts payable	\$ 726	\$ 2,660	\$ 726	\$ 2,660
Undistributed monies	320,135	11,189,875	9,735,627	1,774,383
Due to students	60,315	57,868	72,426	45,757
Total liabilities.	<u>\$ 381,176</u>	<u>\$ 11,250,403</u>	<u>\$ 9,808,779</u>	<u>\$ 1,822,800</u>

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.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	106-119
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	120-125
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	126-131
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	132
Operating Information 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.	133-144

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 POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2014 (1)</u>	<u>2013 (1)</u>	<u>2012 (1)</u>	<u>2011</u>
Governmental activities				
Net investment in capital assets	\$ 7,601,570	\$ 7,549,500	\$ 8,373,342	\$ -
Invested in capital assets, net of related debt	-	-	-	9,202,452
Restricted for:				
Capital projects	3,429	48,029	18,167	95,693
Debt service	2,542,419	2,635,272	2,467,211	2,344,828
Locally funded programs	9,351	9,352	9,938	10,985
State funded programs	41,370	23,137	37,313	128,670
Federally funded programs	118,984	214,015	25,051	171,206
Student activities	31,077	27,784	57,117	38,907
Public school support	-	-	-	-
Other purposes	-	-	-	-
Special Revenue	-	-	-	-
Set Asides	-	-	-	-
Unrestricted (deficit)	18,428,493	15,179,958	12,562,342	10,108,424
Total governmental activities net position	<u>28,776,693</u>	<u>25,687,047</u>	<u>23,550,481</u>	<u>22,101,165</u>
Business-type activities				
Net investment in capital assets	81,291	94,072	109,865	-
Invested in capital assets	-	-	-	130,266
Unrestricted (deficit)	25,496	(170,180)	(254,234)	(292,148)
Total business-type activities net position	<u>106,787</u>	<u>(76,108)</u>	<u>(144,369)</u>	<u>(161,882)</u>
Primary government				
Net investment in capital assets	7,682,861	7,643,572	8,483,207	-
Invested in capital assets, net of related debt	-	-	-	9,332,718
Restricted for:				
Capital projects	3,429	48,029	18,167	95,693
Debt service	2,542,419	2,635,272	2,467,211	2,344,828
Locally funded programs	9,351	9,352	9,938	10,985
State funded programs	41,370	23,137	37,313	128,670
Federally funded programs	118,984	214,015	25,051	171,206
Student activities	31,077	27,784	57,117	38,907
Public school support	-	-	-	-
Other purposes	-	-	-	-
Special Revenue	-	-	-	-
Set Asides	-	-	-	-
Unrestricted (deficit)	18,453,989	15,009,778	12,308,108	9,816,276
Total primary government net position	<u>\$ 28,883,480</u>	<u>\$ 25,610,939</u>	<u>\$ 23,406,112</u>	<u>\$ 21,939,283</u>

Source: School District financial records.

(1) New terminology in accordance with GASB Statement No. 63 which was implemented in 2013.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
6,393,963	4,067,939	3,115,203	19,694,843	2,895,485	6,533,198
1,261,175	1,954,926	2,715,093	-	-	-
2,443,764	2,374,692	2,266,165	248,507	-	-
39,180	-	-	-	-	-
112,716	-	-	-	-	-
54,051	-	-	-	-	-
22,248	-	-	-	-	-
65,549	-	-	-	-	-
22,416	-	-	-	-	-
-	133,881	145,131	304,764	304,764	392,581
364,682	364,682	364,682	364,682	-	-
10,795,395	10,924,003	9,190,897	(8,009,371)	(603,882)	(3,392,298)
<u>21,575,139</u>	<u>19,820,123</u>	<u>17,797,171</u>	<u>12,603,425</u>	<u>2,596,367</u>	<u>3,533,481</u>
-	-	-	-	-	-
11,878	14,988	17,816	20,643	23,471	26,298
<u>(311,466)</u>	<u>(189,365)</u>	<u>(12,444)</u>	<u>629</u>	<u>(9,366)</u>	<u>(35,345)</u>
<u>(299,588)</u>	<u>(174,377)</u>	<u>5,372</u>	<u>21,272</u>	<u>14,105</u>	<u>(9,047)</u>
-	-	-	-	-	-
6,405,841	4,082,927	3,133,019	19,715,486	2,918,956	6,559,496
1,261,175	1,954,926	2,715,093	-	-	-
2,443,764	2,374,692	2,266,165	248,507	-	-
39,180	-	-	-	-	-
112,716	-	-	-	-	-
54,051	-	-	-	-	-
22,248	-	-	-	-	-
65,549	-	-	-	-	-
22,416	-	-	-	-	-
-	133,881	145,131	304,764	304,764	392,581
364,682	364,682	364,682	364,682	-	-
10,483,929	10,734,638	9,178,453	(8,008,742)	(613,248)	(3,427,643)
<u>\$ 21,275,551</u>	<u>\$ 19,645,746</u>	<u>\$ 17,802,543</u>	<u>\$ 12,624,697</u>	<u>\$ 2,610,472</u>	<u>\$ 3,524,434</u>

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

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Expenses	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Governmental activities:				
Instruction:				
Regular	\$ 10,160,176	\$ 10,159,477	\$ 10,527,461	\$ 10,442,452
Special	2,966,148	2,763,960	2,044,031	2,124,180
Vocational	119,372	101,276	101,336	88,669
Other instructional	28,429	27,004	26,963	24,695
Support services:				
Pupil	1,327,486	1,372,568	1,402,845	1,261,354
Instructional staff	508,121	589,672	1,227,221	1,406,625
Board of education	63,735	33,499	24,499	27,523
Administration	1,530,055	1,465,239	1,525,224	1,437,284
Fiscal	821,468	682,284	808,236	857,173
Business	15,969	33,442	15,108	20,454
Operations and maintenance	2,339,963	1,767,999	1,848,672	1,952,349
Pupil transportation	635,344	636,919	598,342	630,610
Central	317,623	271,886	703,144	602,701
Operation of non-instructional services:				
Other non-instructional services	435,425	448,198	440,844	567,715
Extracurricular activities	475,581	531,641	546,593	556,263
Interest and fiscal charges	782,309	861,026	1,343,335	1,413,555
Bond issuance costs	79,000	304,956	-	-
Total governmental activities expenses	<u>22,606,204</u>	<u>22,051,046</u>	<u>23,183,854</u>	<u>23,413,602</u>
Business-type activities:				
Food service	407,926	431,845	409,011	385,275
Day care services	710,406	728,605	732,200	677,048
Total business-type activities expenses	<u>1,118,332</u>	<u>1,160,450</u>	<u>1,141,211</u>	<u>1,062,323</u>
Total primary government expenses	<u>23,724,536</u>	<u>23,211,496</u>	<u>24,325,065</u>	<u>24,475,925</u>

	2010	2009	2008	2007	2006	2005
\$	10,359,053	\$ 9,734,851	\$ 7,894,286	\$ 6,904,558	\$ 9,875,549	\$ 9,032,971
	2,608,089	3,068,363	2,696,239	2,475,614	2,846,548	2,268,896
	172,084	17,430	5,070	160,020	264,185	263,564
	6,538	15,305	31,041	25,479	89,072	63,463
	1,092,469	1,202,917	1,073,956	1,094,099	1,339,071	1,219,170
	1,297,713	1,764,724	1,228,859	1,228,523	1,323,560	1,304,437
	30,939	27,381	21,868	19,398	20,235	18,703
	1,491,518	1,361,033	1,157,334	918,746	1,396,018	1,210,899
	868,247	741,625	682,164	698,716	573,589	658,326
	201,637	219,281	57,978	23,176	24,882	29,590
	2,018,495	2,156,645	1,809,402	1,871,949	2,020,131	2,089,659
	709,469	703,411	1,110,868	524,392	578,268	578,576
	585,207	244,236	228,198	160,140	153,966	157,075
	523,037	637,148	469,812	636,714	537,553	515,554
	454,972	613,848	386,666	419,166	658,994	668,006
	1,528,481	1,441,200	1,679,026	1,380,019	1,659,845	185,695
	-	-	-	-	-	-
	<u>23,947,948</u>	<u>23,949,398</u>	<u>20,532,767</u>	<u>18,540,709</u>	<u>23,361,466</u>	<u>20,264,584</u>
	415,012	345,918	315,287	222,957	564,054	411,975
	725,270	925,404	863,641	861,174	803,623	794,509
	<u>1,140,282</u>	<u>1,271,322</u>	<u>1,178,928</u>	<u>1,084,131</u>	<u>1,367,677</u>	<u>1,206,484</u>
	<u>25,088,230</u>	<u>25,220,720</u>	<u>21,711,695</u>	<u>19,624,840</u>	<u>24,729,143</u>	<u>21,471,068</u>

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

CHANGES IN NET POSITION - (Continued)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Program Revenues	2014	2013	2012	2011
Governmental activities:				
Charges for services and sales:				
Instruction:				
Regular	\$ 336,844	\$ 414,852	\$ 405,162	\$ 369,546
Special	38,480	33,017	11,753	-
Vocational	-	-	-	-
Other instructional	-	-	1,712	2,257
Support services:				
Pupil	-	-	-	-
Instructional staff	-	-	-	479
Board of education	-	-	-	-
Administration	-	-	1,872	-
Fiscal	-	-	-	-
Business	-	-	-	-
Operations and maintenance	102,164	101,970	104,119	103,635
Pupil transportation	29,600	35,520	33,382	21,541
Central	-	1,431	-	230
Operation of non-instructional services:				
Other non-instructional services	1,990	1,237	172	1,750
Extracurricular activities	101,150	103,829	96,092	117,699
Operating grants and contributions:				
Instruction:				
Regular	63,770	64,233	66,040	189,310
Special	952,668	727,450	392,629	654,196
Vocational	140	7,802	7,802	7,802
Adult/Continuing	-	-	-	-
Other instructional	-	784	654	290
Support services:				
Pupil	104,071	177,360	122,200	144,588
Instructional staff	44,373	62,143	-	77,163
Board of education	-	-	-	-
Administration	4,133	8,771	2,831	17,816
Fiscal	25,756	26,018	9,975	18,249
Operations and maintenance	2,589	-	1,161	130,747
Pupil transportation	-	-	37,082	-
Central	-	2,146	8,321	5,030
Operation of non-instructional services:				
Other non-instructional services	448,969	430,875	438,194	519,233
Extracurricular activities	1,825	6,306	25,737	1,193
Capital grants and contributions:				
Instruction:				
Regular	-	-	-	-
Special	-	-	-	-
Support services:				
Instructional staff	-	-	-	-
Pupil transportation	-	-	-	-
Operations and maintenance	-	-	-	1,256
Total governmental program revenues	2,258,522	2,205,744	1,766,890	2,384,010
Business-type activities:				
Charges for services and sales:				
Food service	228,269	232,193	199,724	179,685
Day care services	793,720	791,579	746,139	686,999
Operating grants and contributions:				
Food service	171,535	188,987	202,397	175,548
Total business-type activities program revenues	1,193,524	1,212,759	1,148,260	1,042,232
Total primary government program revenue	3,452,046	3,418,503	2,915,150	3,426,242
Net (Expense)/Revenue				
Governmental activities	(20,347,682)	(19,845,302)	(21,416,964)	(21,029,592)
Business-type activities	75,192	52,309	7,049	(20,091)
Total primary government net expense	(20,272,490)	(19,792,993)	(21,409,915)	(21,049,683)

	2010	2009	2008	2007	2006	2005
\$	373,012	\$ 262,454	\$ 272,244	\$ 305,364	\$ 408,350	\$ 295,774
	-	53,948	61,418	7,000	-	-
	-	333	939	-	-	-
	3,435	-	408	-	14,597	17,230
	-	20,926	22,968	-	31,231	-
	11,063	31,346	5,663	-	-	27,740
	-	530	540	1,510	1,515	4,713
	-	27,200	28,527	2,445	121,329	238,058
	-	14,731	15,969	-	-	-
	-	4,098	1,423	-	-	-
	87,782	47,017	43,932	144,419	-	-
	19,363	12,392	11,152	6,328	38,974	110,021
	307	6,587	5,466	-	-	-
	6,258	7,636	14,748	19,573	-	-
	99,970	100,987	98,290	99,590	101,819	47,317
	86,014	63,267	60,335	70,533	76,432	85,321
	673,625	405,537	319,520	294,779	301,995	271,229
	7,744	3,133	-	66,019	51,943	40,966
	-	-	-	1,240	-	-
	-	17,258	6,743	15,592	-	-
	146,765	163,928	249,076	239,775	218,654	202,280
	101,288	38,154	87,891	30,546	58,587	35,216
	-	-	-	6,858	-	-
	20,605	16,607	-	-	-	-
	14,596	9,352	-	-	-	-
	78,839	-	-	-	-	-
	38,444	-	-	7,020	-	3,917
	5,170	6,695	6,624	-	-	-
	527,822	556,617	525,936	525,529	520,874	509,752
	125	-	-	-	-	-
	-	-	-	150,000	-	16,065
	-	-	-	-	-	-
	-	-	-	-	-	15,000
	-	-	6,510	-	-	-
	-	-	-	-	-	-
	<u>2,302,227</u>	<u>1,870,733</u>	<u>1,846,322</u>	<u>1,994,120</u>	<u>1,946,300</u>	<u>1,920,599</u>
	193,762	211,747	144,409	122,413	265,835	285,370
	637,749	688,074	841,474	858,810	836,309	807,963
	145,805	125,262	111,834	51,752	125,519	137,208
	<u>977,316</u>	<u>1,025,083</u>	<u>1,097,717</u>	<u>1,032,975</u>	<u>1,227,663</u>	<u>1,230,541</u>
	<u>3,279,543</u>	<u>2,895,816</u>	<u>2,944,039</u>	<u>3,027,095</u>	<u>3,173,963</u>	<u>3,151,140</u>
	(21,645,721)	(22,078,665)	(18,686,445)	(16,546,589)	(21,415,166)	(18,343,985)
	(162,966)	(246,239)	(81,211)	(51,156)	(140,014)	24,057
	<u>(21,808,687)</u>	<u>(22,324,904)</u>	<u>(18,767,656)</u>	<u>(16,597,745)</u>	<u>(21,555,180)</u>	<u>(18,319,928)</u>

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

CHANGES IN NET POSITION - (Continued)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Revenues and Other Changes in Net Position				
Governmental activities:				
Property taxes levied for:				
General purposes	\$ 16,876,303	\$ 15,093,080	\$ 15,697,755	\$ 14,008,337
Debt service	1,925,240	2,032,515	2,166,501	1,933,450
Grants and entitlements not restricted to specific programs	4,580,830	4,744,664	4,773,368	5,173,969
Investment earnings	135,563	31,082	118,471	127,727
Miscellaneous	26,392	80,527	110,185	57,879
Transfers	(107,000)	-	-	-
Total governmental activities	<u>23,437,328</u>	<u>21,981,868</u>	<u>22,866,280</u>	<u>21,301,362</u>
Business-type activities:				
Miscellaneous	703	15,952	10,464	36,709
Transfers	107,000	-	-	-
Non-operating (revenues):				
Proceeds from sale of capital assets	-	-	-	-
Total business-type activities	<u>107,703</u>	<u>15,952</u>	<u>10,464</u>	<u>36,709</u>
Total primary government	<u>23,545,031</u>	<u>21,997,820</u>	<u>22,876,744</u>	<u>21,338,071</u>
Change in Net Position				
Governmental activities	3,089,646	2,136,566	1,449,316	271,770
Business-type activities	<u>182,895</u>	<u>68,261</u>	<u>17,513</u>	<u>16,618</u>
Total primary government	<u>\$ 3,272,541</u>	<u>\$ 2,204,827</u>	<u>\$ 1,466,829</u>	<u>\$ 288,388</u>

Source: School District financial records.

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$	15,773,158	\$ 16,115,346	\$ 16,016,359	\$ 16,103,726	\$ 13,669,113	\$ 13,885,074
	2,117,387	2,116,467	2,070,148	2,110,733	1,493,351	478,714
	5,217,461	5,288,005	4,819,377	4,240,208	4,141,356	4,241,506
	223,267	513,033	905,764	1,925,490	1,209,937	153,109
	69,464	68,766	97,534	120,947	107,831	105,675
	-	-	(28,992)	-	(143,536)	(84,785)
	<u>23,400,737</u>	<u>24,101,617</u>	<u>23,880,190</u>	<u>24,501,104</u>	<u>20,478,052</u>	<u>18,779,293</u>
	37,755	66,490	36,319	14,150	14,920	-
	-	-	28,992	-	143,536	84,785
	-	-	-	-	4,710	-
	<u>37,755</u>	<u>66,490</u>	<u>65,311</u>	<u>14,150</u>	<u>163,166</u>	<u>84,785</u>
	<u>23,438,492</u>	<u>24,168,107</u>	<u>23,945,501</u>	<u>24,515,254</u>	<u>20,641,218</u>	<u>18,864,078</u>
	1,755,016	2,022,952	5,193,745	7,954,515	(937,114)	435,308
	<u>(125,211)</u>	<u>(179,749)</u>	<u>(15,900)</u>	<u>(37,006)</u>	<u>23,152</u>	<u>108,842</u>
\$	<u>1,629,805</u>	<u>\$ 1,843,203</u>	<u>\$ 5,177,845</u>	<u>\$ 7,917,509</u>	<u>\$ (913,962)</u>	<u>\$ 544,150</u>

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

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

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Governmental activities:				
Instruction:				
Regular	\$ 400,614	\$ 479,085	\$ 471,202	\$ 558,856
Special	991,148	760,467	404,382	654,196
Vocational	140	7,802	7,802	7,802
Adult/Continuing	-	-	-	-
Other instructional	-	784	2,366	2,547
Support services:				
Pupil	104,071	177,360	122,200	144,588
Instructional staff	44,373	62,143	-	77,642
Board of education	-	-	-	-
Administration	4,133	8,771	4,703	17,816
Fiscal	25,756	26,018	9,975	18,249
Business	-	-	-	-
Operations and maintenance	104,753	101,970	105,280	235,638
Pupil transportation	29,600	35,520	70,464	21,541
Central	-	3,577	8,321	5,260
Operation of non-instructional services:				
Other non-instructional services	450,959	432,112	438,366	520,983
Extracurricular activities	102,975	110,135	121,829	118,892
Total governmental activities	<u>2,258,522</u>	<u>2,205,744</u>	<u>1,766,890</u>	<u>2,384,010</u>
Business-type activities:				
Food service	399,804	421,180	402,121	355,233
Day care services	793,720	791,579	746,139	686,999
Total business-type activities	<u>1,193,524</u>	<u>1,212,759</u>	<u>1,148,260</u>	<u>1,042,232</u>
Total primary government	<u>\$ 3,452,046</u>	<u>\$ 3,418,503</u>	<u>\$ 2,915,150</u>	<u>\$ 3,426,242</u>

Source: School District financial records.

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$	459,026	\$ 325,721	\$ 332,579	\$ 375,897	\$ 484,782	\$ 397,160
	673,625	459,485	380,938	301,779	301,995	271,229
	7,744	3,466	939	66,019	51,943	40,966
	-	-	-	1,240	-	-
	3,435	17,258	7,151	15,592	14,597	17,230
	146,765	184,854	272,044	239,775	249,885	202,280
	112,351	69,500	93,554	180,546	58,587	77,956
	-	530	540	8,368	1,515	4,713
	20,605	43,807	28,527	2,445	121,329	238,058
	14,596	24,083	15,969	-	-	-
	-	4,098	1,423	-	-	-
	166,621	47,017	43,932	144,419	-	-
	57,807	12,392	17,662	13,348	38,974	113,938
	5,477	13,282	12,090	-	-	-
	534,080	564,253	540,684	545,102	520,874	509,752
	100,095	100,987	98,290	99,590	101,819	47,317
	<u>2,302,227</u>	<u>1,870,733</u>	<u>1,846,322</u>	<u>1,994,120</u>	<u>1,946,300</u>	<u>1,920,599</u>
	339,567	337,009	256,243	174,165	391,354	422,578
	637,749	688,074	841,474	858,810	836,309	807,963
	<u>977,316</u>	<u>1,025,083</u>	<u>1,097,717</u>	<u>1,032,975</u>	<u>1,227,663</u>	<u>1,230,541</u>
\$	<u>3,279,543</u>	<u>2,895,816</u>	<u>2,944,039</u>	<u>3,027,095</u>	<u>3,173,963</u>	<u>3,151,140</u>

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

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

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011 (1)</u>
General Fund:				
Committed	\$ -	\$ -	\$ 10,234	\$ 178,302
Assigned	313,968	223,219	294,570	326,450
Nonspendable	10,689	10,457	7,605	-
Unassigned	17,921,642	15,341,983	13,732,862	12,512,850
Reserved	-	-	-	-
Unreserved (deficit)	-	-	-	-
Total general fund	<u>18,246,299</u>	<u>15,575,659</u>	<u>14,045,271</u>	<u>13,017,602</u>
All Other Governmental Funds:				
Restricted	2,892,863	2,822,345	2,638,222	2,652,841
Committed	273,857	374,441	111,584	299,333
Unassigned (deficit)	-	(25,867)	(4,961)	(129)
Reserved	-	-	-	-
Unreserved (deficit), reported in:				
Special revenue funds	-	-	-	-
Debt service funds	-	-	-	-
Capital projects funds	-	-	-	-
Total all other governmental funds	<u>3,166,720</u>	<u>3,170,919</u>	<u>2,744,845</u>	<u>2,952,045</u>
Total governmental funds	<u>\$ 21,413,019</u>	<u>\$ 18,746,578</u>	<u>\$ 16,790,116</u>	<u>\$ 15,969,647</u>

Source: School District financial records.

(1) The District implemented GASB Statement 54 in fiscal year 2011.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,889,744	3,089,568	2,604,233	2,581,171	1,974,419	2,607,649
9,225,324	9,066,925	7,599,626	3,976,489	194,327	(636,533)
<u>12,115,068</u>	<u>12,156,493</u>	<u>10,203,859</u>	<u>6,557,660</u>	<u>2,168,746</u>	<u>1,971,116</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,120,673	661,129	733,740	6,682,603	614,617	377,824
(27,915)	166,615	261,212	229,768	214,666	278,466
2,122,537	2,045,656	2,011,929	2,007,092	1,829,141	819,722
616,222	965,628	2,416,869	4,985,364	26,351,410	(272,039)
<u>3,831,517</u>	<u>3,839,028</u>	<u>5,423,750</u>	<u>13,904,827</u>	<u>29,009,834</u>	<u>1,203,973</u>
<u>\$ 15,946,585</u>	<u>\$ 15,995,521</u>	<u>\$ 15,627,609</u>	<u>\$ 20,462,487</u>	<u>\$ 31,178,580</u>	<u>\$ 3,175,089</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>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Revenues				
From local sources:				
Taxes	\$ 18,416,893	\$ 17,392,923	\$ 17,083,443	\$ 17,064,594
Intergovernmental	6,368,137	5,994,215	6,084,947	6,736,014
Tuition	222,481	306,080	266,691	195,792
Earnings on investments	132,284	37,413	113,069	121,957
Extracurricular	164,039	171,383	155,419	160,095
Charges for services	-	-	-	-
Classroom materials and fees	79,751	76,903	96,508	136,074
Rental income	102,164	101,970	104,119	103,635
Customer sales and services	-	-	-	-
Contributions and donations	12,069	11,378	33,545	11,041
Other local revenues	72,341	101,243	155,159	79,420
Total revenues	<u>25,570,159</u>	<u>24,193,508</u>	<u>24,092,900</u>	<u>24,608,622</u>
Expenditures				
Current:				
Instruction:				
Regular	8,947,016	9,049,519	9,472,929	9,292,770
Special	2,969,311	2,749,086	2,054,128	2,127,551
Vocational	131,726	112,285	101,336	88,669
Other	14,478	14,650	15,954	24,695
Support services:				
Pupil	1,315,830	1,391,035	1,418,673	1,253,749
Instructional staff	454,886	543,701	1,191,611	1,382,636
Board of education	63,735	33,499	24,499	27,523
Administration	1,514,324	1,446,104	1,525,693	1,434,797
Fiscal	816,874	683,382	807,897	852,313
Business	15,969	33,442	15,108	37,798
Operations and maintenance	1,695,749	1,708,857	1,714,845	1,809,114
Pupil transportation	697,314	693,156	714,197	535,905
Central	301,018	259,559	586,819	598,003
Operation of non-instructional services:				
Other non-instructional services	434,108	446,655	440,733	562,698
Extracurricular activities	473,027	531,056	545,067	554,880
Facilities acquisition and construction	821,181	409,514	263,660	1,573,926
Capital outlay	446,648	-	-	-
Issuance costs	79,000	304,956	-	-
Debt service:				
Principal retirement	1,365,000	1,280,000	1,210,000	1,265,000
Interest and fiscal charges	729,413	854,092	1,174,282	1,197,228
Total expenditures	<u>23,286,607</u>	<u>22,544,548</u>	<u>23,277,431</u>	<u>24,619,255</u>
Excess of revenues over (under) expenditures	<u>2,283,552</u>	<u>1,648,960</u>	<u>815,469</u>	<u>(10,633)</u>
Other Financing Sources (Uses)				
Transfers in	1,019,132	1,064,010	452,500	1,126,578
Transfers (out)	(1,162,156)	(1,064,010)	(452,500)	(1,092,883)
Sale of assets	-	-	5,000	-
Capital lease transaction	446,648	-	-	-
General obligation bonds issued	-	-	-	-
Refunding bonds issued	6,901,000	16,539,980	-	-
Premium on bonds	490,730	2,350,698	-	-
Payment refunded bond escrow agent	(7,312,465)	(18,583,176)	-	-
Total other financing sources (uses)	<u>382,889</u>	<u>307,502</u>	<u>5,000</u>	<u>33,695</u>
Net change in fund balances	<u>\$ 2,666,441</u>	<u>\$ 1,956,462</u>	<u>\$ 820,469</u>	<u>\$ 23,062</u>
Debt service as a percentage of noncapital expenditures	9.27%	9.66%	10.35%	10.63%

Source: School District financial records.

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

	2010	2009	2008	2007	2006	2005
\$	17,595,767	\$ 18,168,781	\$ 18,215,926	\$ 17,908,931	\$ 15,155,771	\$ 14,120,388
	6,835,178	6,497,091	6,058,755	5,640,961	5,369,843	5,463,813
	207,506	314,045	320,322	284,113	327,730	203,301
	208,581	513,033	905,764	1,849,715	1,209,937	153,109
	153,008	183,195	157,585	164,835	236,449	166,754
	-	-	-	-	-	236,439
	135,664	-	-	-	-	54,153
	87,782	115,447	107,987	144,419	102,244	-
	-	-	-	-	44,363	-
	13,469	14,548	15,744	-	-	-
	104,694	68,766	97,534	114,794	112,318	104,966
	<u>25,341,649</u>	<u>25,874,906</u>	<u>25,879,617</u>	<u>26,107,768</u>	<u>22,558,655</u>	<u>20,502,923</u>
	9,406,536	8,778,083	8,164,321	7,539,460	8,759,003	8,966,247
	2,723,835	3,004,012	2,823,014	2,611,307	2,656,532	2,466,075
	172,084	17,430	5,070	196,241	252,072	263,564
	6,538	15,305	31,041	25,479	90,271	63,462
	1,121,925	1,167,004	1,162,803	1,257,308	1,208,232	1,262,717
	1,304,854	1,654,506	1,272,959	1,228,741	1,235,230	1,316,040
	30,939	27,381	21,868	19,398	20,235	18,703
	1,557,313	1,336,634	1,150,542	1,056,596	1,088,483	1,169,552
	861,725	742,080	678,772	653,957	580,953	652,933
	184,293	219,281	57,978	23,176	24,882	29,590
	2,014,311	2,271,267	1,776,897	1,744,105	1,917,837	2,121,366
	736,858	640,776	1,138,995	479,562	563,147	546,265
	576,868	240,556	226,286	154,605	164,209	153,829
	519,876	603,912	494,444	545,938	576,530	509,614
	454,972	609,636	393,906	392,708	662,119	665,031
	1,263,770	1,765,933	8,862,724	16,697,008	2,609,671	733,020
	-	-	-	-	-	-
	-	-	-	-	323,735	-
	1,185,000	1,145,000	1,110,000	860,000	194,252	400,000
	1,268,888	1,268,198	1,303,883	1,338,272	1,445,436	185,388
	<u>25,390,585</u>	<u>25,506,994</u>	<u>30,675,503</u>	<u>36,823,861</u>	<u>24,372,829</u>	<u>21,523,396</u>
	<u>(48,936)</u>	<u>367,912</u>	<u>(4,795,886)</u>	<u>(10,716,093)</u>	<u>(1,814,174)</u>	<u>(1,020,473)</u>
	2,546,391	402,013	650,529	111,987	322,589	507,668
	(2,546,391)	(402,013)	(689,521)	(111,987)	(466,126)	(595,077)
	-	-	-	-	-	-
	-	-	-	-	28,499,992	-
	-	-	-	-	2,729,999	-
	-	-	-	-	1,587,906	-
	-	-	-	-	(2,856,695)	-
	-	-	(38,992)	-	29,817,665	(87,409)
\$	<u>(48,936)</u>	<u>\$ 367,912</u>	<u>\$ (4,834,878)</u>	<u>\$ (10,716,093)</u>	<u>\$ 28,003,491</u>	<u>\$ (1,107,882)</u>
	10.22%	10.20%	11.45%	10.92%	7.53%	2.83%

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

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

Collection Year	Tangible Personal Property					
	Real Property		Public Utility		General Business	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2014	\$ 340,827,800	\$ 973,793,714	\$ 4,394,500	\$ 4,993,750	\$ -	\$ -
2013	336,463,920	961,325,486	4,011,650	4,558,693	-	-
2012	350,580,950	1,001,659,857	3,709,930	4,215,830	-	-
2011	356,225,970	1,017,788,486	3,580,770	4,069,057	-	-
2010	355,779,330	1,016,512,371	3,498,100	3,975,114	566,680	-
2009	387,103,710	1,106,010,600	3,279,780	3,727,023	1,941,250	-
2008	381,078,160	1,088,794,743	3,124,260	3,550,295	2,961,371	47,381,936
2007	383,651,250	1,096,146,428	4,854,800	5,516,818	2,537,878	13,535,349
2006	351,888,370	1,010,185,514	5,810,780	6,603,159	3,610,219	14,440,876
2005	353,424,430	1,002,346,571	5,695,270	6,471,898	4,394,927	18,312,196

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.

(1) The effective tax rate has been replaced by the direct tax rate for all years covered by this schedule.

Source: Office of the Fiscal Officer, Cuyahoga County

Total			
Assessed Value	Estimated Actual Value	Ratio	Direct Tax Rate (1)
\$ 345,222,300	\$ 978,787,464	35.27%	96.47
340,475,570	965,884,179	35.25%	97.70
354,290,880	1,005,875,687	35.22%	97.60
359,806,740	1,021,857,543	35.21%	97.27
359,844,110	1,020,487,485	35.26%	97.27
392,324,740	1,109,737,623	35.35%	95.97
387,163,791	1,139,726,974	33.97%	95.87
391,043,928	1,115,198,595	35.06%	95.47
361,309,369	1,031,229,549	35.04%	95.47
363,514,627	1,027,130,665	35.39%	90.77

**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					
2013/2014	86.30	5.60	4.57	96.47	24.84	11.61	132.92
2012/2013	86.10	7.03	4.57	97.70	20.80	11.80	130.30
2011/2012	86.00	7.03	4.57	97.60	20.80	11.80	130.20
2010/2011	85.77	6.93	4.57	97.27	20.60	11.80	129.67
2009/2010	85.77	6.93	4.57	97.27	20.60	11.80	129.67
2008/2009	85.17	6.23	4.57	95.97	20.60	11.80	128.37
2007/2008	85.17	6.13	4.57	95.87	20.20	11.80	127.87
2006/2007	84.87	6.03	4.57	95.47	20.20	11.80	127.47
2005/2006	84.47	6.43	4.57	95.47	20.30	11.80	127.57
2004/2005	84.67	1.53	4.57	90.77	20.30	11.80	122.87

Source: Cuyahoga County Fiscal Officer's Office - Data is presented on a calendar year basis consistent with the County Fiscal Officer's method of maintaining the information. Composite Reduction Factor (DTE515) report for tax year 2012.

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

PROPERTY TAX LEVIES AND COLLECTIONS (1)
LAST TEN YEARS

Collection Year	Current Tax Levy	Current Tax Collections	Percent of Current Levy Collected	Delinquent Tax Collections (2)	Total Tax Collection	Total Collection As a Percent of Total Levy
2014	\$ 19,798,918	\$ 19,285,908	97.41%	\$ 461,947	\$ 19,747,855	99.74%
2013	20,507,201	19,663,016	95.88%	384,089	20,047,105	97.76%
2012	20,373,581	19,710,953	96.75%	548,602	20,259,555	99.44%
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%

Source: Office of the Fiscal Officer, 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, 2014 AND DECEMBER 31, 2005

December 31, 2013			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Real Estate Assessed Value
Z and Sons Limited	\$ 5,930,960	1	1.76%
Fairview Shopping Center Corporation	3,580,990	2	1.06%
Cleveland Electric Illuminating Company	3,087,620	3	0.92%
Lawn Village Incorporated	2,404,290	4	0.71%
200 West Apartments	1,765,680	5	0.52%
West Valley Medical	1,764,950	6	0.52%
Stallard-Schrier Family Limited Partnership	917,560	7	0.27%
McGowan Real Estate	906,570	8	0.27%
Fairview Realty Invest Ltd.	840,710	9	0.25%
Puzzitiello Rocco H Jr. Trs	728,250	10	0.22%
Totals	\$ 21,927,580		6.50%
Toal Assessed Valuation	\$ 336,463,920		

December 31, 2005			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Real Estate Assessed Value
Z & Sons Limited Partnership	\$ 6,688,680	1	1.91%
Fairview Shopping Center Corporation	4,015,900	2	1.14%
Lawn Village, Inc.	2,700,440	3	0.77%
200 West Apartments	1,855,010	4	0.53%
Stallard-Schrier Family Ltd. Partnership	951,940	5	0.27%
Puzzitiello Rocco H Jr. Trust	919,840	6	0.26%
North Solon Office	918,750	7	0.26%
Fairview Realty Invest Ltd.	910,390	8	0.26%
Parkview Management LLC	814,700	9	0.23%
Fairview Park Senior Apt. Corp	759,260	10	0.22%
Totals	\$ 20,534,910		5.85%
Toal Assessed Valuation	\$ 350,821,300		

Source: Office of the Fiscal Officer, Cuyahoga County

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

PRINCIPAL TAXPAYERS
TANGIBLE AND PUBLIC UTILITY PERSONAL PROPERTY TAX
DECEMBER 31, 2014 AND DECEMBER 31, 2005

December 31, 2014			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Tangible Personal Property Assessed Value
Cleveland Electric Illuminating Co.	\$ 3,087,620	1	76.97%
East Ohio Gas Co.	695,360	2	17.33%
American Transmission Systems	228,670	3	5.70%
Totals	\$ 4,011,650		100.00%
Toal Assessed Valuation	\$ 4,011,650		

December 31, 2005			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Tangible Personal Property Assessed Value
Cleveland Electric Illuminating Co.	\$ 2,152,780	1	18.84%
Ohio Bell Telephone Company	1,965,220	2	17.20%
Tops Markets LLC	737,510	3	6.45%
Golf Galaxy, Inc.	300,090	4	2.63%
Cox Cable Cleveland	208,430	5	1.82%
Quadax, Inc.	168,400	6	1.47%
Great Lakes Companies, Inc.	137,880	7	1.21%
Reserve Network Inc.	130,000	8	1.14%
Citicorp Vendor Finance Inc.	127,930	9	1.12%
Xerox Corp.	123,480	10	1.08%
Totals	\$ 6,051,720		52.96%
Toal Assessed Valuation	\$ 11,426,658		

Source: Office of the Fiscal Officer, Cuyahoga County

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

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
ATTRIBUTABLE TO GOVERNMENTAL ACTIVITIES
JUNE 30, 2014

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Overlapping debt:			
City of Fairview Park	\$ 26,343,567	94.29%	\$ 24,839,676
Cuyahoga County	456,029,488	1.19%	5,422,321
Regional Transit Authority	<u>151,916,808</u>	1.19%	<u>1,806,334</u>
Total overlapping debt	634,289,863		32,068,331
Direct debt	<u>28,619,717</u>	100.00%	<u>28,619,717</u>
Total direct and overlapping debt	<u>\$ 662,909,580</u>		<u>\$ 60,688,048</u>

Source: Office of the Fiscal Officer, 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 2012 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>Capital Leases</u>	<u>Total</u>	<u>Percentage of Total Personal Income (2)</u>	<u>Per Capita (2)</u>	
2014	\$ 26,691,031	\$ 446,648	\$ 27,137,679	5.46%	\$ 1,638	
2013	28,536,131	-	28,536,131	5.74%	1,696	
2012	27,604,200	-	27,604,200	5.55%	1,641	
2011	28,683,343	-	28,683,343	5.77%	1,705	
2010	29,758,438	-	29,758,438	6.44%	1,694	
2009	30,773,718	-	30,773,718	6.66%	1,751	
2008	31,792,498	-	31,792,498	6.88%	1,809	
2007	32,574,235	-	32,574,235	7.05%	1,854	
2006	33,510,010	-	33,510,010	7.25%	1,907	
2005	3,654,252	-	3,654,252	0.79%	208	

Source: School District financial records.

(1) Includes 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 (4)	Resources Available to Pay Principal (3)	Net General Bonded Debt		
2014	16,571	\$ 978,787,464	\$ 26,691,031	\$ 2,734,196	\$ 23,956,835	2.45%	1,446
2013	16,826	965,884,179	28,536,131	2,734,196	25,801,935	2.68%	1,538
2012	16,826	1,005,875,687	27,604,200	2,471,773	25,132,427	2.50%	1,494
2011	16,826	1,021,857,543	28,683,343	2,457,586	26,225,757	2.57%	1,559
2010	17,572	1,020,487,485	29,758,438	2,442,316	27,316,122	2.68%	1,555
2009	17,572	1,109,737,623	30,773,718	2,372,936	28,400,782	2.56%	1,616
2008	17,572	1,139,726,974	31,792,498	2,276,690	29,515,808	2.59%	1,680
2007	17,572	1,115,198,595	32,574,235	2,250,270	30,323,965	2.72%	1,726
2006	17,572	1,031,229,549	33,510,010	2,044,406	31,465,604	3.05%	1,791
2005	17,572	1,027,130,665	3,654,252	886,766	2,767,486	0.27%	157

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.
- (3) Represents the fund balance of the bond retirement fund. Portion specific to principal and interest cannot be determined. Entire balance may be applied to principal.
- (4) Includes unamortized premiums and accreted interest on capital appreciation bonds.

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

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

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Voted</u>				
Assessed Valuation	\$ 345,222,300	\$ 340,475,570	\$ 354,290,880	\$ 359,806,740
Debt Limit - 9% of assessed value	\$ 31,070,007	\$ 30,642,801	\$ 31,886,179	\$ 32,382,607
Amount of debt applicable to debt limit:				
General obligation bonds (1)	23,991,516	25,304,980	25,980,773	26,624,993
Less amount available in debt service	(2,771,555)	(2,734,196)	(2,471,773)	(2,457,586)
Total	21,219,961	22,570,784	23,509,000	24,167,407
Overall debt margin	\$ 9,850,046	\$ 8,072,017	\$ 8,377,179	\$ 8,215,200
Total net debt applicable to limit as a percentage of debt limit	68.30%	73.66%	73.73%	74.63%
<u>Unvoted</u>				
Debt margin - .10% of assessed value	\$ 345,222	\$ 340,476	\$ 354,291	\$ 359,807
Amount of debt applicable	-	-	-	-
Unvoted debt margin	\$ 345,222	\$ 340,476	\$ 354,291	\$ 359,807

Source: School District financial records.

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

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 359,844,110	\$ 392,324,740	\$ 387,163,791	\$ 391,043,298	\$ 361,309,369
\$ 32,385,970	\$ 35,309,227	\$ 34,844,741	\$ 35,193,897	\$ 32,517,843
27,659,992	30,212,992	29,989,992	31,099,992	31,959,992
(2,442,316)	(2,372,936)	(2,276,690)	(2,250,270)	(2,044,406)
<u>25,217,676</u>	<u>27,840,056</u>	<u>27,713,302</u>	<u>28,849,722</u>	<u>29,915,586</u>
\$ 7,168,294	\$ 7,469,171	\$ 7,131,439	\$ 6,344,175	\$ 2,602,257
77.87%	78.85%	79.53%	81.97%	92.00%
\$ 359,844	\$ 392,325	\$ 387,164	\$ 391,043	\$ 361,309
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ 359,844	\$ 392,325	\$ 387,164	\$ 391,043	\$ 361,309

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

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Year	Fairview Park Population (1)	Average Personal Income (1)	Per Capita Personal Income (1)	Cuyahoga County Unemployment Rate
2014	16,571	\$ 497,477,516	\$ 32,144	7.0%
2013	16,826	497,477,516	29,566	7.3%
2012	16,826	497,477,516	29,566	6.9%
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%

(1) 2002-2010: U. S. Census Bureau - 2000 Census. 2011: U.S. Census Bureau - 2010 Census.
Population, 2013 estimate

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

PRINCIPAL EMPLOYERS
CURRENT YEAR AND EIGHT YEARS AGO

		2013	
Employer	Nature of Business	Number of Employees	Percentage of Total Employment
Fairview Park CSD	School District	407	6.36%
Cleveland Metroparks System	Metroparks System	236	3.69%
Cuyahoga County	County Government	184	2.87%
ASRC Areospace Corporation	Engineering and Information Technology	139	2.17%
Riser Foods	Retail	139	2.17%
McGowan & Company	Health Care Services	95	1.48%
Cuyahoga County Board of Education	County Government	82	1.28%
Cleveland Clinic Foundation	Hospital & Health Services	71	1.11%
Westside Cardiology	Hospital & Health Services (Consulting)	61	0.95%
Reserves Network	Employment Services	46	0.72%
Total		<u>1,460</u>	<u>22.80%</u>
Total employment within the District (1)		<u>6,401</u>	

		2006 (2)	
Employer	Nature of Business	Number of Employees	Percentage of Total Employment
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 2012 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**

Parkview Early Education Learning Center

Constructed in 1952, 1959, 1966
Total Building Square Footage 40,086
Enrollment Grades - Preschool, Day Care, Kindergarten
Student Capacity - 500
Regular Instruction Classrooms - 5
Regular Instruction Teachers - 5
Special Instruction Teachers - 3.5

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 - 35
Regular Instruction Teachers - 35
Special Instruction Teachers - 4

Lewis F. Mayer Middle School

Constructed in 1954, 1960, 1968
Total Building Square Footage 30,790
Enrollment Grades - 6 - 8
Student Capacity - 450
Regular Instruction Classrooms - 16
Regular Instruction Teachers - 17
Special Instruction Teachers - 4

Gilles-Sweet Elementary School

Constructed in 2007
Total Building Square Footage 104,987
Enrollment Grades - 1 - 5
Student Capacity - 882
Regular Instruction Classrooms - 28
Regular Instruction Teachers - 29
Special Instruction Teachers - 3.5

Source: School District records.

Latest information available

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

PER PUPIL COST
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities Expenses	Enrollment (1)	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio
2014	\$ 22,606,204	1,795	\$ 12,594	2.8%	128.3	14.0
2013	22,051,046	1,800	12,251	-8.3%	127.0	14.2
2012	23,183,854	1,736	13,355	0.4%	119.0	14.6
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

Source: School District records.

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

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

ENROLLMENT STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Elementary Schools (1)	Middle School Enrollment	High School	Totals
2014	799	424	572	1,795
2013	943	277	580	1,800
2012	907	243	586	1,736
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

Source: Ohio Department of Education.

(1) Includes Kindergarten enrollment.

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

FULL-TIME EQUIVALENT SCHOOL DISTRICT TEACHERS BY EDUCATION
LAST TEN 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>
2014	6.00	5.00	20.00	55.00	3.00	12.00	4.00	105.00
2013	7.00	6.00	24.00	49.00	4.00	17.00	4.00	111.00
2012	4.00	8.50	17.50	49.00	4.00	24.00	5.00	112.00
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	10.00	6.00	20.00	40.00	7.00	26.00	1.00	110.00
2008	5.20	6.67	33.28	19.90	19.00	25.90	1.00	110.95
2007	1.00	4.00	28.18	21.70	14.00	28.50	1.00	98.38
2006	5.13	12.15	31.60	26.42	16.60	30.00	2.00	123.90
2005	17.00	10.00	23.00	30.00	12.00	27.00	2.00	121.00

Source: School District records.

**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>
2014	(1)	(1)
2013	(1)	(1)
2012	(1)	(1)
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

Source: Ohio Department of Education, EMIS Reports.

(1) Information for fiscal year 2014, 2013, 2012, 2011 and 2010 not available.

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

ATTENDANCE AND GRADUATION RATES
LAST TEN FISCAL YEARS

Fiscal Year	Fairview Park Attendance Rate	State Average	Fairview Park Graduation Rate	State Average
2014	95.1%	94.3%	90.8%	82.2%
2013	94.8%	94.2%	92.0%	81.3%
2012	(1)	(1)	(1)	(1)
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%

Source: Ohio Department of Education Local Report Cards.

(1) Information for fiscal year 2012 not available.

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

SAT SCORES
LAST TEN SCHOOL YEARS (1)

School Year	Number of Test Takers	Number of Seniors	Percent of Students	Fairview Park Verbal	Ohio Verbal	National Verbal
2013-2014	20	8	3.40%	546	555	497
2012-2013	29	15	4.96%	548	548	496
2011-2012	28	14	4.80%	561	538	496
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

Source: High School Guidance Office.

"N/A" means information not currently available.

Fairview Park Math	Ohio Math	National Math	Fairview Park Writing	Ohio Writing	National Writing
552	562	513	526	535	487
545	556	514	528	531	488
588	548	514	561	522	488
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

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

ACT COMPOSITE SCORES
LAST TEN SCHOOL YEARS (1)

School Year	Number of Test Takers	Number of Seniors	Percent of Students	Fairview Park Composite	Ohio Composite	National Composite
2013-2014	104	104	18%	22.1	22.0	21.0
2012-2013	96	68	16%	22.1	21.8	20.9
2011-2012	103	95	70%	22.5	21.8	21.0
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

Source: High School Guidance Office.

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

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

<u>Type</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Regular instruction:										
Elementary classroom teachers	35.5	36.5	38.6	39.9	43.4	42.2	41.2	34.8	43.0	53.5
Middle school classroom teachers	13.4	12.0	11.0	13.5	18.2	16.1	12.5	9.0	15.5	17.5
High School classroom teachers	25.5	24.6	24.8	27.7	30.3	30.6	25.8	23.7	28.0	44.5
Special instruction:										
Elementary classroom teachers	6.5	6.5	10.6	10.6	10.0	13.0	13.0	13.0	11.5	9.0
Gifted education teachers	1.4	1.4	1.0	1.0	2.0	2.0	2.0	1.0	1.0	0.5
Middle school classroom teachers	2.0	2.0	2.0	2.0	2.4	3.0	4.0	4.0	3.0	4.0
High school classroom teachers	3.0	3.0	4.5	4.5	4.9	5.8	4.0	4.0	4.0	6.5
Vocational instruction:										
High school classroom teachers	1.8	1.8	1.5	1.5	2.2	2.2	2.0	2.0	1.0	4.0
Pupil support services:										
Guidance counselors	4.0	3.9	5.0	5.0	5.0	5.0	3.9	4.0	5.0	5.0
Librarians	1.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	7.0	6.0
Library Aids	3.5	2.5	2.7	2.7	4.0	4.0	4.0	3.8	0.0	0.0
Psychologists	2.0	2.0	2.0	2.0	2.0	2.0	2.0	0.7	1.0	2.0
Speech and language pathologists	2.0	2.0	2.0	2.0	2.0	2.0	1.6	0.0	2.0	3.0
Non-teaching support staff central	1.0	1.0	1.0	1.0	1.2	1.2	1.6	1.4	2.0	3.0
Instructional Support Service:										
Non-teaching support staff elementary	21.9	23.3	22.6	22.6	18.6	19.6	16.2	16.7	10.0	10.0
Non-teaching support staff middle	10.0	10.0	10.0	10.0	6.0	9.9	6.4	7.5	4.0	3.0
Non-teaching support staff high	10.8	11.0	10.8	11.9	9.9	11.9	9.6	9.7	9.0	10.0
Non-teaching support staff central	2.9	2.9	2.9	3.0	3.0	3.0	2.0	2.0	2.0	1.0
Administration:										
Elementary	3.0	3.0	3.0	3.0	2.0	2.0	2.0	2.0	4.0	5.1
Middle school	1.5	1.5	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0
High school	2.0	2.0	2.5	2.5	2.0	2.0	2.0	2.0	3.0	4.0
Central	3.2	3.2	3.3	4.3	0.0	5.0	2.6	3.2	3.0	7.0
Business:										
Central	0.5	0.5	0.5	0.5	0.9	0.9	0.0	0.0	0.0	2.0
Fiscal:										
Treasurer department	4.0	4.0	4.0	4.0	4.0	4.0	4.0	3.5	3.5	3.5
Operation of plant:										
Custodial department	13.1	14.8	15.7	17.0	19.3	19.3	19.9	18.1	18.0	18.5
Maintenance department	2.0	1.8	1.8	2.0	2.0	2.0	1.7	1.0	1.5	2.0
Pupil transportation:										
Bus drivers	6.4	5.4	5.6	5.1	5.5	4.5	4.7	3.6	4.5	7.0
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	0.0	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	0.2	1.0	1.0	1.0	1.0	0.5	0.1	1.0	1.0
Technology	1.0	1.0	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	1.0	1.0	1.0
Extracurricular:										
Athletic department	17.0	17.5	17.5	17.5	17.5	16.5	15.5	15.5	15.5	21.0
Food service program:										
Elementary	3.0	3.5	3.5	3.1	4.0	4.0	3.4	2.0	1.5	3.0
Middle school	-	-	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
High school cooks	1.8	2.4	2.4	2.4	2.4	2.4	4.0	2.0	3.5	4.0
Central	-	-	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Adult education/community service:										
Preschool	1.0	2.0	2.0	2.0	1.5	2.0	2.0	2.0	2.0	1.9
Extended care	10.0	10.0	14.0	14.0	10.0	10.0	20.0	20.0	20.0	25.5
Total	<u>219.8</u>	<u>222.0</u>	<u>234.8</u>	<u>244.3</u>	<u>242.2</u>	<u>254.1</u>	<u>239.1</u>	<u>218.3</u>	<u>235.0</u>	<u>293.0</u>

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

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

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

Fiscal Year	Students	Students Applicable for Free Lunch	Percentage of Applicable Students for the Free Lunch Program	Students Applicable for Reduced Lunch	Percentage of Applicable Students for the Reduced Lunch Program	Total Students Applicable for the Free and Reduced Lunch Programs	Total Percentage of Applicable Students for the Free and Reduced Programs
2014	1,795	376	20.95%	95	5.29%	471	26.24%
2013	1,800	407	22.61%	107	5.94%	514	28.55%
2012	1,736	385	22.18%	102	5.88%	487	28.06%
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 06, 2015**