



***North Ridgeville City School  
District***

*"Building On Success One Individual At A Time"*

**Comprehensive Annual Financial Report**

**For the Fiscal Year Ended  
June 30, 2014  
North Ridgeville, Ohio**

Back of cover.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT

NORTH RIDGEVILLE, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2014

Prepared by:

Treasurer's Office  
Biagio Sidoti, CPA, Treasurer  
Patricia Ellis, Assistant Treasurer  
Diane Ryman, Assistant Treasurer

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
FOR THE YEAR ENDED JUNE 30, 2014**

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**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
FOR THE YEAR ENDED JUNE 30, 2014**

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**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
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## **North Ridgeville City School District**

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**“Building On Success One Individual At A Time”**

December 30, 2014

Members of the Board of Education  
Residents of North Ridgeville:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the North Ridgeville City School District for the fiscal year ended June 30, 2014. Responsibility for the accuracy of the data presented and completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the School District. This report will provide the taxpayers of the North Ridgeville City School District with comprehensive financial data in a format that will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the North Ridgeville Public Library, major taxpayers, financial rating services, local bankers and other interested parties.

### **SCHOOL DISTRICT**

The School District is one of the 612 public school districts in the State and 14 in the County. We provide education to 3,965 students in grades Pre-K through 12. It is located in Lorain County in north central Ohio, approximately 20 miles southwest of the City of Cleveland and approximately ten miles southeast of the City of Lorain. The School District's territory is coterminous with the territory of the city.

The School District is in the Cleveland-Elyria-Lorain Primary Metropolitan Statistical Area (PMSA), comprised of the six counties of Ashtabula, Cuyahoga, Geauga, Lake, Lorain and Medina. It is also in the Cleveland-Akron-Lorain Consolidated Metropolitan Statistical Area (CMSA).

The School District's 2014 population was 31,269. Its area is approximately 25 square miles, broken down by land use as follows:

Residential	85.59%
Commercial/Industrial	11.93%
Public Utility	01.82%
Agricultural	00.66%
Undeveloped	(a)

(a) Included in above categories.

Approximately 35.7% of the School District's area is used for governmental (including schools, parks and highway right-of ways) and other tax-exempt purposes.

The School District's general area is served by diversified transportation facilities. Immediate access is available to three State and U.S. highways and to interstate highways I-480, I-90 and I-80 (the James W. Shocknessy Ohio Turnpike). Conrail, Amtrak, Norfolk and Western, Chessie System and Lorain and West Virginia railroads serve the County. Airfreight and passenger air service are provided through

Cleveland Hopkins International Airport, located in adjacent Cuyahoga County within 15 minutes of the School District, and the Lorain County Regional Airport in New Russia Township.

Banking and financial services are provided to the area by offices of six commercial banks and savings and loan associations, all of which have their principal offices elsewhere.

Three daily newspapers and two weekly newspapers serve the area. It is within the broadcast area of seven television stations and approximately 31 AM and FM radio stations. Multi-channel cable TV provides service to education, city government and public access.

Within commuting distance are several public and private two-year and four-year colleges and universities providing a wide range of educational facilities and opportunities. These include Cleveland State University, The University of Akron and Kent State University (three of Ohio's twelve state universities), Lorain County Community College, Cuyahoga Community College, Oberlin College (located in the County), Baldwin-Wallace University, John Carroll University and Case Western Reserve University. The Lorain Business College also is located in the County.

### **THE REPORTING ENTITY**

The North Ridgeville City School District issues its financial report based on Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." The School District is associated with various educational organizations and government entities within Lorain County that may be construed as being part of the School District's financial reporting when in fact they are not. For this reason, management has decided to differentiate between the organizations whose financial position will be incorporated within this report and the organizations that will not.

Excluded from this report for which the School District is not a member, but may be viewed as a member, are the City of North Ridgeville, the Lorain County Public Library, and the various Parent Teacher Organizations. Also excluded from this report for which the School District is a member are the North Coast Council, the Lake Erie Regional Council, the Lorain County Joint Vocational School, the North Ridgeville City Schools' Endowment Foundation, the Ohio School Boards Association, and the Ohio Schools Council.

Included in the financial reporting of this report is the Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust). The Trust is legally separate from the School District, but meets the criteria for being a component unit of the School District's financials. More detail is described in Note 1 of the financial statements.

### **ECONOMIC CONDITION AND OUTLOOK**

The School District is a mix of residential and agricultural area. Despite the economic downturn in the housing market, the School District is still experiencing growth in residential development. The adjacent cities of Westlake and North Olmsted are nearing full commercial and residential development. North Ridgeville has direct access to the cities of Cleveland, Lorain and Elyria and other Midwest locations using a combination of interstates I-80, I-90, I-480 and State Route 10. These routes also make it easy for residents to commute daily to work in the cities of Lorain, Avon Lake and other areas in Lorain County and adjacent Cuyahoga County, including the City of Cleveland.

Residential development has been significant in recent years and is expected to continue at a slower pace. Approximately 224 new homes and other single-family residences were constructed in the City in 2013. In various stages of planning and construction are community developments throughout the City: Waterbury and Del Webb, a 640-acre development to include approximately 2,000 residential units of which 1,208 units have been completed; and Meadow Lakes, a 570-acre development to include approximately 1,900 residential units of which 1,034 units have been completed.

Other developments include Avalon, an 80-acre subdivision to include 184 residential units, which is about ninety five percent completed. Windsor Point subdivision which is to include 282 residential units is 73% completed. Stone Creek subdivision will include 162 residential units of which 161 units have been completed. Ridgefield Homes, an approximate 1,000 home development that began in the mid 1990's is about 67% completed.



There are also a number of newer subdivisions being developed throughout the City which include North Ridge Point which is to include 376 residential units of which none have been completed, Timber Ridge which is to include 278 residential units of which 114 have been completed and Hampton Place which is to include 224 residential units of which 73 have been completed.

The estimated value of new residential building permits that were issued in calendar year 2013 were \$28,427,400 compared to calendar year 2012 which were \$ 29,401,600 and calendar year 2011 which were \$ 23,692,091.

The School District is also experiencing new commercial, retail and light industrial and warehousing development. Five separate industrial parks are under development in the City of North Ridgeville. The largest of these is Taylor Woods Industrial Park, which is home to the facilities of Invacare Corporation (manufacturer of wheelchairs), Becket Gas, Incorporated (a manufacturer of gas burners) and Becket Air, Incorporated (a manufacturer of blower wheels). Another of these, Root Road Industrial Park, consisting of 13 acres began development in 2002. In 2013, building permits were issued for commercial buildings and improvements with an estimated value of \$2,846,394.

Even though the School District is experiencing economic development in the area of real estate, it does not necessarily mean that the School District is experiencing revenue increases proportionately to the real estate development. Unfortunately, current state law prohibits school districts in Ohio from receiving additional tax revenue when the County Auditor reevaluates property values. In 1976, the Ohio General Assembly passed House Bill 920. This law requires the tax rate to be lowered by the same percentage property values are increased by the County Auditor's reevaluation. In calendar year 2013, North Ridgeville City Schools levied 52.90 mills of taxes to fund its operations. House Bill 920 lowered those mills to 44.36 mills for residential and agricultural properties and 42.58 mills for commercial and industrial properties.

In essence, House Bill 920 removes inflationary growth in revenue and requires school districts in Ohio to periodically place tax issues on the ballot for voter approval in order to receive additional revenue to offset rising costs.

## **MAJOR INITIATIVES – FISCAL YEAR 2014**

The School District's *Strategic Continuous Improvement Plan* remains the driving force behind academic success and expanded student services. This plan, in connection with our budgeting process, has resulted in a systematic improvement in both the short and long term in the areas of Curriculum and Instruction, Business Services (Facilities and Transportation), Finance, and Communications and Marketing. Please visit our School District's website at [www.nrcs.k12.oh.us](http://www.nrcs.k12.oh.us) to take a detailed look at our Strategic Continuous Improvement Plan. The following is a brief list, by goal area, of the School District's main accomplishments during the past fiscal year:

### **Curriculum and Instruction**

- The 2013-2014 State Report Cards have undergone a significant change over prior years as districts and buildings no longer awarded cumulative ratings as in the past. Despite this change, the district continues to score well in most areas. The tentative 2013-2014 report card has the district meeting 21 of 24 possible indicators (87.5%). At this time, much of the remaining report card information has not been released.
- North Ridgeville High School met 10 out of a possible 10 indicators on the 2013-2014 report card. Wilcox Elementary School met 5 out of 7 achievement indicators. Liberty Elementary met both of its achievement indicators. The Middle School met 6 of 7 indicators and had its highest eighth grade science scores ever. All of these scores are against the backdrop of the district redistricting its elementary buildings. Whereas the district had had, two 2-5 buildings the district moved last year to a 2-3 building and a 4-5 building.
- With the support, services and partnership of the State Support Team, Region 2 and the Regional School Improvement Team, our District continued its work as the first cohort of sixteen Districts throughout the State to have received a State Personnel Development Grant (SPDG). This provided funds and high level support to our District to continue participation in an innovative process for strategic planning entitled the Ohio Improvement Plan. This planning process has allowed the district

to participate in a focused goal setting process. The district has identified three goal areas based on the review of district achievement data. These limited number of goals, and limited number of strategies for each goal, have allowed for concentrated focus on the core work that needs to be done to improve student performance. The importance of aligning district work with district goals for instruction and achievement that are collaboratively developed and stable/sustainable over an extended period of time has been evident to this work and is what we attribute our success to as a district. We have also developed one plan with all the building plans aligned to these district goals. This has provided an unprecedented focus on clear curricular and instructional goals for the district. This also shows the Importance of internal accountability, which holds all adults in the system accountable for implementing evidence-based practices to improve teaching and learning.

- The District has focused these curriculum and instructional goals and professional development efforts on the Cycle of Curriculum, Instruction, Assessment and Feedback. Teachers developed and used priority indicators and clear learning targets, matched these to high quality instructional practices, created strong formative and benchmark assessments, and then used the data from assessment to provide feedback to instruction and student performance. Formative Assessment and Data Teams worked diligently in each building, grade level, and department to focus this CIAF cycle. The teams were facilitated by building principals, team leaders and the Director of Curriculum and Instruction. Each group reviewed Ohio Achievement and Graduation Test data using this information to identify our priority indicators and learning targets for each of our Academic Content Standards in English/Language Arts, Math, Science, and Social Studies. The teams continue to work as Teacher Based Teams focused on this cycle of aligning and focusing curriculum, high quality instructional practices, assessment for learning and providing clear feedback to students and instructional practices.
- The District finished the revision of the math curriculum and adopted materials for math for the first time in nearly ten years. In addition to the revision, the high school added a number of elective courses to its course catalog. The 2014-2015 school year will focus on the tweaking of science materials and the adoption of appropriate resources to implement the curriculum effectively.
- North Ridgeville City School continued to work in Co-Teaching as started with Dr. Marilyn Friend from the University of North Carolina – Greensboro. Nearly 50 effective Co-Teaching teams are in place throughout the District providing services to students based on Dr. Friend's work. Students with disabilities are being educated in the least-restrictive environment as regular education teachers and intervention specialists work together in the regular classroom as teaching teams. The district has more co-teaching teams in each building than in any prior year.
- We use State Support Team money to continue our work with District Leadership Team, Building Leadership Teams and Teacher Based Teams. The money was used to help provide substitutes for our teachers as they worked to learn and implement Building Leadership teams and the Teacher Based Team processes.
- Development, implementation and revision of Standards Based Report Cards in grades 2&3 was completed with grades 4&5 being completed in early 2014-2015, using the Power Teacher reporting system.
- Continued implementation of our Summer School Program, with services for Kindergarten students, that provides crucial intervention, remediation, and enhancement courses to students in grades K-12. We used the Apex On-line learning program for Summer School in grades 7 through 12. This program had 190 students working in an on-line learning environment to learn and provide intervention so our students had the skills to move forward and be successful in their future learning environments.
- The District has implemented the use of Apex as an on-line program to help students re-cover lost credit. We had 75 students re-cover credits using this program last year. This allowed some students to graduate with their cohort and other students stay in line with their cohort to graduate on-time as they work to re-cover credit they have lost due to being unsuccessful in the course prior to the Apex attempt.

- Professional Development has become very focused in the District. The District is concentrated on an aligned, focused curriculum with clear learning targets, providing high quality instructional strategies matched to those targets, assessing learning along the way to benchmarks and providing clear feedback to students, instructional practices and curriculum decisions. All of this work has a focus on teaching and learning in the 21<sup>st</sup> century.
- Completion of our Eighth Annual Mini-Rangers Summer Camp that provided academic and language services for incoming Preschool, Kindergarten, and First Grade students.
- The District currently has teachers in all four years of the Resident Educator Program. At present, the district has forty-eight teachers participating in the Resident Educator Program. The program to this point has been a tremendous success.

### **Finances**

- Continue to developed and submit a five-year forecast.
- Continue to spend less per pupil on Administration and more per pupil on instruction than the State or Local Average of similarly sized school districts.
- Issued our thirteenth consecutive Comprehensive Annual Financial Report of the School District.
- Received six consecutive “Auditor of State Award with Distinction” which demonstrates our commitment to careful spending, and accurate fiscal recording and efficiency.
- Passed a \$58,100,000 Bond Issue along with a 1 mill Permanent Improvement Levy to construct and maintain a grade three through eight building.
- Successfully applied and in the process of receiving \$8,976,057 by the Ohio Facilities Construction Commission through the Exceptional Needs Program in offsetting the local community support cost in constructing a grade three through eight building.
- Continued to enhance the Employee Kiosk software which allows more efficient communication of employees financial and benefit packages.
- Continued to enhance the time clock software that automated and integrated our payroll system.

### **Business Services (Facilities and Transportation)**

- Purchased five 72-passenger conventional school buses.
- Installed cameras on those five new school buses.
- A new roof was placed on Liberty Elementary School.
- A new truck with a snowplow was purchased for the NRCS Transportation Department.
- Repairs were made to the air conditioning at the high school, middle school, and the Education Center.
- The seating and walkways on the visitor bleachers at the football stadium were replaced with pressure treated wood.
- The high school gym received fresh paint on the ceiling and walls, new lighting, and new bleachers.
- Gymnasium floors at the Middle School and High School were stripped, sanded and refinished.
- The main restrooms at the high school received fresh coats of paint, new fixtures, and new flooring.
- Lear North Elementary School had the modular classrooms vinyl-sided.
- Cabinetry, wall repair, and mold mitigation were completed at the middle school due to flood damage.
- Boiler inspections and repairs were completed throughout the district.

### **Communication and Marketing**

- Continue to involve and engage the community and staff in the education planning process through the Strategic Continuous Improvement Plan.
- Continue to expand informing residents through:
  - Community forums/ Levy Chats with local organizations and homeowners’ associations
  - Superintendent Office Hours
  - Annual participation in the three-day North Ridgeville Festival
- Continue to submit news articles, pictures, and press releases to the local media on an ongoing basis.
- Continue to expand and update the district website for internal and external communication for an informed and engaged community. The district website includes district and building news items, photos of classroom and school activities, calendar of events, Board of Education meeting minutes, staff directory and teacher webpages.

- Expand on the weekly e-communication to include district and financial information.
- Continue to expand the offerings on local cable station, Channel 95, to include concerts, slideshows and videos of classroom and school activities, and the State of the Schools Address.
- Mail a district newsletter to all North Ridgeville residents with current district news and financial information.
- Continue to work with business leaders, service organizations, and the Chamber of Commerce to foster partnerships. Examples include local business and community leaders offering internships and presenting job interviewing skills to our High School students; and, participation in our annual Middle School 8<sup>th</sup> Grade Career Day.
- Continue to build upon the parent involvement programs at all of the buildings.
- Implement a district presence on Twitter and Facebook. Use these forums to communicate with both parents and non-parents and answer community questions.

### **Long Term and Capital Planning**

The School District was successful in the process of seeking State assistance in long-term facilities planning. The School District has enjoyed success in the passage of three renewal levies, an additional \$5,900,000 ten-year Emergency Levy, and most recently a \$58,100,000 Bond Issue combined with a one mill Permanent Improvement Levy. The passage of the additional \$5,900,000 ten-year Emergency Levy sustained the current level of operations, the passage of the \$58,100,000 Bond Issue along with the additional one mill Permanent Improvement Levy secured the additional long term funds needed to meet the increased demands of enrollment growth and the increased costs of compliance with State and Federal regulations. In fiscal year 2006, the School District acquired two properties next to Wilcox and the High School to create a central campus that will eventually house students in preschool to twelve. Currently the School District is planning the construction of a three through eight building which is considered the first phase in building a central campus setting to enhance the areas of Academics, Finances, Business Services (Facilities and Transportation), and Communication and Marketing.

The final result of the process will be an approved list of capital planning projects that will serve as the basis for future budget allocations and levy requests.

### **FINANCIAL OVERVIEW**

#### **Internal Controls**

The School District's management is responsible for establishing and maintaining the internal control policies and procedures to ensure the safeguarding of the School District's assets from loss, theft and misuse. These procedures are established by the School District's management team and adopted by the Board of Education. These controls are designed to provide reasonable assurance, not absolute assurance. Absolute assurance would require the cost of these internal controls to be greater than the benefits derived. The possibility is also inherent in any internal control to be circumvented through collusion among employees.

#### **Budget Process**

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

#### **Accounting System**

The School District maintains its accounts in accordance with procedures established by the Auditor of the State of Ohio. The School District uses a fully automated accounting system. The accounting system's software is maintained off site at the North Coast Council.

The School District prepares its annual financial statements under the reporting model required by Government Accounting Standards Board Statement No. 34 (GASB 34), "Basic Financial Statements and

Management's Discussion and Analysis for State and Local Governments". Under GASB 34, the basic financial statements consist of:

**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 between those activities of the School District that are governmental and those that are considered business-type activities.

**Fund financial statements** – These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation of 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 comparison** – These statements present comparison 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.

For a more detailed description, see the Management's Discussion and Analysis and the notes to the Basic Financial Statements.

### **DEBT ADMINISTRATION**

The School District operated within the established overall debt margin and the un-voted debt margin. At June 30, 2014, outstanding bonds totaled \$ 58,845,000. Net debt retired was \$ 325,000 General Obligation Bonds. As of June 30, 2014, the overall debt margin was \$ 5,611,000 and the un-voted debt margin was \$ 701,000.

### **INDEPENDENT AUDIT**

State Statutes require the School District to be subject to an annual examination by an independent auditor. The annual audit serves to render an opinion on the financial statements and to maintain and strengthen the School District's accounting and budgeting controls. The opinion can be found at the beginning of the financial section of this report.

### **AWARD**

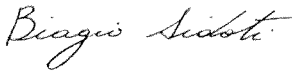
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the North Ridgeville City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2013. This was the thirteenth consecutive year that the School District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

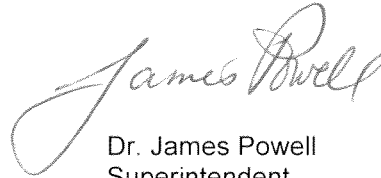
## ACKNOWLEDGEMENTS

The continued publication of this report is a significant step towards improving the professionalism of the North Ridgeville City School District financial communication. The preparation of this report could not have been accomplished without the efficient and dedicated help of the Treasurer's Office. The Comprehensive Annual Financial Report requires a major effort and special appreciation is extended to all internal departments who assisted in the preparation of this report. A sincere appreciation is also extended to the Board of Education for their continued support in issuing North Ridgeville City School District's Comprehensive Annual Financial Report.

Respectfully Submitted,



Biagio Sidoti, CPA  
Treasurer



Dr. James Powell  
Superintendent

NORTH RIDGEVILLE CITY SCHOOL BOARD OF EDUCATION  
PRINCIPAL OFFICIALS  
JUNE 30, 2014

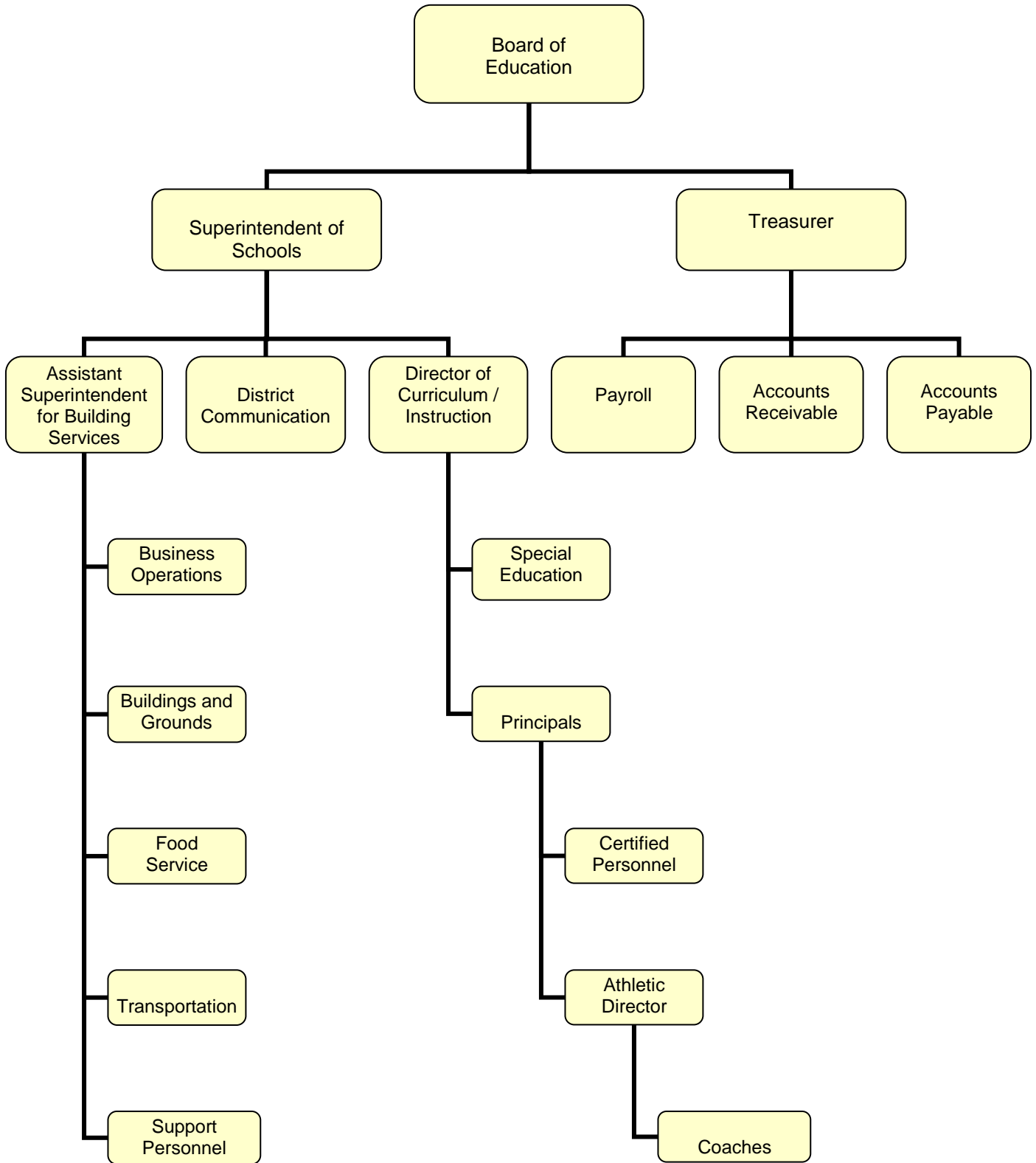
Board of Education

Mr. Frank Vacha.....President  
Mrs. Kelly McCarthy.....Vice President  
Mrs. Robin Hrabik.....Member  
Mr. Robb Lyons.....Member  
Mrs. Marci Saxon.....Member

Administration

Dr. James Powell.....Superintendent  
Mr. Biagio Sidoti, CPA.....Treasurer  
Mr. David Pritt.....Director of Curriculum/Instruction  
Mr. William Greene.....Assistant Superintendent of Building Services

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
ORGANIZATION CHART







Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
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Presented to

**North Ridgeville City  
School District, Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2013**



Executive Director/CEO

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# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

North Ridgeville City School District  
Lorain County  
5490 Mills Creek Lane  
North Ridgeville, Ohio 44039

To the Board of Education:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Ridgeville City School District, Lorain 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 did not audit the financial statements of the Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees, which represent .67 percent, .52 percent, and 9.12 percent, respectively, of the assets, net position, and revenues of the government activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amount included for the Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees, is based solely on the report of other auditors. We conducted our audit 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.

Lausche Building, 615 Superior Ave., NW, Twelfth Floor, Cleveland, Ohio 44113-1801  
Phone: 216-787-3665 or 800-626-2297 Fax: 216-787-3361

[www.ohioauditor.gov](http://www.ohioauditor.gov)

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

### ***Opinions***

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the North Ridgeville City School District, Lorain 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 and the other auditors 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 statements and 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 this information to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

***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, flowing style.

**Dave Yost**  
Auditor of State  
Columbus, Ohio

December 30, 2014

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NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

*Unaudited*

The management discussion and analysis of North Ridgeville City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2014. The intent of this management discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the transmittal letter, financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key financial highlights for 2014 are as follows:

- In total, net position of governmental activities increased \$ 7,115,487 which represents a 40.0% increase from 2013.
- General revenues accounted for \$ 41,943,587 in revenue or 91.7% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$ 3,799,217 or 8.3% of total revenues of \$ 45,742,804.
- The School District had \$ 38,627,317 in expenses related to governmental activities; only \$ 3,799,217 of these expenses were offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) amounted to \$ 41,943,587. Total revenues were \$ 7,115,487 more than total expenses.
- At the close of the current fiscal year, the School District's governmental funds reported combined fund balances of \$ 70,537,653, an increase of \$ 66,387,939 in comparison with the prior year. Approximately, 13.1% of this amount (\$ 9,232,018) is available for spending at the School District's discretion (unassigned fund balance).
- At the end of the current year fiscal year, unassigned fund balance for the General Fund was \$ 9,636,025, or 30.0% of total General Fund expenditures.
- The School District's total outstanding long-term debt increased \$ 58,713,882 to \$ 61,542,967 primarily due to the issuance of \$ 57,895,000 of school facilities improvement bonds.

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

This annual report consists of a series of financial statements and notes pertaining to those statements. These statements are organized so the reader can understand North Ridgeville City School District as a financial whole, or complete 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 School District, presenting both an aggregate and longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements explain how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of North Ridgeville City School District, the General Fund is the most significant.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

*Unaudited*

**Reporting the School District as a Whole**

Statement of Net Position and the Statement of Activities

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during 2014?" The Statement of Net Position and 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 takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net position and changes in that position. This change in net position is important because it tells the reader that, for the School District as a whole, the financial position of the School 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 School District's performance, demographic and socioeconomic factors and willingness of the community to support the School District. On the other hand, financial factors may include the School District's financial position, liquidity and solvency, fiscal capacity and risk and exposure.

The Statement of Net Position and the Statement of Activities include the School District's programs and services, including instruction, support services, operation and maintenance, pupil transportation, food service operation and extracurricular activities.

These government-wide financial statements include not only the School District itself (known as the primary government), but also its blended component unit the "Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust)". Complete financial information for the Trust may be obtained by contacting the Plan Administrator at 10045 College Park, Concord, Ohio 44060.

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

Fund Financial Statements

The analysis of the School District's major fund begins on page 18. Fund financial statements provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Debt Service Fund, Building Fund and Classroom Facilities Fund.

Governmental Funds

All of the School District's activities are reported as governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end that are 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 School 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.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

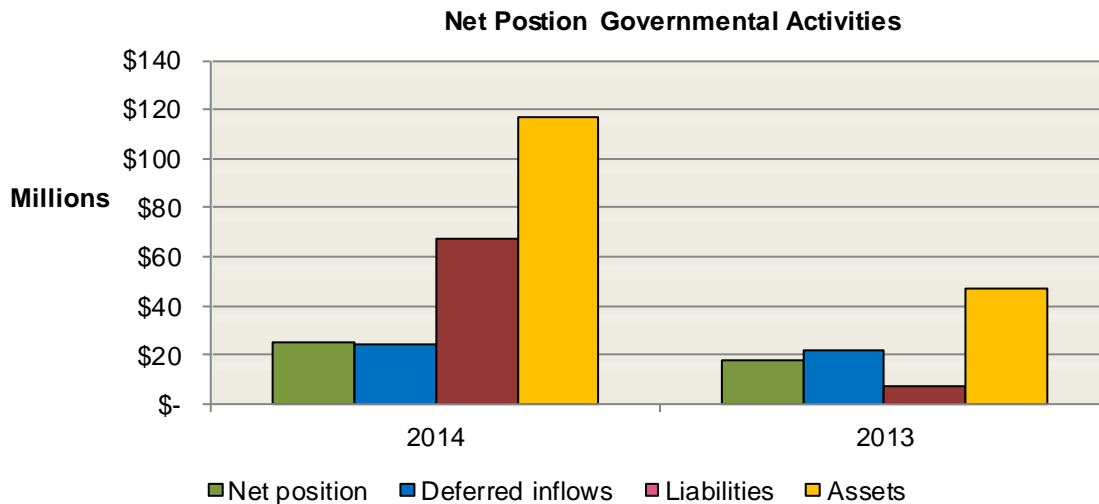
*Unaudited*

**The School District as a Whole**

The Statement of Net Position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net position for 2014 compared to 2013:

**TABLE I**  
Total Net Position

	<u>2014</u>	<u>2013</u>
<b>Assets</b>		
Current and other assets	\$ 104,054,508	\$ 34,201,045
Total capital assets, net	<u>12,550,800</u>	<u>13,091,714</u>
	<u>116,605,308</u>	<u>47,292,759</u>
<b>Liabilities</b>		
Current liabilities	5,509,586	4,968,940
Long term liabilities		
Due within one year	1,251,312	698,938
Due in more than one year	<u>60,291,655</u>	<u>2,130,147</u>
Total liabilities	<u>67,052,553</u>	<u>7,798,025</u>
Deferred inflows of resources	<u>24,668,684</u>	<u>21,726,150</u>
<b>Net position</b>		
Net investment in capital assets	10,485,780	11,733,610
Restricted	2,469,301	755,787
Unrestricted	<u>11,928,990</u>	<u>5,279,187</u>
Total net position	<u>\$ 24,884,071</u>	<u>\$ 17,768,584</u>



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

*Unaudited*

**Governmental Activities**

Net position of the School District's governmental activities increased \$ 7,115,487. The increase in net position is primarily the result of an increase in property taxes. Total governmental expenses of \$ 38,627,317 were offset by program revenues of \$ 3,799,217 and general revenues of \$ 41,943,587. Program revenues supported 9.8% of the total governmental expenses.

The primary sources of revenue for governmental activities are derived from property taxes, and grants and entitlements. These revenue sources represent 92.5% of total governmental revenue. Property tax revenue increased by \$ 4,209,701, unrestricted grants and entitlements revenue increased by \$ 1,948,500, while miscellaneous revenue and interest income increased by \$ 863,049 and \$ 10,207, respectively.

The largest expense of the School District is for instructional programs. Instruction expenses totaled \$ 23,010,953 or 59.6% of total governmental expenses for fiscal 2014.

By comparing assets and deferred outflows and liabilities and deferred inflows, one can see that the overall position of the School District reflects an increase in net position of \$ 7,115,487.

Table 2 summarizes the revenues, expenses and the changes in net position for fiscal year 2014 and 2013.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

*Unaudited*

**Table 2**

	2014	2013
Revenues		
Program revenues		
Charges for services and sales	\$ 1,648,935	\$ 1,979,203
Operating grants, interest and contributions	2,150,282	2,280,113
Total program revenues	3,799,217	4,259,316
General revenues		
Property taxes	26,022,836	21,813,135
Grants and entitlements not restricted to specific purposes	14,139,841	12,191,341
Investment earnings	18,175	7,968
Miscellaneous	1,762,735	899,686
Total general revenues	41,943,587	34,912,130
Total revenues	45,742,804	39,171,446
Program expenses		
Instruction	23,010,953	20,552,292
Supporting services		
Pupil and instructional staff	2,551,956	3,850,107
Board of education, administration, fiscal services and business	3,232,008	3,278,830
Operation and maintenance	2,528,510	3,071,152
Pupil transportation	2,643,317	2,134,495
Central services	365,184	72,684
Operation of non-instructional services		
Food service operation	1,041,632	1,115,629
Community services	398,861	584,043
Extracurricular activities	791,344	807,780
Interest and fiscal charges	2,063,552	61,927
Total expenses	38,627,317	35,528,939
Increase in net position	7,115,487	3,642,507
Net position at beginning of year	17,768,584	14,126,077
Net position at end of year	\$ 24,884,071	\$ 17,768,584

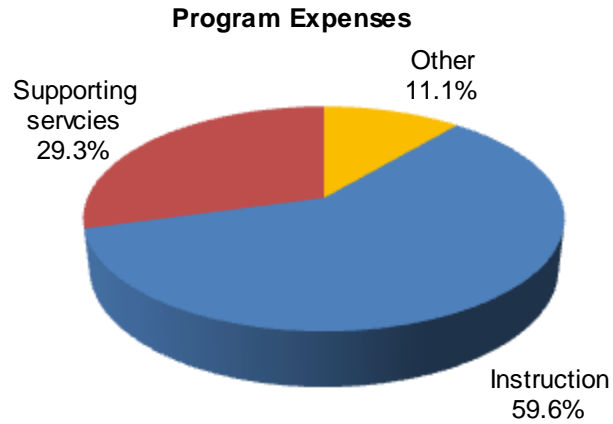
NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

*Unaudited*

59.6 percent of the School District's budget is used to fund instructional expenses. Additional supporting services for pupils, staff and business operations encompass an additional 29.3 percent. The remaining program expenses of 11.1 percent are budgeted to facilitate other obligations of the School District, such as the food service program, numerous extracurricular activities and debt service.



The Statement of Activities shows the total and net cost of program services. Table 3 shows the total cost of services for governmental activities and the net cost of those services. It identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

*Unaudited*

**Table 3**

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Program expenses				
Instruction	\$ 23,010,953	\$ 20,552,292	\$(20,970,154)	\$(18,488,806)
Supporting services				
Pupil and instructional staff	2,551,956	3,850,107	(2,500,146)	(3,529,509)
Board of education, administration, fiscal services and business	3,232,008	3,278,830	(3,229,008)	(3,274,172)
Operation and maintenance	2,528,510	3,071,152	(2,528,510)	(3,071,152)
Pupil transportation	2,643,317	2,134,495	(2,643,317)	(2,134,495)
Central services	365,184	72,684	(365,184)	(72,684)
Operation of non-instructional services				
Food service operation	1,041,632	1,115,629	(50,743)	40,240
Community services	398,861	584,043	84,760	(102,060)
Extracurricular activities	791,344	807,780	(562,246)	(575,058)
Interest and fiscal charges	2,063,552	61,927	(2,063,552)	(61,927)
Total expenses	<u>\$ 38,627,317</u>	<u>\$ 35,528,939</u>	<u>\$(34,828,100)</u>	<u>\$(31,269,623)</u>

The reliance upon local tax revenues for governmental activities is crucial. Approximately 67.4 percent of expenses are directly supported by local property taxes. Grants and entitlements not restricted to specific programs support 36.6 percent, while investments and other miscellaneous type revenues support the remaining activity costs of 4.6 percent. Program revenues fund only 9.8 percent of all governmental expenses.

Clearly, the North Ridgeville community is by far the greatest source of financial support for the students of the North Ridgeville City Schools.

**School District Funds**

Information regarding the School District's major funds can be found on page 18. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$ 44,708,704, excluding other sources, and expenditures of \$ 45,404,212, excluding other uses. Other financing sources (uses) had a net increase of \$ 67,083,447. The net changes in fund balances for the year were as follows: General Fund \$ 6,032,128, Debt Service Fund \$ 1,391,531, Building Fund \$ 14,271,214, Classroom Facilities Fund \$ 44,163,449 and Other Governmental Funds \$ 529,617.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

*Unaudited*

**General Fund Budgeting Highlights**

The School 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 fund to be budgeted is the main operating fund of the School District, the General Fund.

During the course of fiscal year 2014, the School District amended its General Fund budget several times. Original budgeted receipts for the General Fund were \$ 35,603,784 and final budgeted receipts, excluding other sources, were \$ 36,856,344. Actual receipts, excluding other sources, were \$ 36,876,910 which were \$ 20,566 more than final budgeted estimated receipts. Original appropriations were \$ 32,580,746 and final appropriations, excluding other uses, were \$ 31,950,035. Actual expenditures, excluding other uses, were \$ 31,950,035 which were equaled final appropriations.

Fluctuations among the budget basis expenditures categories are due to the School District's site-based style of budgeting that is designed to tightly control expenditures but provide flexibility for managers to redirect funds as conditions develop during the year.

The above circumstances allowed the School District to end the school year with a General Fund unencumbered cash balance of \$ 9,502,594 which was \$ 2,664,135 more than original projections.

**Capital Assets and Debt Administration**

Capital Assets

All capital assets, except land, are reported net of depreciation. At the end of fiscal 2014, the School District had \$ 12,550,800 invested in land, buildings, equipment and vehicles. Table 4 shows fiscal 2014 values compared to 2013.

**Table 4**  
Capital Assets  
(Net of Accumulated Depreciation)

	2014	2013
Land	\$ 1,740,513	\$ 1,740,513
Buildings and improvements	9,125,133	9,489,909
Furniture and equipment	410,303	388,409
Vehicles	1,274,851	1,472,883
Total capital assets	<u>\$ 12,550,800</u>	<u>\$ 13,091,714</u>

During fiscal 2014, the School District purchased \$ 275,431 of capital assets and recorded depreciation expense of \$ 811,051. More detailed information is presented in Note 9 of the notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

*Unaudited*

**Debt**

At June 30, 2014 the School District had \$ 61,542,967 in long-term obligations an increase of \$ 58,713,882. \$ 1,251,312 of the long-term obligations are due within one year. Table 5 below summarizes the School District'

**Table 5**  
Outstanding Debt Year-End

	2014	2013
Bonds payable	\$ 58,845,000	\$ 1,275,000
Unamortized bond premium	1,648,165	-
Capital leases	6,518	83,104
Compensated absences	1,043,284	1,470,981
Total outstanding debt	<u>\$ 61,542,967</u>	<u>\$ 2,829,085</u>

The School District's overall legal debt margin was \$ 5,611,000 with an unvoted debt margin of \$ 701,000.

More detailed information is presented in Notes 14, 15, 16 and 17 of the notes to the basic financial statements.

**School District Outlook**

The Board of Education and the administration closely monitor the School District's revenues and expenditures in accordance with its financial forecast and the School District's Continuous Improvement Plan.

The School District's financial future is not without challenges, though. The nature of school funding in Ohio severely restricts the growth in the School District's operating revenues and requires the School District to periodically seek additional funds from the taxpayers to offset rising operating costs. The North Ridgeville voters continue to show their support for the schools as illustrated with the passage of renewal levies, the passage of a \$ 5,900,000 additional Emergency Levy that began collection in January 2013 with full collection reflected in fiscal year ended June 30, 2014, and the most recent passage of a \$ 58,100,000 Bond Issue coupled with a one mill Permanent Improvement Levy.

In addition, school districts are faced with the challenge of losing traditional sources of tax revenue through the Ohio General Assembly legislative actions. In June, 2006 the State of Ohio enacted legislation, portions of which take effect at various times, that phases out the taxation of tangible personal property used in business over a four year period which is from tax year 2007 to tax year 2011. To compensate local government units for the foregone revenue, the enacted legislation provides for State distributions from revenue generated by the enacted commercial activities tax. In a more recent enacted legislation, the revenue distribution that was enacted by commercial activities tax has been eliminated in a two year phase out period in the amount of \$ 599,172 in fiscal year 2012 and \$ 276,354 in fiscal year 2013.

Financial aid from the State of Ohio through the State Foundation Program continues to be at a level below what was received in fiscal year 2008 while experiencing increased enrollment. Because North Ridgeville City Schools is considered a wealthy school district in terms of property values, it receives a relatively small amount of revenue from the State to fund operating expenses.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2014

*Unaudited*

As a result of the passage of the levies mentioned above, the School District's administration reviewed its budget to provide adequate resources to meet student needs over the next several years. The administration along with the Board of Education reinstated with the fiscal year beginning July 1, 2014 a significant portion of cost reduction measures implemented with the fiscal year beginning July 1, 2012. The administration and Board of Education continues to review all programs and services provided to students with the goal of maximizing efficiency and effectiveness.

The North Ridgeville City School District has committed itself to financial excellence for many years. The School District has received a Certificate of Achievement for Excellence in Financial Reporting by the Governmental Financial Officers Association (GFOA) since 2001 and will seek to receive the award in years to come.

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

This report is designed to provide our citizens, taxpayers and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Biagio Sidoti, CPA, Treasurer at North Ridgeville City School District, 5490 Mills Creek Lane, North Ridgeville, Ohio 44039.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF NET POSITION

JUNE 30, 2014

	Governmental Activities
Assets and deferred outflow s of resources	
Assets	
Equity in pooled cash and investments	\$ 71,890,411
Investments	297,667
Accounts receivable	78,067
Due from other governments	515,906
Prepaid items	1,828,467
Taxes receivable	29,443,990
Capital assets	
Nondepreciable capital assets	1,740,513
Depreciable capital assets	10,810,287
Total assets	116,605,308
Total assets and deferred outflow s of resources	\$ 116,605,308
Liabilities, deferred inflow s of resources and fund liabilities	
Liabilities	
Accounts and contracts payable	\$ 743,109
Accrued salaries, w ages and benefits	3,565,947
Claims payable	359,878
Accrued interest payable	202,900
Intergovernmental payable	637,752
Long-term liabilities	
Due w ithin one year	1,251,312
Due in more than one year	60,291,655
Total liabilities	67,052,553
Deferred inflow s of resources	
Property taxes levied for next year	24,668,684
Total deferred inflow s of resources	24,668,684
Net position	
Net investment in capital assets	10,485,780
Restricted for:	
Debt service	1,921,284
Food service	69,396
Extracurricular activities	69,273
State grants	104,059
Federal grants	224,275
Other	81,014
Unrestricted	11,928,990
Total net position	\$ 24,884,071

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2014

	Expenses	Program Revenues		Net (Expense) Revenues and Changes in Net Position
		Charges for Services and Sales	Operating Grants, Interest and Contributions	
Governmental activities:				
Instruction				
Regular	\$ 16,401,112	\$ 824,086	\$ 99,393	\$ (15,477,633)
Special	6,389,566	151	1,117,169	(5,272,246)
Vocational	216,249	-	-	(216,249)
Other instruction	4,026	-	-	(4,026)
Supporting services				
Pupil	1,939,224	1,000	-	(1,938,224)
Instructional staff	612,732	-	50,810	(561,922)
Board of education	136,735	-	-	(136,735)
Administration	1,968,907	-	3,000	(1,965,907)
Fiscal services	877,678	-	-	(877,678)
Business	248,688	-	-	(248,688)
Operation and maintenance	2,528,510	-	-	(2,528,510)
Pupil transportation	2,643,317	-	-	(2,643,317)
Central services	365,184	-	-	(365,184)
Operation of non-instructional services				
Food service operation	1,041,632	594,600	396,289	(50,743)
Community services	398,861	-	483,621	84,760
Extracurricular activities	791,344	229,098	-	(562,246)
Interest and fiscal charges	2,063,552	-	-	(2,063,552)
Total	<u>\$ 38,627,317</u>	<u>\$ 1,648,935</u>	<u>\$ 2,150,282</u>	<u>(34,828,100)</u>

General revenues

Property taxes levied for:

General purposes	22,926,984
Debt service	2,199,051
Capital improvements	896,801

Grants and entitlements not restricted to specific purposes

Investment earnings	18,175
Miscellaneous	1,762,735

Total general revenues 41,943,587

Change in net position 7,115,487

Net position at beginning of year 17,768,584

Net position at end of year \$ 24,884,071

See accompanying notes to the basic financial statements.

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NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

BALANCE SHEET -  
GOVERNMENTAL FUNDS

JUNE 30, 2014

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Building Fund</u>
Assets and deferred outflow s of resources			
Assets			
Equity in pooled cash and investments	\$ 10,463,536	\$ 1,386,909	\$ 14,271,214
Receivables, net of allowance			
Taxes, current	23,836,489	3,121,922	-
Taxes, delinquent	1,245,600	163,100	-
Accounts and other	78,067	-	-
Due from other governments	277,856	-	-
Interfund receivables	1,150,992	-	-
Total assets	<u>37,052,540</u>	<u>4,671,931</u>	<u>14,271,214</u>
Total assets and deferred outflow s of resources	<u>\$ 37,052,540</u>	<u>\$ 4,671,931</u>	<u>\$ 14,271,214</u>
Liabilities, deferred inflow s of resources and fund liabilities			
Liabilities			
Accounts and contracts payable	\$ 338,014	\$ -	\$ -
Accrued salaries, wages and benefits	3,504,342	-	-
Due to other governments	601,008	-	-
Interfund payable	-	-	-
Matured compensated absences	164,794	-	-
Total liabilities	<u>4,608,158</u>	<u>-</u>	<u>-</u>
Deferred inflow s of resources			
Property taxes levied for next year and unavailable resources	22,260,619	2,913,747	-
Total deferred inflow s of resources	<u>22,260,619</u>	<u>2,913,747</u>	<u>-</u>
Fund balances			
Restricted	-	1,758,184	14,271,214
Assigned	547,738	-	-
Unassigned	9,636,025	-	-
Total fund balances	<u>10,183,763</u>	<u>1,758,184</u>	<u>14,271,214</u>
Total liabilities, deferred inflow s of resources and fund balances	<u>\$ 37,052,540</u>	<u>\$ 4,671,931</u>	<u>\$ 14,271,214</u>

See accompanying notes to the basic financial statements.

Classroom Facilities Fund	Other Governmental Funds	Total Governmental Funds
\$ 44,163,449	\$ 1,169,174	\$ 71,454,282
-	1,023,379	27,981,790
-	53,500	1,462,200
-	-	78,067
-	238,050	515,906
-	-	1,150,992
<u>44,163,449</u>	<u>2,484,103</u>	<u>102,643,237</u>
<u>\$ 44,163,449</u>	<u>\$ 2,484,103</u>	<u>\$ 102,643,237</u>

\$ -	\$ 117,201	\$ 455,215
-	61,605	3,565,947
-	36,744	637,752
-	1,150,992	1,150,992
-	-	164,794
<u>-</u>	<u>1,366,542</u>	<u>5,974,700</u>

<u>-</u>	<u>956,518</u>	<u>26,130,884</u>
<u>-</u>	<u>956,518</u>	<u>26,130,884</u>

44,163,449	565,050	60,757,897
-	-	547,738
-	(404,007)	9,232,018
<u>44,163,449</u>	<u>161,043</u>	<u>70,537,653</u>
<u>\$ 44,163,449</u>	<u>\$ 2,484,103</u>	<u>\$ 102,643,237</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET POSITION OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2014

Total governmental fund balances	\$ 70,537,653
Amount reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds.	12,550,800
Other long-term assets are not available to pay for current period expenditures and therefore are deferred inflows in the funds:	
Property taxes	1,462,200
Prepaid items	1,785,756
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 in the statement of net position.	128,735
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Compensated absences payable	(878,490)
Bonds payable	(58,845,000)
Capital lease payable	(6,518)
Unamortized bond premium	(1,648,165)
Accrued interest payable	(202,900)
Net position of governmental activities	\$ 24,884,071

See accompanying notes to the basic financial statements.

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NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	General Fund	Debt Service Fund	Building Fund
Revenue			
Taxes	\$ 22,857,584	\$ 2,052,451	\$ -
Tuition and fees	822,165	-	-
Interest	14,472	-	3,035
Intergovernmental	13,513,689	102,729	-
Extracurricular	111,109	-	-
Charges for services	3,013	-	-
Other	854,378	920	-
Total revenues	<u>38,176,410</u>	<u>2,156,100</u>	<u>3,035</u>
Expenditures			
Current			
Instruction			
Regular	15,792,729	-	-
Special	5,150,655	-	-
Vocational	207,181	-	-
Other instruction	4,026	-	-
Supporting services			
Pupil	1,862,218	-	-
Instructional staff	544,778	-	-
Board of education	136,735	-	-
Administration	1,929,793	-	-
Fiscal services	853,806	30,394	1,991
Business	242,807	-	-
Operation and maintenance	2,343,087	-	-
Pupil transportation	2,330,912	-	-
Central services	118,864	-	-
Operation of non-instructional services			
Food service operation	4,973	-	-
Community services	-	-	-
Extracurricular activities	538,002	-	-
Capital outlay	11,520	-	5,551
Debt service			
Principal	76,586	8,325,000	-
Interest	1,887	1,357,521	-
Total expenditures	<u>32,150,559</u>	<u>9,712,915</u>	<u>7,542</u>
Excess (deficiency) of revenues over expenditures	<u>6,025,851</u>	<u>(7,556,815)</u>	<u>(4,507)</u>
Other financing sources (uses)			
Bond proceeds	-	7,795,000	6,275,721
Note proceeds	-	-	8,000,000
Transfers in	-	-	-
Gain on sale of capital assets	23,277	-	-
Premium on bond issue	-	1,697,866	-
Bond issue costs	-	(544,520)	-
Transfers out	(17,000)	-	-
Total other financing sources (uses)	<u>6,277</u>	<u>8,948,346</u>	<u>14,275,721</u>
Net change in fund balances	6,032,128	1,391,531	14,271,214
Fund balances, beginning of year	<u>4,151,635</u>	<u>366,653</u>	<u>-</u>
Fund balances, end of year	<u>\$ 10,183,763</u>	<u>\$ 1,758,184</u>	<u>\$ 14,271,214</u>

See accompanying notes to the basic financial statements.



Classroom Facilities Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 878,101	\$ 25,788,136
-	-	822,165
-	668	18,175
382,500	2,291,205	16,290,123
-	208,400	319,509
-	601,011	604,024
-	11,274	866,572
<u>382,500</u>	<u>3,990,659</u>	<u>44,708,704</u>
-	175,416	15,968,145
-	1,112,216	6,262,871
-	-	207,181
-	-	4,026
-	-	1,862,218
-	56,420	601,198
-	-	136,735
-	3,000	1,932,793
5,973	16,773	908,937
-	-	242,807
-	246,132	2,589,219
-	14,838	2,345,750
-	21,421	140,285
-	1,039,242	1,044,215
-	383,158	383,158
-	233,320	771,322
26,832	187,930	231,833
-	-	8,401,586
10,525	-	1,369,933
<u>43,330</u>	<u>3,489,866</u>	<u>45,404,212</u>
<u>339,170</u>	<u>500,793</u>	<u>(695,508)</u>
43,824,279	-	57,895,000
-	-	8,000,000
-	98,014	98,014
-	11,824	35,101
-	-	1,697,866
-	-	(544,520)
-	(81,014)	(98,014)
<u>43,824,279</u>	<u>28,824</u>	<u>67,083,447</u>
44,163,449	529,617	66,387,939
-	(368,574)	4,149,714
<u>\$ 44,163,449</u>	<u>\$ 161,043</u>	<u>\$ 70,537,653</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2014

Net change in fund balances - total governmental funds		\$ 66,387,939
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded net capital outlay in the current period.		
	Capital outlay, net	\$ 270,137
	Depreciation expense	<u>(811,051)</u>
		(540,914)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
	Property taxes	234,700
Other financing sources in the governmental funds that increase long-term liabilities in the statement of net assets are not reported as revenues in the statement of activities.		
	Note proceeds	(8,000,000)
	Bonds issued	(57,895,000)
	Premium on debt issue	<u>(1,697,866)</u>
		(67,592,866)
Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
		8,401,586
Accrued interest in the statement of activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds.		
		(149,099)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
	Compensated absences	295,139
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the government-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.		
		340
The internal service fund is a component unit of the District and has a different fiscal year-end than the District. This causes timing differences in the amounts recorded as revenue in the component unit and the amount of expenses recorded by the District.		
	District contributions to component unit for its fiscal year-end June 30, 2014	1,785,756
	Revenue in component unit for its fiscal year-end December 31, 2013	<u>(1,707,094)</u>
		<u>78,662</u>
Change in net position of governmental activities		<u>\$ 7,115,487</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET BASIS (NON-GAAP) AND ACTUAL – GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2014

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 21,938,723	\$ 22,723,212	\$ 22,723,212	\$ -
Tuition and fees	658,246	680,378	681,784	1,406
Interest	13,969	14,413	14,468	55
Intergovernmental	12,880,501	13,341,084	13,341,084	-
Miscellaneous	112,345	97,257	116,362	19,105
Total revenues	<u>35,603,784</u>	<u>36,856,344</u>	<u>36,876,910</u>	<u>20,566</u>
Expenditures				
Current				
Instruction				
Regular	15,774,339	15,282,144	15,282,144	-
Special	5,293,678	5,128,504	5,128,504	-
Vocational	198,033	191,853	191,853	-
Supporting services				
Pupil	1,638,736	1,587,605	1,587,605	-
Instructional staff	719,967	697,502	697,502	-
Board of education	133,233	129,075	129,075	-
Administration	2,016,052	1,953,147	1,953,147	-
Fiscal services	891,020	863,219	863,219	-
Business	303,076	293,619	293,619	-
Operation and maintenance	2,493,611	2,415,804	2,415,804	-
Pupil transportation	2,455,520	2,378,901	2,378,901	-
Central services	115,828	112,214	112,214	-
Extracurricular activities				
Academic and subject oriented	79,374	76,897	76,897	-
Sports oriented	442,730	428,916	428,916	-
Co-curricular activities	25,549	24,752	24,752	-
Capital outlay	398,311	385,883	385,883	-
Total expenditures	<u>32,979,057</u>	<u>31,950,035</u>	<u>31,950,035</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>2,624,727</u>	<u>4,906,309</u>	<u>4,926,875</u>	<u>20,566</u>
Other financing sources (uses)				
Transfers-in	-	530,700	530,700	-
Gain (loss) on sale of assets	-	23,277	23,277	-
Advances in	-	37,716	37,716	-
Refund of prior year expenditures	-	417,617	488,151	70,534
Transfers-out	-	(600,762)	(600,762)	-
Advances out	-	(25,993)	(25,993)	-
Total other financing sources (uses)	<u>-</u>	<u>382,555</u>	<u>453,089</u>	<u>70,534</u>
Net change in fund balance	2,624,727	5,288,864	5,379,964	91,100
Prior year encumbrances	417,931	417,931	417,931	-
Fund balances, beginning of year	3,795,799	3,795,799	3,795,799	-
Fund balances, end of year	<u>\$ 6,838,457</u>	<u>\$ 9,502,594</u>	<u>\$ 9,593,694</u>	<u>\$ 91,100</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF FUND NET POSITION -  
INTERNAL SERVICE FUND

JUNE 30, 2014

	<u>Self Insurance</u>
Assets	
Current assets	
Equity in pooled cash	\$ 436,129
Investments	297,667
Prepaid items	42,711
Total assets	<u>776,507</u>
Liabilities	
Current liabilities	
Accounts and contracts payable	287,894
Claims payable	359,878
Total liabilities	<u>647,772</u>
Net position	
Restricted for self insurance claims	919,000
Unrestricted	(790,265)
Total net position	<u>\$ 128,735</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -  
INTERNAL SERVICE FUND  
FOR THE YEAR ENDED JUNE 30, 2014

	Self Insurance
Operating revenues	
Charges for services	\$ 4,183,793
Operating expenses	
Purchased services	338,582
Claims	3,844,871
Total operating expenses	4,183,453
Operating income	340
Net position, beginning of year	128,395
Net position, end of year	\$ 128,735

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF CASH FLOWS -  
INTERNAL SERVICE FUND

FOR THE YEAR ENDED JUNE 30, 2014

	Self Insurance
Cash flows from operating activities	
Cash received from interfund services	\$ 4,183,793
Cash payments for claims	(3,846,294)
Cash payments for goods and services	(282,231)
Net cash provided by operating activities	55,268
Cash flows from investing activities	
Purchase of U.S. Treasury notes	(297,667)
Proceeds from bond sales	303,014
Net cash provided by investing activities	5,347
Net increase in cash and cash equivalents	60,615
Cash and cash equivalents, beginning of year	375,514
Cash and cash equivalents, end of year	\$ 436,129
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 340
Adjustments	
Decrease in prepaid expenses	(5,365)
Increase in accounts payable	57,555
Increase in claims payable	2,738
Total adjustments	54,928
Net cash provided by operating activities	\$ 55,268

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS  
JUNE 30, 2014

	Agency Funds
<b>Assets</b>	
Equity in pooled cash and equivalents	\$ 91,646
<b>Total assets</b>	<b>\$ 91,646</b>
<b>Liabilities</b>	
Accounts payable	\$ 860
Accrued salaries, wages and benefits	928
Due to other governments	159
Due to students	84,597
Due to others	5,102
<b>Total liabilities</b>	<b>\$ 91,646</b>

See accompanying notes to the basic financial statements.

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NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The North Ridgeville City School District (the School District) was established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The School District is a city school district as defined by Section 3311.03 of the Ohio Revised Code. The School District operates under an elected Board of Education consisting of five members and is responsible for providing public education to residents of the School District. Average daily membership on, or as of, October 1, 2013 was 3,965. The School District employs 343 certificated and 310 non-certificated employees.

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

Within the School District boundaries, there are various nonpublic schools. Current State legislation provides funding to these nonpublic schools. These monies are received and disbursed by the School District on behalf of the nonpublic schools by the Treasurer of the School District, as directed by the nonpublic schools. These transactions are reported as a governmental activity of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organizations' governing board and, 1) the School District is able to significantly influence the programs or services performed or provide by the organization; or 2) the School District is legally entitled to or can otherwise access the organizations' resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provided financial support to the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes.

Blended component units, although legally separated entities are, in substance, part of the School District's operations and so data from these units are combined with data of the School District. The School District's blended component unit is described below:

Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust) – Although the Trust is legally separate from the School District, it should be reported as if it were part of the primary government because its sole purpose is to provide benefits to School District employees for hospitalization, medical, dental, vision, and prescription drugs as provided for in the collective bargaining agreements. The School District's participation is disclosed in Note 11 to the financial statements.

Financial information for the Trust's year ended December 31, 2013 is presented in these financial statements as an internal service fund. Complete financial statements for the Trust may be obtained by contacting the Plan Administrator at 10045 College Park, Concord, Ohio 44060.

The School District is associated with the North Coast Council, the Lorain County Joint Vocational School District, and the Ohio School Council Association which are considered to be jointly governed organizations. The School District also participates in a public risk pool managed by the Ohio Schools Boards Association Workers' Compensation Group Rating Program. These organizations and their relationships with the School District are described in more detail in Notes 11 and 20 to these financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. BASIS OF PRESENTATION

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following are the more significant of the School District's accounting policies.

The School 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.

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses.

The statement of net position presents the financial condition of the governmental activities of the School District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient for 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 School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements

During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

C. FUND ACCOUNTING

The School 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 School 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 School District are grouped into the categories governmental, proprietary, and fiduciary.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. FUND ACCOUNTING (continued)

Governmental Funds

Governmental funds are those through which governmental functions are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets and deferred outflows of resources are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities and deferred inflows of resources are assigned to the fund from which they will be paid. The difference between governmental fund assets and deferred outflows of resources compared to liabilities and deferred inflows of resources is reported as fund balance. The following are the School District's major governmental funds:

General Fund - the general fund is the operating fund of the School District and is used to account for all financial resources, except those required to be accounted for in another fund.

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

Building Fund – the building fund is used to account for the receipts and expenditures related to all special bond funds in the district. 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.

Classroom Facilities Fund – the classroom facilities fund is used to account for monies received and expended in connection with contracts entered into by the school district and the Ohio School Facilities Commission for the building and equipping of classroom facilities.

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

Proprietary Fund

The proprietary fund focuses on the determination of the changes in net position, financial position, and cash flows. Proprietary funds are classified as enterprise or internal service; the School District has no enterprise funds.

Internal Service Fund – the internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's only internal service fund accounts for the activities of the Trust; a blended component unit of the School District.

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 School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. MEASUREMENT FOCUS

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the School District are included on the Statement of Net Position. The Statement of Activities presents increases (revenues) and decreases (expenses) in total net position.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources along with current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, the internal service fund is accounted for on a flow of economic resources measurement focus. All assets and deferred outflows of resources along with all liabilities and deferred inflows of resources associated with the operation of this fund are included on the statement of net position. The statement of changes in fund 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 School District finances and meets the cash flow needs of its proprietary activity.

E. 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 the fiduciary funds also use the accrual basis of accounting. Differences in the accrual and modified accrual bases of accounting arise in the recognition of revenue, the recording of deferred inflows and outflows, 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. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days of fiscal year end.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. BASIS OF ACCOUNTING (continued)

Nonexchange transactions, in which the School 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 7). 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 year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange 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, grants, investment earnings, tuition, and student fees.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes, cafeteria receipts, and unavailable resources. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2014, but which were levied to finance year 2015 operations. Cafeteria receipts represent the positive account balance on student lunch cards as of June 30, 2014, which amounts will be used to purchase lunch in future fiscal years. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable resources is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District, unavailable resources includes delinquent property taxes. These amounts are deferred and recognized as inflows of resources in the period the amounts become available.

Expenditures/Expenses

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.

F. BUDGETARY PROCESS

All funds, other than the internal service fund and agency funds, are legally required to be budgeted and appropriated. The major documents prepared 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.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. BUDGETARY PROCESS (continued)

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School 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 final amended certificate that were in effect at the time the final appropriations were passed by the Board of Education, prior to fiscal year-end.

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

The internal service fund, a blended component unit, is not under the budgetary authority of the School District.

G. CASH AND INVESTMENTS

Cash received by the School District is deposited in one central bank account with individual fund balance integrity maintained through School District records. Monies for all funds are maintained in this account or temporarily transferred to the State Treasurer's investment pool (STAR Ohio) or other short term investments. Under existing Ohio statutes, interest earnings are allocated to funds based on average monthly cash balances. Interest revenue credited to the General Fund during fiscal year 2014 amounted to \$ 14,472 which includes \$ 10,963 assigned from other School District Funds.

Except for investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase, investments are reported at fair value, which is based on quoted market prices. Investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase are reported at cost or amortized cost.

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

Investments with an original maturity of three months or less at the time of purchase are considered to be cash equivalents.

The Trust documents specifically require the maintenance of an insurance reserve, consisting of cash and investments, to provide a minimum funding level within the Trust to provide for future claims. At December 31, 2013 and 2012 this calculated reserve amount was \$ 919,000 and \$ 896,000, respectively. The Trustees authorized use of this reserve to subsidize Trust expenses with an understanding that the funds would be replenished by increasing employee and School District contributions and changes in benefits provided. This amount is reflected as restricted in the net position section of the Statement of Fund Net Position – Internal Service Fund.

The required balance in the run-out reserve is an amount equal to the incurred but unreported claims liability as calculated by the actuary. The balance in the run-out reserve was calculated to be \$ 324,500 and \$ 332,700 at December 31, 2013 and 2012, respectively. The balance in the run-out reserve at December 31, 2013 and 2012 was fully funded.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. RESTRICTED ASSETS

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other government or imposed by enabling legislation.

I. PREPAID ITEMS

Certain payments to vendors reflect costs applicable to future periods and are recorded as prepaid assets in both the government-wide and fund financial statements. These amounts are reflected as an expenditure/expense in the year in which the services are consumed.

J. CAPITAL ASSETS

General capital assets are those assets which are associated with and generally arise from governmental activities. 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 on the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of \$ 1,000 and useful life of more than five years. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All reported capital assets, other than 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>Asset</u>	<u>Estimated Useful Life</u>
Buildings	50 years
Building improvements	5 - 20 years
Furniture and equipment	5 - 20 years
Vehicles	5 - 10 years

K. INTERFUND BALANCES

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables". These amounts are eliminated in the governmental column of the statement of net position.

L. 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 School District will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the vesting method. The liability is based on an estimate of the amount of accumulated sick leave that will be paid as a termination benefit. The liability includes employees who are currently eligible to receive termination benefits and those the School 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 School District's termination policy.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. COMPENSATED ABSENCES (continued)

A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The unmatured portion of the liability is not reported.

M. ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Long-term notes payable and capital leases are recognized as a liability on the governmental fund financial statements when due.

N. NET POSITION

Net position is the residual amount when comparing assets and deferred outflows of resources to liabilities and deferred inflows of resources. The investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. The restricted component of net position is reported when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws, or regulations of other governments.

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



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. FUND BALANCE

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

Nonspendable - The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

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

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the School District Board of Education. Those committed amounts cannot be used for any other purpose unless the School 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 School District for specific purposes but do not meet the criteria to be classified as restricted or committed. The School District Board of Education has by resolution authorized the treasurer to assign fund balance. 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. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, an additional action is necessary to either remove or revise a commitment.

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

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

P. OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the School District, these revenues are charges for services for the self-insurance program. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of this fund. Revenues and expenses not meeting those definitions are reported as non-operating.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Q. INTERFUND TRANSACTIONS

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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

R. 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 on the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 – CHANGE IN ACCOUNTING PRINCIPLES

GASB Statement No. 66, “Technical Corrections – 2012; an amendment of GASB Statements No. 10 and No. 62”. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. The implementation of GASB Statement No. 66 did not have an effect on the financial statements of the School District.

GASB Statement No. 69, “Government Combinations and Disposals of Government Operations”. The objective of this Statement is to improve financial reporting by addressing accounting and financial reporting for government combinations and disposals of government operations. The term government combinations is used in this Statement to refer to a variety of arrangements including mergers and acquisitions. Government combinations also include transfers of operations that do not constitute entire legally separate entities and in which no significant consideration is exchanged. Transfers of operations may be present in shared service arrangements, reorganizations, redistricting, annexations, and arrangements in which an operation is transferred to a new government created to provide those services. The implementation of GASB Statement No. 69 did not have an effect on the financial statements of the School District.

GASB Statement No. 70, “Accounting and Financial Reporting for Nonexchange Financial Guarantees”. The statement provides accounting and financial reporting guidance to state and local governments that offer non-exchange financial guarantees to others and for governments that receive guarantees on their obligations. The implementation of GASB Statement No. 70 did not have an effect on the financial statements of the School District.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

**NOTE 3 – COMPLIANCE AND ACCOUNTABILITY**

Not apparent in the basic financial statements are the following deficit fund balances:

Special Revenue Funds	
Miscellaneous State Grants	\$ (756)
EHA Preschool	\$ (42)
Capital Projects Fund	
Capital Projects	\$ (403,209)

These deficits result from adjustments for accrued liabilities. The General Fund is liable for any deficit in the funds and provides transfers when cash is required, not when accruals occur.

**NOTE 4 - BUDGETARY BASIS OF ACCOUNTING**

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

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

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

Net Change in Fund Balance	
	General Fund
Budget basis	\$ 5,379,964
Adjustments, increase (decrease)	
Revenue accruals	(233,445)
Expenditure accruals	215,829
Funds budgeted elsewhere **	36,121
Encumbrances	633,659
GAAP basis, as reported	\$ 6,032,128

\*\* As part of Governmental Accounting Standards Board Statement No. 54, "Fund Balance Reporting", certain funds that are legally budgeted in separate special revenue funds are considered part of the General Fund on a GAAP basis. This includes the Special Projects Fund, Emergency Levy Fund, Support Fund, Uniform School Supplies Fund, Adult Education Fund, and the Summer School Fund.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

**NOTE 5 – FUND BALANCES**

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

	General Fund	Debt Service Fund	Building Fund	Classroom Facilities Fund	Nonmajor Governmental Funds	Total
<b>Fund balances</b>						
<b>Restricted</b>						
Food service operations	\$ -	\$ -	\$ -	\$ -	\$ 78,140	\$ 78,140
Athletics	-	-	-	-	73,527	73,527
Non-public schools	-	-	-	-	108,094	108,094
Classroom facilities maintenance	-	-	-	-	81,014	81,014
Classroom size reduction	-	-	-	-	13,155	13,155
Miscellaneous						
Federal Grants	-	-	-	-	1,879	1,879
Special education	-	-	-	-	209,241	209,241
Debt service	-	1,758,184	-	-	-	1,758,184
Capital projects	-	-	14,271,214	44,163,449	-	58,434,663
<b>Total restricted</b>	<b>-</b>	<b>1,758,184</b>	<b>14,271,214</b>	<b>44,163,449</b>	<b>565,050</b>	<b>60,757,897</b>
<b>Assigned</b>						
Benefits and insurance	3,947	-	-	-	-	3,947
Purchased services	219,611	-	-	-	-	219,611
Supplies and materials	71,673	-	-	-	-	71,673
Capital outlay	23,093	-	-	-	-	23,093
Fiscal services	14,500	-	-	-	-	14,500
Extracurricular	122,881	-	-	-	-	122,881
Business support	56,159	-	-	-	-	56,159
Other purposes	35,874	-	-	-	-	35,874
<b>Total assigned</b>	<b>547,738</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>547,738</b>
<b>Unassigned (deficit)</b>	<b>9,636,025</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(404,007)</b>	<b>9,232,018</b>
<b>Total fund balances</b>	<b>\$ 10,183,763</b>	<b>\$ 1,758,184</b>	<b>\$ 14,271,214</b>	<b>\$ 44,163,449</b>	<b>\$ 161,043</b>	<b>\$ 70,537,653</b>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 6 - DEPOSITS AND INVESTMENTS

A. LEGAL REQUIREMENTS

State statutes classify monies held by the School 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 School 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 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 monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit, or by savings or deposit accounts, including passbook accounts.

Protection of the School 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.

Interim monies may be invested in the following securities:

1. United States Treasury bills, bonds, notes, 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 obligation or security 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 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 6 - DEPOSITS AND INVESTMENTS(continued)

A. LEGAL REQUIREMENTS (continued)

6. The State Treasurer's investment pool (STAR Ohio);
7. Commercial paper and bankers' acceptances (if authorized by the Board of Education), and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. An investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

At fiscal year end, the School District had \$ 2,430 in cash on hand which is included on the balance sheet of the School District as part of "Equity in Pooled Cash".

B. DEPOSITS

Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits may not be returned. The School District does not have a deposit policy for custodial credit risk. At fiscal year end, the carrying amount of the School District's deposits was \$ 20,094,395 and the bank balance was \$ 20,185,337. Of the bank balance, \$ 15,519,270 was covered by federal depository insurance and \$ 4,666,067 was uninsured. Of the remaining balance, \$ 4,666,067 was collateralized with securities held by the pledging institution's trust department not in the School District's name. Although the securities were held by the pledging financial institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the School District to a successful claim by the FDIC.

The School District has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the School District or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

At December 31, 2013, the fiscal year end of the Trust, the School District's component unit, the carrying amount of the Trust's deposits was \$ 436,129 and the bank balance was the same, all of which was covered by Federal depository insurance or by collateral held by a qualified third party trustee in the name of the Trust.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 6 - DEPOSITS AND INVESTMENTS(continued)

C. INVESTMENTS

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School 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 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 of qualified trustee.

As of June 30, 2014, the School District had the following investments:

	Fair Value	Investment Maturities		Percentage of Investments
		Less than 1 yr	1 - 5 years	
STAR Ohio	\$ 5,873,395	\$ 5,873,395	\$ -	11.4%
U.S. Government Agency Notes	40,361,912	-	40,361,912	78.5%
U.S. Treasury Notes	3,398,813	-	3,398,813	6.6%
U.S. Government Agency Discount Notes	1,814,983	1,814,983	-	3.5%
	<u>\$ 51,449,103</u>	<u>\$ 7,688,378</u>	<u>\$ 43,760,725</u>	<u>100.0%</u>

The following table presents investments at December 31, 2013 of the Trust, the School District's component unit:

U.S. Government Agency	
Federal Home Loan Bank	
1.250% due 12/12/2014	\$ 50,499
1.375% due 9/12/2014	100,819
Step rate due 4/11/2014	
Callable 10/11/2013	97,368
Fannie Mae	
.900% due 10/25/2017	48,981
Total investments	<u>\$ 297,667</u>

D. INTEREST RATE RISK

The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date.

E. CREDIT RISK

The School District follows the Ohio Revised Code that limits its investment choices (see Note 6 A). The School District has no investment policy that would further limit its investment choices. As of June 30, 2014, the School District's investment STAR Ohio was rated AAAM by Standard & Poor's.

F. CONCENTRATION OF CREDIT RISK

The School District places no limit on the amount that may be invested in any one issuer.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 7 - PROPERTY TAXES

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar 2014 represents collections of calendar year 2013 taxes. Real property taxes received in calendar year 2014 were levied after April 1, 2013, on the assessed value listed as of January 1, 2013, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2014 represents collections of calendar year 2013 taxes. Public utility real and tangible personal property taxes received in calendar year 2014 became a lien December 31, 2012, were levied after April 1, 2013 and are collected in 2014 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property taxes received from telephone companies in calendar year 2014 were levied after October 1, 2013, on the value as of December 31, 2013. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30; however, this year the settlement was late.

The School District receives property taxes from Lorain County. The County Auditor periodically advances to the School 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 to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and 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 delinquent settlement of tangible personal property taxes and 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.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTE 7 - PROPERTY TAXES (continued)

The amount available as an advance at June 30, 2014, was \$ 2,821,470 in the General Fund, \$ 371,275 in the Debt Service Fund and \$ 120,361 in the Capital Projects Fund. The amount available as an advance at June 30, 2013, was \$ 2,687,098 in the General Fund, \$ 38,356 in the Debt Service Fund and \$ 81,930 in the Capital Projects Fund.

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

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

	2013 Second Half Collections		2014 First Half Collections	
	Amount	%	Amount	%
Agricultural / Residential				
Real Estate	\$ 587,127,140	86.38 %	\$ 604,351,560	86.24 %
Other Commercial	80,533,530	11.85	83,747,950	11.95
Public Utility Tangible	12,012,660	1.77	12,668,630	1.81
	\$ 679,673,330	100.00 %	\$ 700,768,140	100.00 %
 Tax Rate per \$ 1,000 of Assessed Valuation:	51.90		56.29	

NOTE 8 - RECEIVABLES

Receivables at June 30, 2014, consisted of property taxes, accounts and other, due from other governments and interfund. All receivables are considered substantially collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables are expected to be collected within one year. A summary of the principal items of due from other governments follows:

Fund	Amount
General Fund	\$ 277,856
IDEA Part B	147,474
Title I	73,882
Limited English Proficiency	1,819
EHA Preschool	1,578
Title VI-R	13,297
Total due from other governments	\$ 515,906

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTE 9 - CAPITAL ASSETS

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

<u>Governmental Activities</u>	Balance June 30, 2013	Additions	Disposals	Balance June 30, 2014
Nondepreciable capital assets				
Land	\$ 1,740,513	\$ -	\$ -	\$ 1,740,513
Depreciable capital assets				
Buildings and improvements	20,430,390	5,825	-	20,436,215
Furniture and equipment	5,029,732	236,918	119,465	5,147,185
Vehicles	3,307,042	32,688	157,589	3,182,141
Total capital assets being depreciated	<u>28,767,164</u>	<u>275,431</u>	<u>277,054</u>	<u>28,765,541</u>
Less accumulated depreciation				
Buildings and improvements	10,940,481	370,601	-	11,311,082
Furniture and equipment	4,641,323	209,730	114,171	4,736,882
Vehicles	1,834,159	230,720	157,589	1,907,290
Total accumulated depreciation	<u>17,415,963</u>	<u>811,051</u>	<u>271,760</u>	<u>17,955,254</u>
Depreciable capital assets, net of accumulated depreciation	<u>11,351,201</u>	<u>(535,620)</u>	<u>5,294</u>	<u>10,810,287</u>
Governmental activities capital assets, net	<u>\$ 13,091,714</u>	<u>\$ (535,620)</u>	<u>\$ 5,294</u>	<u>\$ 12,550,800</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 9 - CAPITAL ASSETS (continued)

Depreciation expense was charged to governmental functions as follows:

Instruction		
Regular	\$	304,378
Special		38,804
Vocational		6,332
Supporting services		
Pupil		38,697
Instructional staff		31,161
Administration		25,423
Fiscal		3,460
Operation and maintenance of plant		39,781
Pupil transportation		254,311
Central services		1,676
Operation of non-instructional services		
Food service		8,706
Community services		14,720
Extracurricular activities		43,602
Total depreciation expense	\$	<u>811,051</u>

NOTE 10 - INTERFUND ASSETS/LIABILITIES

On the fund financial statements at June 30, 2014, interfund balances consisted of the following:

	<u>Due from:</u>
	Nonmajor
	Governmental
	<u>Funds</u>
Due to:	
General Fund	\$ <u>1,150,992</u>

These amounts are represented as "Interfund Receivable/Payable" on the balance sheet. The loans were made to support programs and projects in the Special Revenue Funds and the Capital Projects Fund. The loans are not scheduled to be collected in the subsequent year.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 11 - RISK MANAGEMENT

A. PROPERTY AND LIABILITY

The School District is exposed to various risks of loss related to torts, theft, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. There have not been any significant reductions in insurance coverage from coverage in the prior year, and the amounts of settlements have not exceeded coverage for any of the prior three years.

The School District has a property and casualty policy with Love Insurance Agency. The deductible is \$ 2,500 per incident and \$ 1,000 per incident on property. All vehicles are insured and have a zero dollar deductible. The umbrella policy is insured with Love Insurance Agency. The limits of this coverage are \$ 5,000,000 per occurrence and \$ 7,000,000 per aggregate. All board members, administrators and employees are covered under a school district liability policy with Love Insurance Agency with a zero dollar deductible and \$ 5,000,000 limit per claim and a \$ 7,000,000 annual aggregate limit. A surety bond in the amount of \$ 60,000 covers the Treasurer with Westfield Insurance Company. Remaining employees who handle money are covered with a public employees blanket bond in the amount of \$ 100,000 with Love Insurance Company and have a \$ 1,000 deductible.

B. WORKERS' COMPENSATION

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

The intent of the GRP is to achieve the benefit of a reduced premium for the School 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 school districts that can meet the GRP's selection criteria. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the GRP.

C. EMPLOYEE MEDICAL BENEFITS

In order to minimize the annual cost of medical insurance, the North Ridgeville City School District Board of Education and unions that represent its employees have entered into a Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust). The Trust provides benefits for hospitalization, medical, dental, vision, and prescription drugs, in accordance with the terms and provisions as agreed to by the Plan Trustees, with enrollment periods as provided in the Trust agreement. Provisions in the union contracts limit contributions by the School District to fund benefits with its employees. Those union contracts require the Plan Trustees to devise cost containment measures in the event that benefit expenditures exceed money contributions that the Board of Education is required to make. Thus in future years, additional contributions from employees may be required, or other cost containment measures may be implemented.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 11 - RISK MANAGEMENT (continued)

C. EMPLOYEE MEDICAL BENEFITS (continued)

The claims liability of \$ 359,878 at December 31, 2013, is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 30. The Trust establishes a liability for both reported and unreported insured events. Changes in the balance of claims liability are summarized below. Incurred claims and claim payments are not segregated between current and prior year claims due to the impracticability of obtaining such information.

	12/31/13	12/31/12
Unpaid claims, beginning of year	\$ 357,140	\$ 415,236
Incurred claims	3,849,032	3,805,350
Paid claims	(3,846,294)	(3,863,446)
Unpaid claims, end of year	\$ 359,878	\$ 357,140

NOTE 12 - DEFINED BENEFIT PENSION PLANS

A. SCHOOL EMPLOYEE RETIREMENT SYSTEM

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability, and survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained on SERS' website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

Plan members are required to contribute 10% of their annual covered salary and the School District is required to contribute 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For fiscal year ending June 30, 2014, the allocation to pension and death benefits is 13.10%. The remaining .90% of the 14% employer contribution rate is allocated to the Health Care and Medicare B Funds. The School District's contributions to SERS for the years ended June 30, 2014, 2013, and 2012 were \$ 596,210, \$ 571,536, and \$ 655,242, respectively; 100% has been contributed for fiscal years 2014, 2013, and 2012.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 12 - DEFINED BENEFIT PENSION PLANS (continued)

B. STATE TEACHERS RETIREMENT SYSTEM

The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple-employer public employee retirement system. STRS Ohio is a statewide retirement plan for licensed teachers and other faculty members employed in the public schools of Ohio or any school, community school, college, university, institution or other agency controlled, managed and supported, in whole or in part, by the state or any political subdivision thereof.

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

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

DC Plan Benefits – DC Plan benefits are established under Sections 3307.80 to 3307.89 of the Revised Code. For members who select the D Plan, all member contributions and employer contributions at a rate of 10.5% are placed in an investment account. The member determines how to allocate the member and employer money among various investment choices. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump-sum withdrawal. Employer contributions into members’ accounts are vested after the first anniversary of the first day of paid service. Members in the DC plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member’s designated beneficiary is entitled to receive the member’s account balance.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 12 - DEFINED BENEFIT PENSION PLANS (continued)

B. STATE TEACHERS RETIREMENT SYSTEM (continued)

Combined Plan Benefits – Member contributions are allocated by the member, and employer contributions are used to fund a defined benefit payment. A member's defined benefit is determined by multiplying 1% of the member's final average salary by the member's years of service credit. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60. The defined contribution portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50.

Eligible faculty of Ohio's public colleges and university may choose to enroll in either STRS Ohio or an alternative retirement plan (ARP) offered by their employer. Employees have 120 days from their employment date to select a retirement plan.

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

Benefits are increased annually by 3% of the original base amount for DB Plan participants.

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

A DB or Combined Plan member with five or more years' credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of members who die before retirement may qualify for survivor benefits. A death benefit of \$ 1,000 is payable to the beneficiary of each deceased retired member who participated in the DB Plan. Death benefit coverage up to \$ 2,000 can be purchased by participants in the DB, DC or Combined Plans. Various other benefits are available to members' beneficiaries.

Chapter 3307 of the Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 % for members and 14% for employers.

Contribution requirements and the contributions actually made for the fiscal year ended June 30, 2014, were 10% of covered payroll for members and 14% for employers. The School District's required contributions for pension obligations to STRS of the fiscal years ended June 30, 2014, 2013, and 2012 were \$ 1,948,469, \$ 1,859,223, and \$ 1,989,295 respectively; \$ 1,621,932 (83.2%) has been contributed for fiscal year 2014 and 100% has been contributed for fiscal years 2013 and 2012.

STRS Ohio issues a stand-alone financial report. Additional information or copies of STRS Ohio's 2013 Comprehensive Annual Financial Report can be requested by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771, by calling toll-free 1-888-227-7877, or by visiting the STRS Ohio website at [www.strsoh.org](http://www.strsoh.org)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 12 - DEFINED BENEFIT PENSION PLANS (continued)

C. SOCIAL SECURITY SYSTEM

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Employees Retirement System. As of June 30, 2014, three members of the Board of Education have elected Social Security. The Board's liability is 6.2% of wages.

NOTE 13 - POSTEMPLOYMENT BENEFITS

A. SCHOOL EMPLOYEE RETIREMENT SYSTEM

In addition to a cost-sharing multiple-employer defined benefit pension plan the School Employees Retirement System of Ohio (SERS) administers two postemployment benefit plans.

The Medicare Part B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code (ORC) 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B monthly premium for calendar year 2014 was \$104.90 for most participants, but could be as high as \$ 335.70 per month depending on their income. SERS' reimbursement to retirees was \$ 45.50.

The Retirement Board, acting with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare B Fund. For fiscal year 2014, the actuarially required allocation is .76%. The School District's contributions for the years ended June 30, 2014, 2013, and 2012 were \$ 34,589, \$ 32,285 and \$ 35,102, respectively; 100% has been contributed for fiscal years 2014, 2013 and 2012.

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

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



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 13 - POSTEMPLOYMENT BENEFITS (continued)

A. SCHOOL EMPLOYEE RETIREMENT SYSTEM (continued)

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. For the year ended June 30, 2014, the health care allocation is .14%. 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% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2014, the minimum compensation level was established at \$20,250. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contributions assigned to health care for the years ended June 30, 2014, 2013, and 2012 were \$ 85,117, \$ 77,281, and \$ 93,651, respectively; 100% has been contributed for fiscal years 2014, 2013 and 2012.

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

The financial reports of SERS' Health Care and Medicare B plans are included in its Comprehensive Annual Financial Report. The report can be obtained on SERS' website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

B. STATE TEACHERS RETIREMENT SYSTEM

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

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

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

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 13 - POSTEMPLOYMENT BENEFITS (continued)

B. STATE TEACHERS RETIREMENT SYSTEM (continued)

Funding Policy – Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contribution rate, 1% of covered payroll was allocated to post-employment health care for the years ended June 30, 2014, 2013, and 2012.. The 14% employer contribution rate is the maximum rate established under Ohio law. The School District's contribution for health care for the fiscal years ended June 30, 2014, 2013 and 2012 were \$ 149,882, \$ 143,017, and \$ 153,023, respectively; \$ 124,702 (83.2%) has been contributed for fiscal year 2014 and 100% for fiscal years 2013 and 2012.

NOTE 14 - LONG-TERM OBLIGATIONS

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

	Balance			Balance	Amounts
	June 30, 2013	Increase	Decrease	June 30, 2014	Due In
					One Year
Bonds payable	\$ 1,275,000	\$ 57,895,000	\$ 325,000	\$ 58,845,000	\$ 1,080,000
Unamortized bond premiums	-	1,697,866	49,701	1,648,165	-
Bond anticipation note	-	8,000,000	8,000,000	-	-
Capital lease	83,104	-	76,586	6,518	6,518
Compensated absences	1,470,981	159,120	586,817	1,043,284	164,794
	<u>\$ 2,829,085</u>	<u>\$ 67,751,986</u>	<u>\$ 9,038,104</u>	<u>\$ 61,542,967</u>	<u>\$ 1,251,312</u>

Bonds payable will be repaid from the Debt Service Fund. The Bond Anticipation Note was repaid from the Debt Service Fund. Capital lease will be repaid from the General Fund. Compensated absences will be repaid from the funds from which employees' salaries are paid, primarily the General Fund.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 15 – BONDS PAYABLE

Bonds payable at year end consisted of:

	<u>Balance June 30, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2014</u>
General obligation bonds				
Refunding of 2001 UTGO				
refunding bonds, series 2001				
(2011) 3.87% through 2016	\$ 1,275,000	\$ -	\$ 325,000	\$ 950,000
School Facilities Improvement				
bonds, Series 2014A (2014)				
1.5% to 5.0%, matures 2047	-	50,100,000	-	50,100,000
School Facilities Improvement				
bonds, Series 2014B (2014)				
2.0% to 4.25%, matures 2041	-	7,795,000	-	7,795,000
	<u>\$ 1,275,000</u>	<u>\$ 57,895,000</u>	<u>\$ 325,000</u>	<u>\$ 58,845,000</u>

Principal and interest requirements to retire bonds payable outstanding at June 30, 2014, were as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 1,080,000	\$ 2,548,859	\$ 3,628,859
2016	860,000	2,526,157	3,386,157
2017	835,000	2,506,132	3,341,132
2018	615,000	2,492,151	3,107,151
2019	655,000	2,480,976	3,135,976
2020 - 2024	4,300,000	12,113,455	16,413,455
2025 - 2029	4,280,000	11,338,980	15,618,980
2030 - 2034	6,605,000	10,256,680	16,861,680
2035 - 2039	9,845,000	8,476,250	18,321,250
2040 - 2044	14,270,000	5,501,210	19,771,210
2045 - 2048	15,500,000	1,483,440	16,983,440
	<u>\$ 58,845,000</u>	<u>\$ 61,724,290</u>	<u>\$ 120,569,290</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

**NOTE 16 – PRIOR YEAR DEFEASANCE OF DEBT**

In 2002, the School District defeased 1992 general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School District’s financial statements. At June 30, 2014, \$ 1,340,000 of bonds outstanding are considered to be defeased.

In 2011, the School District defeased 2002 general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School District’s financial statements. At June 30, 2014, \$ 970,000 of bonds outstanding are considered to be defeased.

**NOTE 17 – CAPITAL LEASE**

The School District has entered into a lease agreements for copiers. The School District’s lease obligations meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases." Capital lease payments have been reclassified and are reflected as debt service expenditures in the basic financial statements. These expenditures are reflected as program/function expenditures on a budgetary basis.

Capital assets acquired by lease have been capitalized and depreciated as follows:

Asset	Cost	Accumulated Depreciation	Net
Copiers	\$ 355,867	\$ 320,280	\$ 35,587

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

	Year ending June 30,	Amount
Total minimum lease payments	2015	\$ 6,539
Less amount representing interest		(21)
Net present value of minimum lease payments		\$ 6,518

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

**NOTE 18 – OPERATING LEASES**

The School District is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations. During 2014, expenditures for operating leases totaled \$ 52,089.

The following is a schedule of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of June 30, 2014.

	Year ending June 30,	Amount
Total minimum lease payments	2015	\$ 4,341

**NOTE 19- SET-ASIDES**

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

The following cash basis information identifies the changes in the fund balance reserves for textbooks and capital maintenance during fiscal year 2014.

	Capital Maintenance
Balance, July 1, 2013	\$ -
Required set aside	677,848
Qualifying expenditures	(715,026)
Balance June 30, 2014	\$ (37,178)

Although the School District had expenditures that reduced the capital improvements reserve set-aside amount below zero, this amount cannot be carried forward to reduce the set-aside requirements for future years.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 20 - JOINTLY GOVERNED ORGANIZATION

A. NORTH COAST COUNCIL (NCC)

NCC is wholly owned by its member districts and is governed by a Board of Directors (member Superintendents). NCC's current membership includes the Educational Service Center of Cuyahoga County, Educational Service Center of Lorain County and thirty two school districts in Cuyahoga, Huron, Lorain, and Medina counties.

The mission of the North Coast Council is to provide the support and leadership which enables organizations to achieve their objectives through innovative and cost effective shared technology solutions.

Financial information can be obtained by contacting the Executive Director, 5700 West Canal, Valley View, Ohio 44125. During the year ended June 30, 2014, the School District paid \$ 113,044 to NCC.

B. LORAIN COUNTY JOINT VOCATIONAL SCHOOL DISTRICT

The Lorain County Joint Vocational School District is a separate body politic and corporate, established by the Ohio Revised Code to provide for vocational and special education needs of the students. The Board of the Lorain County Joint Vocational School District is comprised of representatives from each participating school district and is responsible for approving its own budgets, appointing personnel, and accounting and financing related activities. The North Ridgeville City School District's students may attend the Lorain County Joint Vocational School District. Each school district's control is limited to its representation on the board. Financial information can be obtained by contacting the Lorain County Joint Vocational School District, 15181 State Route 58, Oberlin, Ohio 44074.

C. OHIO SCHOOLS COUNCIL

The Ohio Schools Council Association (Council) is a jointly governed organization among 126 school districts. The organization was formed to purchase quality products and services at the lowest possible cost to the member School Districts. Each School District supports the Council by paying an annual participation fee. The Council's Board consists of nine superintendents of the participating School Districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2014, the School District paid \$ 1,585 to the Council. Financial information can be obtained by contacting David A. Cottrell, the Executive Director/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio, 44131.

The North Ridgeville City Schools participates in the Council's natural gas program.

Prepaid/Natural Gas Program

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

**NOTE 21– INTERFUND TRANSFERS**

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

	Transfer from		
Transfer to:	General Fund	Nonmajor Governmental Funds	Total
Nonmajor governmental funds	\$ 17,000	\$ 81,014	\$ 98,014

The General Fund transferred \$ 17,000 to the Athletic Fund to offset costs of the programs. The Capital Projects Fund transferred \$ 81,014 to the Classroom Facilities Maintenance Fund as required by the Ohio School Facilities Commission to be used for maintenance of facilities.

**NOTE 22 – NOTES PAYABLE**

The School District's note payable activity during the year ended June 30, 2014 was as follows:

	Outstanding June 30, 2013	Additions	Deductions	Outstanding June 30, 2014
Bond anticipation note, 1.30%	\$ -	\$ 8,000,000	\$ 8,000,000	\$ -

The note was issued in anticipation of the issuance of bonds for the purpose of constructing and improving School District buildings.

**NOTE 23 - CONTINGENCIES**

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies.

Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2014.

**NOTE 24 – RETIREMENT INCENTIVE PLAN**

The School District adopted a retirement incentive plan which became effective August 1, 2008 and expired on July 31, 2012. Certificated employees who met certain eligibility requirements will receive a lump sum retirement buyout equal to \$ 700 for each year of STRS service, up to thirty years. Classified employees who met certain eligibility requirements will receive a lump sum retirement buyout equal to \$ 200 for each year of SERS service, up to thirty years. Payment will be made in three equal installments beginning in January of the calendar year following the date of retirement and the following two Januaries thereafter. As of June 30, 2014 the School District's liability related to this retirement incentive plan was \$ 42,000.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 25 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date that the financial statements were available to be issued.



**COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES**

## **NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS**

### **SPECIAL REVENUE FUNDS**

Special Revenue Funds are established to account for revenues from specific sources which are legally, or otherwise, restricted to expenditure for specific purposes.

Athletic Fund - The purpose of this fund is 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 includes athletic programs, band, cheerleaders, flag corps, and other similar types of activities.

Auxiliary Service Fund - This fund accounts for monies, which provide services and materials to pupils attending non-public schools within the School District.

Data Communications Fund - This fund is provided to account for money appropriated for Ohio Educational Computer Network Connections.

Miscellaneous State Grants Fund - The purpose of this fund is to account for various monies received from state agencies, which are not classified elsewhere. A separate special cost center must be used for each grant and be approved by the Auditor of State.

IDEA Part B Fund - This fund is for the provision of grants to assist states 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.

Classroom Facilities Maintenance Fund – This fund is used to account for the proceeds from a levy for the maintenance of facilities.

## **NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS**

### **SPECIAL REVENUE FUNDS (CONTINUED)**

Title I Fund - This fund is to provide financial assistance to state and local educational agencies to meet the special needs of educationally deprived children.

Limited English Proficiency Fund – This fund provides support for programs designed to meet the educational needs of children with limited English proficiency

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

Title VI-R Fund - This fund is used to account for monies to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Race to the Top Fund - This fund is used to account for monies 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.

Miscellaneous Federal Grants Fund – This fund is used to account for various monies received from the Federal government through state agencies or directly from the Federal government which are not accounted for elsewhere.

Food Service Fund - This fund is used to record financial transactions related to food service operations.

### **CAPITAL PROJECTS FUND**

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2014

	Nonmajor Special Revenue Funds	Nonmajor Capital Project Fund	Total Nonmajor Governmental Funds
Assets and deferred outflow of resources			
Assets			
Equity in pooled cash	\$ 520,035	\$ 649,139	\$ 1,169,174
Receivables, net of allowance			
Taxes, current	-	1,023,379	1,023,379
Taxes, delinquent	-	53,500	53,500
Due from other governments	238,050	-	238,050
Total assets	758,085	1,726,018	2,484,103
Total assets and deferred outflows of resources	\$ 758,085	\$ 1,726,018	\$ 2,484,103
Liabilities, deferred inflows of resources and fund liabilities			
Liabilities			
Accounts and contracts payable	\$ 69,492	\$ 47,709	\$ 117,201
Accrued salaries, wages and benefits	61,605	-	61,605
Due to other governments	36,744	-	36,744
Interfund payable	25,992	1,125,000	1,150,992
Total liabilities	193,833	1,172,709	1,366,542
Deferred inflows of resources			
Property taxes levied for next year and unavailable resources	-	956,518	956,518
Total deferred inflows of resources	-	956,518	956,518
Fund balances			
Restricted	565,050	-	565,050
Unassigned	(798)	(403,209)	(404,007)
Total fund balances	564,252	(403,209)	161,043
Total liabilities, deferred inflows of resources and fund balances	\$ 758,085	\$ 1,726,018	\$ 2,484,103

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	Nonmajor Special Revenue Funds	Nonmajor Capital Project Fund	Total Nonmajor Governmental Funds
Revenue			
Taxes	\$ -	\$ 878,101	\$ 878,101
Interest	301	367	668
Intergovernmental	2,150,282	140,923	2,291,205
Extracurricular	208,400	-	208,400
Charges for services	601,011	-	601,011
Other	11,274	-	11,274
Total revenues	<u>2,971,268</u>	<u>1,019,391</u>	<u>3,990,659</u>
Expenditures			
Current			
Instruction			
Regular	103,148	72,268	175,416
Special	1,112,216	-	1,112,216
Supporting services			
Instructional staff	56,420	-	56,420
Administration	3,000	-	3,000
Fiscal services	-	16,773	16,773
Operation and maintenance	-	246,132	246,132
Pupil transportation	-	14,838	14,838
Central services	-	21,421	21,421
Operation of non-instructional services			
Food service operation	1,039,242	-	1,039,242
Community services	383,158	-	383,158
Extracurricular activities	233,320	-	233,320
Capital outlay	-	187,930	187,930
Total expenditures	<u>2,930,504</u>	<u>559,362</u>	<u>3,489,866</u>
Excess (deficiency) of revenues over expenditures	<u>40,764</u>	<u>460,029</u>	<u>500,793</u>
Other financing sources (uses)			
Transfers in	98,014	-	98,014
Gain on sale of capital assets	-	11,824	11,824
Transfers out	-	(81,014)	(81,014)
Total other financing sources (uses)	<u>98,014</u>	<u>(69,190)</u>	<u>28,824</u>
Net change in fund balances	138,778	390,839	529,617
Fund balances, beginning of year	<u>425,474</u>	<u>(794,048)</u>	<u>(368,574)</u>
Fund balances, end of year	<u>\$ 564,252</u>	<u>\$ (403,209)</u>	<u>\$ 161,043</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2014

	Athletics	Auxiliary Service	Data Communications
Assets and deferred outflow of resources			
Assets			
Equity in pooled cash	\$ 78,920	\$ 171,564	\$ -
Due from other governments	-	-	-
Total assets	<u>78,920</u>	<u>171,564</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 78,920</u>	<u>\$ 171,564</u>	<u>\$ -</u>
Liabilities, deferred inflows of resources and fund liabilities			
Liabilities			
Accounts and contracts payable	\$ 5,393	\$ 58,206	\$ -
Accrued salaries, wages and benefits	-	2,927	-
Due to other governments	-	2,337	-
Interfund payable	-	-	-
Total liabilities	<u>5,393</u>	<u>63,470</u>	<u>-</u>
Fund balances			
Restricted	73,527	108,094	-
Unassigned	-	-	-
Total fund balances	<u>73,527</u>	<u>108,094</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 78,920</u>	<u>\$ 171,564</u>	<u>\$ -</u>

Miscellaneous State Grants	IDEA Part B	Classroom Facilities Maintenance
\$ 21,907	\$ -	\$ 81,014
-	147,474	-
<u>21,907</u>	<u>147,474</u>	<u>81,014</u>
<u>\$ 21,907</u>	<u>\$ 147,474</u>	<u>\$ 81,014</u>

\$ 663	\$ -	\$ -
-	577	-
-	329	-
<u>22,000</u>	<u>3,850</u>	<u>-</u>
<u>22,663</u>	<u>4,756</u>	<u>-</u>

-	142,718	81,014
(756)	-	-
<u>(756)</u>	<u>142,718</u>	<u>81,014</u>
<u>\$ 21,907</u>	<u>\$ 147,474</u>	<u>\$ 81,014</u>

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2014

(CONCLUDED)

	Title I	Limited English Proficiency	EHA Preschool
Assets and deferred outflow of resources			
Assets			
Equity in pooled cash	\$ 6,646	\$ 1,060	\$ 1,321
Intergovernmental receivables	73,882	1,819	1,578
Total assets	<u>80,528</u>	<u>2,879</u>	<u>2,899</u>
Total assets and deferred outflows of resources	<u>\$ 80,528</u>	<u>\$ 2,879</u>	<u>\$ 2,899</u>
Liabilities, deferred inflows of resources and fund liabilities			
Liabilities			
Accounts and contracts payable	\$ 3,038	\$ 1,000	\$ -
Accrued salaries, wages and benefits	5,455	-	2,899
Intergovernmental payable	5,512	-	42
Interfund payable	-	-	-
Total liabilities	<u>14,005</u>	<u>1,000</u>	<u>2,941</u>
Fund balances			
Restricted	66,523	1,879	-
Unassigned	-	-	(42)
Total fund balances	<u>66,523</u>	<u>1,879</u>	<u>(42)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 80,528</u>	<u>\$ 2,879</u>	<u>\$ 2,899</u>



<u>Title VI-R</u>	<u>Race to the Top</u>	<u>Miscellaneous Federal Grants</u>	<u>Food Service</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ 157,603	\$ 520,035
13,297	-	-	-	238,050
<u>13,297</u>	<u>-</u>	<u>-</u>	<u>157,603</u>	<u>758,085</u>
<u>\$ 13,297</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 157,603</u>	<u>\$ 758,085</u>
\$ -	\$ -	\$ -	\$ 1,192	\$ 69,492
-	-	-	49,747	61,605
-	-	-	28,524	36,744
142	-	-	-	25,992
<u>142</u>	<u>-</u>	<u>-</u>	<u>79,463</u>	<u>193,833</u>
13,155	-	-	78,140	565,050
-	-	-	-	(798)
<u>13,155</u>	<u>-</u>	<u>-</u>	<u>78,140</u>	<u>564,252</u>
<u>\$ 13,297</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 157,603</u>	<u>\$ 758,085</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	Athletics	Auxiliary Service	Data Communications
Revenue			
Interest	\$ -	\$ 135	\$ -
Intergovernmental	-	465,990	12,600
Extracurricular	208,400	-	-
Charges for services	9,736	-	-
Other	10,962	-	-
Total revenues	<u>229,098</u>	<u>466,125</u>	<u>12,600</u>
Expenditures			
Current			
Instruction			
Regular	-	-	12,600
Special	-	-	-
Supporting services			
Instructional staff	-	-	-
Administration	-	-	-
Operation of non-instructional services			
Food service operation	-	-	-
Community services	-	365,527	-
Extracurricular activities	233,320	-	-
Total expenditures	<u>233,320</u>	<u>365,527</u>	<u>12,600</u>
Excess (deficiency) of revenues over expenditures	<u>(4,222)</u>	<u>100,598</u>	<u>-</u>
Other financing sources (uses)			
Transfers in	17,000	-	-
Total other financing sources (uses)	<u>17,000</u>	<u>-</u>	<u>-</u>
Net change in fund balances	12,778	100,598	-
Fund balances, beginning of year	<u>60,749</u>	<u>7,496</u>	<u>-</u>
Fund balances, end of year	<u>\$ 73,527</u>	<u>\$ 108,094</u>	<u>\$ -</u>

Miscellaneous State Grants	IDEA Part B	Classroom Facilities Maintenance
\$ -	\$ -	\$ -
-	795,448	-
-	-	-
-	-	-
-	-	-
-	795,448	-
2,372	-	-
-	781,880	-
-	-	-
-	-	-
-	-	-
-	14,596	-
-	-	-
2,372	796,476	-
(2,372)	(1,028)	-
-	-	81,014
-	-	81,014
(2,372)	(1,028)	81,014
1,616	143,746	-
\$ (756)	\$ 142,718	\$ 81,014

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

(CONCLUDED)

	Title I	Limited English Proficiency	EHA Preschool
<b>Revenue</b>			
Interest	\$ -	\$ -	\$ -
Intergovernmental	355,254	11,479	20,479
Extracurricular	-	-	-
Charges for services	-	-	-
Other	-	-	-
<b>Total revenues</b>	<u>355,254</u>	<u>11,479</u>	<u>20,479</u>
<b>Expenditures</b>			
<b>Current</b>			
<b>Instruction</b>			
Regular	-	-	-
Special	321,736	8,600	-
<b>Supporting services</b>			
Instructional staff	24,381	-	21,189
Administration	3,000	-	-
<b>Operation of non-instructional services</b>			
Food service operation	-	-	-
Community services	2,031	1,004	-
Extracurricular activities	-	-	-
<b>Total expenditures</b>	<u>351,148</u>	<u>9,604</u>	<u>21,189</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>4,106</u>	<u>1,875</u>	<u>(710)</u>
<b>Other financing sources (uses)</b>			
Transfers in	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	4,106	1,875	(710)
<b>Fund balances, beginning of year</b>	<u>62,417</u>	<u>4</u>	<u>668</u>
<b>Fund balances, end of year</b>	<u>\$ 66,523</u>	<u>\$ 1,879</u>	<u>\$ (42)</u>

<u>Title VI-R</u>	<u>Race to the Top</u>	<u>Miscellaneous Federal Grants</u>	<u>Food Service</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ 166	\$ 301
86,793	5,950	-	396,289	2,150,282
-	-	-	-	208,400
-	-	-	591,275	601,011
-	-	-	312	11,274
<u>86,793</u>	<u>5,950</u>	<u>-</u>	<u>988,042</u>	<u>2,971,268</u>
88,176	-	-	-	103,148
-	-	-	-	1,112,216
-	10,850	-	-	56,420
-	-	-	-	3,000
-	-	-	1,039,242	1,039,242
-	-	-	-	383,158
-	-	-	-	233,320
<u>88,176</u>	<u>10,850</u>	<u>-</u>	<u>1,039,242</u>	<u>2,930,504</u>
<u>(1,383)</u>	<u>(4,900)</u>	<u>-</u>	<u>(51,200)</u>	<u>40,764</u>
-	-	-	-	98,014
-	-	-	-	98,014
(1,383)	(4,900)	-	(51,200)	138,778
<u>14,538</u>	<u>4,900</u>	<u>-</u>	<u>129,340</u>	<u>425,474</u>
<u>\$ 13,155</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 78,140</u>	<u>\$ 564,252</u>

**INDIVIDUAL FUND SCHEDULES OF REVENUE, EXPENDITURES  
AND CHANGES IN FUND BALANCES –  
BUDGET BASIS (NON-GAAP) AND ACTUAL**

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2014

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 21,938,723	\$ 22,723,212	\$ 22,723,212	\$ -
Tuition and fees	658,246	680,378	681,784	1,406
Interest	13,969	14,413	14,468	55
Intergovernmental	12,880,501	13,341,084	13,341,084	-
Miscellaneous	112,345	97,257	116,362	19,105
Total revenues	<u>35,603,784</u>	<u>36,856,344</u>	<u>36,876,910</u>	<u>20,566</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	10,060,430	9,746,522	9,746,522	-
Benefits	3,218,861	3,118,425	3,118,425	-
Purchased services	2,262,031	2,191,451	2,191,451	-
Materials and supplies	233,017	225,746	225,746	-
Total regular	<u>15,774,339</u>	<u>15,282,144</u>	<u>15,282,144</u>	<u>-</u>
Special				
Salaries	2,064,440	2,000,025	2,000,025	-
Benefits	1,187,829	1,150,766	1,150,766	-
Purchased services	2,013,429	1,950,606	1,950,606	-
Materials and supplies	27,980	27,107	27,107	-
Total special	<u>5,293,678</u>	<u>5,128,504</u>	<u>5,128,504</u>	<u>-</u>
Vocational				
Salaries	126,824	122,867	122,867	-
Benefits	60,207	58,328	58,328	-
Purchased services	1,492	1,445	1,445	-
Materials and supplies	9,510	9,213	9,213	-
Total vocational	<u>198,033</u>	<u>191,853</u>	<u>191,853</u>	<u>-</u>
Total instruction	<u>21,266,050</u>	<u>20,602,501</u>	<u>20,602,501</u>	<u>-</u>

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Supporting services				
Pupil				
Salaries	1,275,242	1,235,452	1,235,452	-
Benefits	359,216	348,008	348,008	-
Purchased services	3,500	3,391	3,391	-
Materials and supplies	778	754	754	-
Total pupil	<u>1,638,736</u>	<u>1,587,605</u>	<u>1,587,605</u>	-
Instructional staff				
Salaries	506,092	490,301	490,301	-
Benefits	180,632	174,996	174,996	-
Purchased services	17,297	16,757	16,757	-
Materials and supplies	15,864	15,369	15,369	-
Other	82	79	79	-
Total instructional staff	<u>719,967</u>	<u>697,502</u>	<u>697,502</u>	-
Board of education				
Salaries	18,838	18,250	18,250	-
Benefits	4,069	3,942	3,942	-
Purchased services	97,994	94,936	94,936	-
Materials and supplies	1,120	1,085	1,085	-
Other	11,212	10,862	10,862	-
Total board of education	<u>133,233</u>	<u>129,075</u>	<u>129,075</u>	-
Administration				
Salaries	1,475,996	1,429,942	1,429,942	-
Benefits	461,692	447,286	447,286	-
Purchased services	33,728	32,676	32,676	-
Materials and supplies	41,061	39,780	39,780	-
Other	3,575	3,463	3,463	-
Total administration	<u>2,016,052</u>	<u>1,953,147</u>	<u>1,953,147</u>	-
Fiscal services				
Salaries	265,572	257,286	257,286	-
Benefits	60,677	58,784	58,784	-
Purchased services	49,013	47,484	47,484	-
Materials and supplies	3,576	3,464	3,464	-
Other	512,182	496,201	496,201	-
Total fiscal services	<u>891,020</u>	<u>863,219</u>	<u>863,219</u>	-

(CONTINUED)



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Business				
Salaries	150,720	146,017	146,017	-
Benefits	30,825	29,863	29,863	-
Purchased services	10,053	9,739	9,739	-
Other	111,478	108,000	108,000	-
Total business	<u>303,076</u>	<u>293,619</u>	<u>293,619</u>	-
Operation and maintenance				
Salaries	1,030,789	998,626	998,626	-
Benefits	475,865	461,017	461,017	-
Purchased services	899,638	871,567	871,567	-
Materials and supplies	87,319	84,594	84,594	-
Total operation and maintenance	<u>2,493,611</u>	<u>2,415,804</u>	<u>2,415,804</u>	-
Pupil transportation				
Salaries	1,263,648	1,224,219	1,224,219	-
Benefits	559,281	541,830	541,830	-
Purchased services	143,757	139,271	139,271	-
Materials and supplies	488,834	473,581	473,581	-
Total pupil transportation	<u>2,455,520</u>	<u>2,378,901</u>	<u>2,378,901</u>	-
Central services				
Salaries	47,315	45,839	45,839	-
Benefits	30,151	29,210	29,210	-
Purchased services	11,704	11,339	11,339	-
Materials and supplies	645	625	625	-
Other	26,013	25,201	25,201	-
Total central services	<u>115,828</u>	<u>112,214</u>	<u>112,214</u>	-
Total supporting services	<u>10,767,043</u>	<u>10,431,086</u>	<u>10,431,086</u>	-

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	General Fund (concluded)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Extracurricular activities				
Academic and subject oriented				
Salaries	72,818	70,546	70,546	-
Benefits	6,556	6,351	6,351	-
Total academic and subject oriented	<u>79,374</u>	<u>76,897</u>	<u>76,897</u>	-
Sports oriented				
Salaries	360,258	349,017	349,017	-
Benefits	82,472	79,899	79,899	-
Total sports oriented	<u>442,730</u>	<u>428,916</u>	<u>428,916</u>	-
Co-curricular activities				
Salaries	23,617	22,880	22,880	-
Benefits	1,932	1,872	1,872	-
Total co-curricular activities	<u>25,549</u>	<u>24,752</u>	<u>24,752</u>	-
Total extracurricular activities	<u>547,653</u>	<u>530,565</u>	<u>530,565</u>	-
Capital outlay	<u>398,311</u>	<u>385,883</u>	<u>385,883</u>	-
Total expenditures	<u>32,979,057</u>	<u>31,950,035</u>	<u>31,950,035</u>	-
Excess (deficiency) of revenues over expenditures	<u>2,624,727</u>	<u>4,906,309</u>	<u>4,926,875</u>	<u>20,566</u>
Other financing sources (uses)				
Transfers-in	-	530,700	530,700	-
Gain (loss) on sale of assets	-	23,277	23,277	-
Advances in	-	37,716	37,716	-
Refund of prior year expenditures	-	417,617	488,151	70,534
Transfers-out	-	(600,762)	(600,762)	-
Advances out	-	(25,993)	(25,993)	-
Total other financing sources (uses)	<u>-</u>	<u>382,555</u>	<u>453,089</u>	<u>70,534</u>
Net change in fund balance	2,624,727	5,288,864	5,379,964	91,100
Prior year encumbrances	417,931	417,931	417,931	-
Fund balances, beginning of year	<u>3,795,799</u>	<u>3,795,799</u>	<u>3,795,799</u>	-
Fund balances, end of year	<u>\$ 6,838,457</u>	<u>\$ 9,502,594</u>	<u>\$ 9,593,694</u>	<u>\$ 91,100</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Debt Service Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 367,024	\$ 11,316,047	\$ 11,316,047	\$ -
Total expenditures and other uses	376,016	10,257,435	10,257,435	-
Net change in fund balance	(8,992)	1,058,612	1,058,612	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	328,297	328,297	328,297	-
Fund balances, end of year	<u>\$ 319,305</u>	<u>\$ 1,386,909</u>	<u>\$ 1,386,909</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Building Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ -	\$ 14,279,430	\$ 14,278,756	\$ (674)
Total expenditures and other uses	-	570,547	570,547	-
Net change in fund balance	-	13,708,883	13,708,209	(674)
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ 13,708,883	\$ 13,708,209	\$ (674)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Classroom Facilities Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ -	\$ 44,200,085	\$ 44,196,254	\$ (3,831)
Total expenditures and other uses	-	33,364	33,364	-
Net change in fund balance	-	44,166,721	44,162,890	(3,831)
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 44,166,721</u>	<u>\$ 44,162,890</u>	<u>\$ (3,831)</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Athletic Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 255,692	\$ 245,639	\$ 246,099	\$ 460
Total expenditures and other uses	327,644	269,228	269,228	-
Net change in fund balance	(71,952)	(23,589)	(23,129)	460
Prior year encumbrances	23,767	23,767	23,767	-
Fund balances, beginning of year	48,185	48,185	48,185	-
Fund balances, end of year	\$ -	\$ 48,363	\$ 48,823	\$ 460

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Auxiliary Services Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 572,035	\$ 466,125	\$ 466,125	\$ -
Total expenditures and other uses	715,930	556,240	556,240	-
Net change in fund balance	(143,895)	(90,115)	(90,115)	-
Prior year encumbrances	137,465	137,465	137,465	-
Fund balances, beginning of year	6,430	6,430	6,430	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 53,780</u>	<u>\$ 53,780</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Data Communications Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 12,600	\$ 12,600	\$ 12,600	\$ -
Total expenditures and other uses	12,600	12,600	12,600	-
Net change in fund balance	-	-	-	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Miscellaneous State Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 28,421	\$ 22,000	\$ 22,000	\$ -
Total expenditures and other uses	32,509	5,876	5,876	-
Net change in fund balance	(4,088)	16,124	16,124	-
Prior year encumbrances	1,650	1,650	1,650	-
Fund balances, beginning of year	2,438	2,438	2,438	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 20,212</u>	<u>\$ 20,212</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	IDEA Part B Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 853,043	\$ 751,027	\$ 751,027	\$ -
Total expenditures and other uses	900,577	798,561	798,561	-
Net change in fund balance	(47,534)	(47,534)	(47,534)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	47,534	47,534	47,534	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Classroom Facilities Maintenance Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ -	\$ 81,014	\$ 81,014	\$ -
Total expenditures and other uses	-	-	-	-
Net change in fund balance	-	81,014	81,014	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 81,014</u>	<u>\$ 81,014</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Title I Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 496,167	\$ 386,192	\$ 386,192	\$ -
Total expenditures and other uses	497,167	384,263	384,263	-
Net change in fund balance	(1,000)	1,929	1,929	-
Prior year encumbrances	1,000	1,000	1,000	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 2,929</u>	<u>\$ 2,929</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Limited English Proficiency Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 13,500	\$ 12,360	\$ 12,360	\$ -
Total expenditures and other uses	13,678	12,478	12,478	-
Net change in fund balance	(178)	(118)	(118)	-
Prior year encumbrances	178	178	178	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ 60	\$ 60	\$ -

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	EHA Preschool Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 22,829	\$ 20,933	\$ 20,933	\$ -
Total expenditures and other uses	24,406	21,189	21,189	-
Net change in fund balance	(1,577)	(256)	(256)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	1,577	1,577	1,577	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 1,321</u>	<u>\$ 1,321</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Title VI-R Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 100,255	\$ 81,883	\$ 81,883	\$ -
Total expenditures and other uses	106,548	88,176	88,176	-
Net change in fund balance	(6,293)	(6,293)	(6,293)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	6,293	6,293	6,293	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Race to the Top Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ -	\$ 10,850	\$ 10,850	\$ -
Total expenditures and other uses	-	10,850	10,850	-
Net change in fund balance	-	-	-	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -	\$ -



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Miscellaneous Federal Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 9,300	\$ 4,650	\$ 4,650	\$ -
Total expenditures and other uses	9,300	4,650	4,650	-
Net change in fund balance	-	-	-	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Food Service Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 1,104,300	\$ 936,120	\$ 937,241	\$ 1,121
Total expenditures and other uses	1,083,609	995,726	995,725	1
Net change in fund balance	20,691	(59,606)	(58,484)	1,122
Prior year encumbrances	15,420	15,420	15,420	-
Fund balances, beginning of year	190,682	190,682	190,682	-
Fund balances, end of year	<u>\$ 226,793</u>	<u>\$ 146,496</u>	<u>\$ 147,618</u>	<u>\$ 1,122</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Special Projects Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 7,096	\$ 4,168	\$ 4,168	\$ -
Total expenditures and other uses	24,559	6,405	6,405	-
Net change in fund balance	(17,463)	(2,237)	(2,237)	-
Prior year encumbrances	1,522	1,522	1,522	-
Fund balances, beginning of year	15,941	15,941	15,941	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 15,226</u>	<u>\$ 15,226</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Support Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 254,348	\$ 296,457	\$ 296,716	\$ 259
Total expenditures and other uses	370,553	307,969	307,969	-
Net change in fund balance	(116,205)	(11,512)	(11,253)	259
Prior year encumbrances	20,308	20,308	20,308	-
Fund balances, beginning of year	95,897	95,897	95,897	-
Fund balances, end of year	\$ -	\$ 104,693	\$ 104,952	\$ 259

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Uniform School Supplies Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 98,893	\$ 129,198	\$ 129,453	\$ 255
Total expenditures and other uses	154,252	127,375	127,375	-
Net change in fund balance	(55,359)	1,823	2,078	255
Prior year encumbrances	13,613	13,613	13,613	-
Fund balances, beginning of year	41,746	41,746	41,746	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 57,182</u>	<u>\$ 57,437</u>	<u>\$ 255</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Adult Education Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ -	\$ -	\$ -	\$ -
Total expenditures and other uses	518	-	-	-
Net change in fund balance	(518)	-	-	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	518	518	518	-
Fund balances, end of year	\$ -	\$ 518	\$ 518	\$ -

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Summer School Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 68,148	\$ 64,350	\$ 65,910	\$ 1,560
Total expenditures and other uses	104,125	73,390	73,390	-
Net change in fund balance	(35,977)	(9,040)	(7,480)	1,560
Prior year encumbrances	1,730	1,730	1,730	-
Fund balances, beginning of year	34,247	34,247	34,247	-
Fund balances, end of year	\$ -	\$ 26,937	\$ 28,497	\$ 1,560

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

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

FOR THE YEAR ENDED JUNE 30, 2014

	Capital Projects Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 1,288,681	\$ 992,834	\$ 992,785	\$ (49)
Total expenditures and other uses	1,581,758	1,108,463	1,108,463	-
Net change in fund balance	(293,077)	(115,629)	(115,678)	(49)
Prior year encumbrances	286,305	286,305	286,305	-
Fund balances, beginning of year	6,772	6,772	6,772	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 177,448</u>	<u>\$ 177,399</u>	<u>\$ (49)</u>



## **AGENCY FUNDS**

Agency funds are used to account for assets held by the School District as an agent for individuals, private organizations, other governments, and/or other funds.

Student Activities Fund - This fund is used to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer, and faculty advisor.

District Agency Fund - The purpose of this fund is to account for those assets held by the school district as an agent for individuals, private organizations, other governmental units, and/or other funds.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS  
JUNE 30, 2014

	<u>Student Activities</u>	<u>District Agency</u>	<u>Totals</u>
<b>Assets</b>			
Equity in pooled cash and equivalents	\$ 85,457	\$ 6,189	\$ 91,646
<b>Total assets</b>	<b><u>\$ 85,457</u></b>	<b><u>\$ 6,189</u></b>	<b><u>\$ 91,646</u></b>
<b>Liabilities</b>			
Accounts payable	\$ 860	\$ -	\$ 860
Accrued salaries, wages and benefits	-	928	928
Due to other governments	-	159	159
Due to students	84,597	-	84,597
Due to others	-	5,102	5,102
<b>Total liabilities</b>	<b><u>\$ 85,457</u></b>	<b><u>\$ 6,189</u></b>	<b><u>\$ 91,646</u></b>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2014

	Student Activities Fund			
	Beginning Balance	Additions	Reductions	Ending Balance
	June 30, 2013			June 30, 2014
<b>Assets</b>				
Equity in pooled cash and equivalents	\$ 93,291	\$ 88,235	\$ 96,069	\$ 85,457
<b>Total assets</b>	<b>\$ 93,291</b>	<b>\$ 88,235</b>	<b>\$ 96,069</b>	<b>\$ 85,457</b>
<b>Liabilities</b>				
Accounts payable	\$ 4,029	\$ 860	\$ 4,029	\$ 860
Due to students	89,262	87,375	92,040	84,597
<b>Total liabilities</b>	<b>\$ 93,291</b>	<b>\$ 88,235</b>	<b>\$ 96,069</b>	<b>\$ 85,457</b>

	District Agency Fund			
	Beginning Balance	Additions	Reductions	Ending Balance
	June 30, 2013			June 30, 2014
<b>Assets</b>				
Equity in pooled cash and equivalents	\$ 4,386	\$ 9,009	\$ 7,206	\$ 6,189
<b>Total assets</b>	<b>\$ 4,386</b>	<b>\$ 9,009</b>	<b>\$ 7,206</b>	<b>\$ 6,189</b>
<b>Liabilities</b>				
Accrued salaries, w ages and benefits	\$ -	\$ 928	\$ -	\$ 928
Due to other governments	-	159	-	159
Due to others	4,386	7,922	7,206	5,102
<b>Total liabilities</b>	<b>\$ 4,386</b>	<b>\$ 9,009</b>	<b>\$ 7,206</b>	<b>\$ 6,189</b>

	Total Agency Funds			
	Beginning Balance	Additions	Reductions	Ending Balance
	June 30, 2013			June 30, 2014
<b>Assets</b>				
Equity in pooled cash and equivalents	\$ 97,677	\$ 97,244	\$ 103,275	\$ 91,646
<b>Total assets</b>	<b>\$ 97,677</b>	<b>\$ 97,244</b>	<b>\$ 103,275</b>	<b>\$ 91,646</b>
<b>Liabilities</b>				
Accounts payable	\$ 4,029	\$ 860	\$ 4,029	\$ 860
Accrued salaries, w ages and benefits	-	928	-	928
Due to other governments	-	159	-	159
Due to students	89,262	87,375	92,040	84,597
Due to others	4,386	7,922	7,206	5,102
<b>Total liabilities</b>	<b>\$ 97,677</b>	<b>\$ 97,244</b>	<b>\$ 103,275</b>	<b>\$ 91,646</b>

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## STATISTICAL SECTION

This part of the North Ridgeville 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 School District's overall financial health.

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	<b>S 2</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the affordability of the School District's most significant local revenue source, the property tax.	<b>S 12</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	<b>S 26</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the School District's financial activities take place.	<b>S 31</b>
<b>Operating Information</b> These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	<b>S 33</b>

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School District implemented GASB Statement No. 34 for the year ended June 30, 2003; schedules presenting government-wide information include information beginning in that year.

North Ridgeville City School District  
 Net position by Component  
 Last Ten Fiscal Years  
 (Accrual Basis of Accounting)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Governmental activities				
Net investment in capital assets	\$ 10,485,780	\$ 11,733,610	\$ 11,327,521	\$ 11,519,860
Restricted	2,469,301	755,787	898,555	712,027
Unrestricted	<u>11,928,990</u>	<u>5,279,187</u>	<u>1,900,001</u>	<u>663,705</u>
Total primary government net position	<u><u>\$ 24,884,071</u></u>	<u><u>\$ 17,768,584</u></u>	<u><u>\$ 14,126,077</u></u>	<u><u>\$ 12,895,592</u></u>

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 12,010,174	\$ 12,216,232	\$ 11,858,968	\$ 11,835,047	\$ 11,771,262	\$ 10,807,588
1,027,320	733,374	943,772	1,077,767	1,061,976	1,525,726
(453,917)	1,483,610	4,673,543	6,532,386	7,517,446	7,354,903
<u>\$ 12,583,577</u>	<u>\$ 14,433,216</u>	<u>\$ 17,476,283</u>	<u>\$ 19,445,200</u>	<u>\$ 20,350,684</u>	<u>\$ 19,688,217</u>

North Ridgeville City School District  
Expenses, Program Revenues, and Net (Expense) Revenue  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenses				
Governmental activities:				
Instruction				
Regular	\$ 16,401,112	\$ 13,726,250	\$ 14,825,748	\$ 14,394,222
Special	6,389,566	4,901,355	4,888,882	4,850,255
Vocational	216,249	116,219	112,438	110,316
Adult continuing	-	-	1,002	-
Other instruction	4,026	1,808,468	1,525,239	1,256,977
Supporting services				
Pupil	1,939,224	1,794,791	1,864,381	1,752,229
Instructional staff	612,732	2,055,316	2,358,860	2,674,993
Board of education	136,735	154,245	119,382	160,490
Administration	1,968,907	2,065,148	2,019,304	2,142,857
Fiscal services	877,678	873,272	805,425	808,594
Business	248,688	186,165	257,393	276,687
Operation and maintenance	2,528,510	3,071,152	2,709,029	2,874,846
Pupil transportation	2,643,317	2,134,495	2,493,805	2,609,473
Central services	365,184	72,684	51,111	82,320
Operation of non-instructional services				
Food service operation	1,041,632	1,115,629	1,110,397	1,138,120
Community services	398,861	584,043	356,911	489,295
Extracurricular activities	791,344	807,780	782,720	768,442
Interest	2,063,552	61,927	79,461	302,470
Total primary government expenses	<u>38,627,317</u>	<u>35,528,939</u>	<u>36,361,488</u>	<u>36,692,586</u>
Program revenues				
Governmental activities:				
Charges for services and sales				
Instruction	824,237	855,594	428,513	452,493
Supporting services	1,000	255,254	255,107	217,015
Food service	594,600	635,633	709,900	716,665
Extracurricular activities	229,098	232,722	219,608	176,535
Operating grants, interest and contributions	2,150,282	2,280,113	2,280,103	3,052,274
Total primary government program revenues	<u>3,799,217</u>	<u>4,259,316</u>	<u>3,893,231</u>	<u>4,614,982</u>
Net (expense) revenue				
Total primary government net expense	<u>\$ (34,828,100)</u>	<u>\$ (31,269,623)</u>	<u>\$ (32,468,257)</u>	<u>\$ (32,077,604)</u>



	2010	2009	2008	2007	2006	2005
\$	14,715,532	\$ 14,918,937	\$ 14,576,614	\$ 13,964,123	\$ 13,604,996	\$ 12,506,999
	4,614,251	4,296,050	3,923,682	3,827,673	3,395,338	2,954,312
	296,883	331,312	390,538	483,696	433,462	462,117
	-	-	-	-	-	-
	1,255,761	1,076,261	937,878	677,282	659,767	413,365
	1,789,256	1,751,588	1,517,395	1,419,027	1,363,607	1,505,462
	3,039,915	2,696,766	2,591,260	2,406,631	2,100,797	1,821,049
	85,439	87,447	145,829	104,838	68,503	131,433
	2,225,696	2,207,492	1,948,304	1,780,095	1,795,164	1,726,241
	789,869	735,038	762,286	693,931	662,940	621,230
	306,856	267,577	276,050	271,207	258,882	288,878
	3,120,377	3,065,138	2,942,498	2,972,431	2,610,662	2,122,812
	2,589,963	2,328,188	2,300,684	2,055,290	1,824,404	1,672,697
	66,050	60,837	62,116	59,984	78,202	90,996
	1,106,927	1,115,919	1,044,420	1,106,654	1,017,763	969,765
	443,542	579,679	410,899	641,355	418,798	513,287
	821,490	769,471	730,632	719,142	696,805	582,334
	296,713	308,459	92,176	102,661	112,501	117,091
	<u>37,564,520</u>	<u>36,596,159</u>	<u>34,653,261</u>	<u>33,286,020</u>	<u>31,102,591</u>	<u>28,500,068</u>
	508,133	472,937	554,039	481,890	380,420	533,625
	189,109	195,078	183,985	203,785	157,379	152,565
	733,968	758,889	718,600	1,103,440	1,015,853	997,063
	193,536	194,453	180,486	160,642	197,498	146,745
	<u>3,538,202</u>	<u>2,014,180</u>	<u>1,962,965</u>	<u>1,673,640</u>	<u>1,749,500</u>	<u>1,793,174</u>
	<u>5,162,948</u>	<u>3,635,537</u>	<u>3,600,075</u>	<u>3,623,397</u>	<u>3,500,650</u>	<u>3,623,172</u>
\$	<u>(32,401,572)</u>	<u>(32,960,622)</u>	<u>(31,053,186)</u>	<u>(29,662,623)</u>	<u>(27,601,941)</u>	<u>(24,876,896)</u>

North Ridgeville City School District  
 General Revenues and Total Change in Net position  
 Last Ten Fiscal Years  
 (Accrual Basis of Accounting)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net (expense) revenue				
Total primary government net expense	\$ (34,828,100)	\$ (31,269,623)	\$ (32,468,257)	\$ (32,077,604)
General revenues and other changes in net assets				
Governmental activities:				
Property taxes levied for:				
General purposes	22,926,984	20,843,196	19,804,064	18,711,244
Debt service	2,199,051	310,975	340,348	330,891
Capital improvements	896,801	658,964	691,795	661,327
Grants and entitlements				
not restricted to specific purposes	14,139,841	12,191,341	11,628,782	11,689,048
Investment earnings	18,175	7,968	14,216	14,088
Miscellaneous	1,762,735	899,686	1,219,537	983,021
Total primary government	<u>41,943,587</u>	<u>34,912,130</u>	<u>33,698,742</u>	<u>32,389,619</u>
Change in net assets				
Total primary government	<u>\$ 7,115,487</u>	<u>\$ 3,642,507</u>	<u>\$ 1,230,485</u>	<u>\$ 312,015</u>

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<u>\$ (32,401,572)</u>	<u>\$ (32,960,622)</u>	<u>\$ (31,053,186)</u>	<u>\$ (29,662,623)</u>	<u>\$ (27,601,941)</u>	<u>\$ (24,876,896)</u>
16,601,413	15,825,598	15,331,424	15,127,166	15,255,604	16,649,549
290,133	273,137	260,637	366,782	368,394	398,577
636,183	605,525	592,046	611,053	657,040	731,573
11,626,013	12,157,210	11,593,096	11,753,656	11,056,557	11,094,161
15,208	142,154	425,740	540,965	445,746	212,054
<u>1,382,983</u>	<u>913,931</u>	<u>881,326</u>	<u>357,517</u>	<u>481,067</u>	<u>46,942</u>
<u>30,551,933</u>	<u>29,917,555</u>	<u>29,084,269</u>	<u>28,757,139</u>	<u>28,264,408</u>	<u>29,132,856</u>
<u>\$ (1,849,639)</u>	<u>\$ (3,043,067)</u>	<u>\$ (1,968,917)</u>	<u>\$ (905,484)</u>	<u>\$ 662,467</u>	<u>\$ 4,255,960</u>

North Ridgeville City School District  
Fund Balances – Governmental Funds  
Last Five Fiscal Years  
(Modified Accrual Basis of Accounting)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Fund				
Assigned	\$ 197,061	\$ 476,910	\$ 417,359	\$ 382,694
Unassigned	<u>9,986,702</u>	<u>3,674,725</u>	<u>(175,186)</u>	<u>(130,912)</u>
Total General Fund	<u>\$ 10,183,763</u>	<u>\$ 4,151,635</u>	<u>\$ 242,173</u>	<u>\$ 251,782</u>
All other governmental funds				
Restricted	\$ 60,757,897	\$ 792,127	\$ 932,875	\$ 772,193
Unassigned	<u>(404,007)</u>	<u>(794,048)</u>	<u>(210,654)</u>	<u>(584,424)</u>
Total all other governmental funds	<u>\$ 60,353,890</u>	<u>\$ (1,921)</u>	<u>\$ 722,221</u>	<u>\$ 187,769</u>

The District implemented GASB Statement No. 54 in 2011.

2010

\$	131,179
	<u>(517,201)</u>
\$	<u><u>(386,022)</u></u>

\$	895,156
	<u>(723,164)</u>
\$	<u><u>171,992</u></u>

North Ridgeville City School District  
Fund Balances – Governmental Funds  
Last Five Fiscal Years  
(Modified Accrual Basis of Accounting)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
General Fund				
Reserved	\$ 1,156,577	\$ 1,908,964	\$ 3,013,413	\$ 3,525,844
Unreserved	600,117	1,939,246	2,319,550	3,287,927
Total General Fund	<u>\$ 1,756,694</u>	<u>\$ 3,848,210</u>	<u>\$ 5,332,963</u>	<u>\$ 6,813,771</u>
All other governmental funds				
Reserved	\$ 578,135	\$ 1,370,008	\$ 1,610,168	\$ 2,062,365
Unreserved, reported in				
Special Revenue Funds (1)	158,525	311,250	238,984	375,954
Debt Service Funds	416,452	473,103	481,805	458,924
Capital Projects Funds	<u>(937,748)</u>	<u>(823,983)</u>	<u>(554,255)</u>	<u>(941,776)</u>
Total all other governmental funds	<u>\$ 215,364</u>	<u>\$ 1,330,378</u>	<u>\$ 1,776,702</u>	<u>\$ 1,955,467</u>

The District implemented GASB Statement No. 54 in 2011.

2005  
\$ 3,111,097  
3,719,201  
\$ 6,830,298

\$ 1,923,555  
247,185  
444,959  
50,812  
\$ 2,666,511

North Ridgeville City School District  
 General Governmental Revenues by Sources  
 Last Ten Fiscal Years

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Taxes	\$ 25,788,136	\$ 21,739,235	\$ 20,533,507	\$ 19,657,562
Tuition and Fees	822,165	855,459	422,468	455,603
Interest	18,175	5,932	7,181	7,742
Intergovernmental	16,290,123	14,471,454	13,908,885	14,741,322
Extracurricular	319,509	294,119	301,688	260,772
Charges for services	604,024	648,393	719,149	711,312
Other	<u>866,572</u>	<u>451,264</u>	<u>496,271</u>	<u>346,922</u>
Total	<u><u>\$ 44,708,704</u></u>	<u><u>\$ 38,465,856</u></u>	<u><u>\$ 36,389,149</u></u>	<u><u>\$ 36,181,235</u></u>



<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 17,521,229	\$ 16,596,360	\$ 15,998,607	\$ 15,982,401	\$ 16,294,538	\$ 17,747,699
501,981	468,675	532,572	442,606	368,865	504,507
10,609	117,442	386,515	523,268	436,619	209,976
15,164,215	14,171,390	13,556,061	13,427,296	12,806,057	12,887,335
247,643	250,520	244,310	211,504	229,451	187,936
765,143	780,316	742,269	723,678	718,735	681,725
460,661	442,570	388,819	343,182	560,925	238,721
<u>\$ 34,671,481</u>	<u>\$ 32,827,273</u>	<u>\$ 31,849,153</u>	<u>\$ 31,653,935</u>	<u>\$ 31,415,190</u>	<u>\$ 32,457,899</u>

North Ridgeville City School District  
 Governmental Funds Expenditures and Debt Service Ratio  
 Last Ten Fiscal Years  
 (Modified Accrual Basis of Accounting)

	2014	2013	2012	2011
Expenditures				
Instruction	\$ 22,442,223	\$ 19,897,214	\$ 20,785,134	\$ 19,839,212
Pupil support services	1,862,218	1,725,861	1,833,762	1,728,384
Instructional support	601,198	1,968,298	2,261,856	2,483,934
Administration / BOE	2,069,528	2,162,506	2,193,784	2,198,833
Business and fiscal	1,151,744	1,013,098	1,051,084	1,091,951
Operation and maintenance of plant	2,589,219	2,555,351	2,554,880	2,711,994
Pupil transportation	2,345,750	2,553,907	2,390,744	2,482,790
Central services	140,285	69,959	54,457	74,260
Operational of non- instructional services	1,427,373	1,699,924	1,456,476	1,585,513
Extracurricular activities	771,322	796,922	764,130	762,269
Capital outlay	231,833	385,915	35,404	150,216
Debt service				
Principal	8,401,586	388,654	390,834	150,047
Interest	1,369,933	62,927	91,761	343,239
Total expenditures	<u>\$ 45,404,212</u>	<u>\$ 35,280,536</u>	<u>\$ 35,864,306</u>	<u>\$ 35,602,642</u>
Debt service as a percentage of noncapital expenditures	<u>21.65%</u>	<u>1.31%</u>	<u>1.35%</u>	<u>1.42%</u>

2010	2009	2008	2007	2006	2005
\$ 21,129,873	\$ 19,900,211	\$ 19,243,904	\$ 18,673,875	\$ 17,385,770	\$ 16,086,745
1,775,939	1,706,512	1,461,533	1,424,528	1,345,449	1,355,679
2,856,942	2,529,360	2,388,709	2,330,821	2,002,643	1,790,435
2,187,437	2,103,129	2,004,462	1,929,596	1,786,755	1,735,105
1,021,968	1,021,140	996,116	951,834	925,775	881,811
2,892,985	3,031,637	2,723,351	2,519,638	2,582,195	2,453,668
2,535,715	2,579,314	2,199,233	2,083,382	1,852,879	1,533,051
61,890	64,070	60,720	59,780	77,360	87,557
1,466,357	1,621,665	1,444,920	1,761,645	1,406,837	1,503,412
766,983	716,867	681,338	685,073	696,723	577,312
58,999	373,483	199,043	515,930	1,698,225	-
154,385	108,393	285,000	275,000	270,000	262,368
303,963	278,022	91,901	102,406	112,150	121,323
<u>\$ 37,213,436</u>	<u>\$ 36,033,803</u>	<u>\$ 33,780,230</u>	<u>\$ 33,313,508</u>	<u>\$ 32,142,761</u>	<u>\$ 28,388,466</u>
<u>1.27%</u>	<u>1.08%</u>	<u>1.12%</u>	<u>1.15%</u>	<u>1.26%</u>	<u>1.35%</u>

North Ridgeville City School District  
Other Financing Sources and Uses and Net Change in Fund Balances – Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

	2014	2013	2012	2011
Excess of revenues over (under) expenditures	\$ (695,508)	\$ 3,185,320	\$ 524,843	\$ 578,593
Other financing sources (uses)				
Proceeds from bond issues	57,895,000	-	-	-
Proceeds from note issue	8,000,000	-	-	-
Proceeds of refunding bonds	-	-	-	1,610,000
Transfers-in	98,014	23,182	68,983	17,000
Gain on sale of capital assets	35,101	-	-	-
Capital lease proceeds	-	-	-	-
Premium on debt issue	1,697,866	-	-	74,988
Bond issue costs	(544,520)	-	-	-
Transfers-out	(98,014)	(23,182)	(68,983)	(17,000)
Payment to bond escrow agent	-	-	-	(1,610,000)
Total other financing sources (uses)	67,083,447	-	-	74,988
Net change in fund balances	<u>\$ 66,387,939</u>	<u>\$ 3,185,320</u>	<u>\$ 524,843</u>	<u>\$ 653,581</u>

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<u>\$ (2,541,955)</u>	<u>\$ (3,206,530)</u>	<u>\$ (1,931,077)</u>	<u>\$ (1,659,573)</u>	<u>\$ (727,571)</u>	<u>\$ 4,069,433</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
108,619	107,612	51,943	118,385	48,400	-
-	-	-	-	-	-
355,867	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(108,619)	(107,612)	(51,943)	(118,385)	(48,400)	-
-	-	-	-	-	-
<u>355,867</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (2,186,088)</u>	<u>\$ (3,206,530)</u>	<u>\$ (1,931,077)</u>	<u>\$ (1,659,573)</u>	<u>\$ (727,571)</u>	<u>\$ 4,069,433</u>

North Ridgeville City School District  
Assessed and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Year	Real Property		Public Utility Property		Tangible Personal Property	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (2)	Assessed Value	Estimated Actual Value (3)
2014	\$ 688,099,510	\$ 1,965,998,600	\$ 12,668,630	\$ 14,396,170	\$ - (4)	\$ -
2013	667,660,670	1,907,601,914	12,012,660	13,650,750	- (4)	-
2012	720,626,020	2,058,931,486	10,994,850	12,494,148	- (4)	-
2011	708,492,680	2,024,264,800	10,455,350	11,881,080	- (4)	-
2010	693,460,692	1,981,316,263	9,801,290	11,137,830	555,529 (4)	2,222,116
2009	711,641,722	2,033,262,063	9,364,430	10,641,398	591,014 (4)	2,364,056
2008	682,070,410	1,948,772,600	9,167,490	10,417,602	5,976,264 (4)	23,905,056
2007	647,273,940	1,849,354,114	12,382,300	14,070,795	12,133,626 (4)	48,534,504
2006	556,194,190	1,589,126,257	12,533,180	14,242,250	16,798,433 (4)	67,193,732
2005	516,494,650	1,475,699,000	13,397,310	15,224,216	27,187,114	108,748,456

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

- (1) This amount is calculated based upon an assessed value of 35 percent of actual value.
- (2) This amount is calculated based upon the current assessed value of 88 percent of actual value.
- (3) The amount is calculated based upon an assessed value of 25 percent of actual value.
- (4) Decrease is due to effect of State legislation enacted in June 2005 which phased out over four years, from 2006 to 2009, the taxation of personal property. Tangible personal property value beginning in 2009 consisted of telephone communications tangible value, for which 2010 was the final collection year.

Assessed Value	Total Estimated Actual Value	Total Direct Rate
\$ 700,768,140	\$ 1,980,394,770	56.29
679,673,330	1,921,252,664	51.90
731,620,870	2,071,425,634	44.63
718,948,030	2,036,145,880	44.79
703,817,511	1,994,676,209	42.19
721,597,166	2,046,267,517	42.01
697,214,164	1,983,095,258	42.28
671,789,866	1,911,959,413	42.62
585,525,803	1,670,562,239	43.92
557,079,074	1,599,671,672	44.04

North Ridgeville City School District  
Property Tax Rates – Direct and Overlapping Governments  
(Per \$ 1,000 Assessed Valuation)  
Last Ten Fiscal Years

Year	School District			Total
	General	Voted Debt	Permanent Improvements	
2014	48.34	4.95	3.00	56.29
2013	48.86	0.54	2.50	51.90
2012	41.62	0.51	2.50	44.63
2011	41.77	0.52	2.50	44.79
2010	39.20	0.49	2.50	42.19
2009	39.06	0.45	2.50	42.01
2008	39.29	0.49	2.50	42.28
2007	39.52	0.60	2.50	42.62
2006	40.72	0.70	2.50	43.92
2005	40.84	0.70	2.50	44.04

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



Lorain County	Lorain County Joint Vocational School	City	Total
14.48	2.45	12.71	85.93
13.66	2.45	12.71	80.72
13.69	2.45	12.71	73.48
13.69	2.45	12.71	73.64
13.39	2.45	12.71	70.74
13.39	2.45	12.71	70.56
13.39	2.45	12.95	71.07
13.49	2.45	13.06	71.62
13.49	2.45	13.36	73.22
13.19	2.45	13.36	73.04

North Ridgeville City School District  
Principal Taxpayers  
Real Estate Tax  
As of June 30, 2014 and June 30, 2005

JUNE 30, 2014

Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Ridgeville Two LLC	\$ 2,807,150	0.40%
Ridgeville One LLC	2,565,610	0.37%
Rini Realty Company	2,409,720	0.34%
R W Beckett Corp	2,044,990	0.29%
Invacare Corporation	1,743,980	0.25%
R W Beckett Corporation	1,721,870	0.25%
R W Beckett Copr Corporation	1,708,160	0.24%
Lake Ridge Holdings LTD	1,538,910	0.22%
Galileo North Ridgeville LLC	1,510,290	0.22%
Talan Limited Liability Company	1,356,500	0.19%
	<u>\$ 19,407,180</u>	
Total Assessed value	<u>\$ 700,768,140</u>	

JUNE 30, 2005

Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
FJD Properties LLC	\$ 2,979,810	0.53%
Rini Realty Company	2,003,330	0.36%
Invacare Corporation	1,838,880	0.33%
Oster Construction Inc.	1,799,360	0.32%
Bob Schmitt Homes Inc.	1,775,710	0.32%
Sugar Chestnut LLC	1,624,090	0.29%
R.W. Beckett Corporation	1,412,520	0.25%
R.W. Beckett	1,316,020	0.24%
All Purpose Construction	1,309,870	0.24%
Lake Ridge Holding Ltd.	1,292,740	0.23%
	<u>\$ 17,352,330</u>	
Bob Schmitt Homes Inc.		
Total Assessed value	<u>\$ 557,079,074</u>	

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

(1) Assessed Values are for the 2013 and 2004 collection year, respectively.

North Ridgeville City School District  
Principal Taxpayers  
Public Utility Tax  
As of June 30, 2014 and June 30, 2005

JUNE 30, 2014

Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Ohio Edison Company	\$ 7,167,770	1.02%
Columbia Gas of Ohio Inc.	2,333,420	0.33%
Cleveland Electric Illuminating Co. (a)	1,658,160	0.24%
American Transmission Systems Inc	885,310	0.13%
Columbia Gas Transmission	673,760	0.10%
	<u>\$ 12,718,420</u>	
 Total Assessed value	 <u>\$ 700,768,140</u>	

JUNE 30, 2005

Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Ohio Edison Company	\$ 4,438,730	0.80%
Alltel Ohio	2,961,470	0.53%
Cleveland Electric Illuminating Co. (a)	1,208,340	0.22%
Columbia Gas of Ohio Inc.	918,760	0.16%
Columbia Gas Transmission	885,980	0.16%
America Transmission	877,120	0.16%
	<u>\$ 11,290,400</u>	
 Total Assessed value	 <u>\$ 557,079,074</u>	

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

(1) Assessed Values are for the 2013 and 2004 collection year, respectively.

North Ridgeville City School District  
Property Tax Levies and Collections (1)  
Last Ten Fiscal Years

Collection Year	Current Taxes Levy	Delinquent Taxes Levy	Total Taxes Levy	Current Taxes Collections
2014	\$ 31,090,877	\$ 1,060,580	\$ 32,151,457	\$ 30,255,933
2013	27,259,483	1,227,448	28,486,931	26,543,822
2012	22,891,489	1,153,672	24,045,161	22,233,185
2011	22,569,624	927,458	23,497,082	21,908,546
2010	20,263,408	927,758	21,191,166	20,141,517
2009	20,053,094	967,660	21,020,754	19,396,105
2008	19,561,563	893,367	20,454,930	18,933,424
2007	18,866,392	830,611	19,697,003	18,245,802
2006	17,178,611	658,824	17,837,435	16,661,347
2005	16,164,275	887,511	17,051,786	15,730,294

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

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

<u>Percent of Current Levy Collected</u>	<u>Delinquent Taxes Collections</u>	<u>Total Tax Collections</u>	<u>Total Collection As a Percent of Current Levy</u>
97.315%	\$ 693,273	\$ 30,949,206	96.261%
97.375%	692,016	27,235,838	95.608%
97.124%	618,073	22,851,258	95.035%
97.071%	740,205	22,648,751	96.390%
99.398%	642,176	20,783,693	98.077%
96.724%	561,144	19,957,249	94.941%
96.789%	560,382	19,493,806	95.301%
96.711%	539,413	18,785,215	95.371%
96.989%	418,391	17,079,738	95.752%
97.315%	416,269	16,146,563	94.691%

North Ridgeville City School District  
Outstanding Debt by Type  
Last Ten Fiscal Years

Year	General Obligation Bonded Debt (1)	Capital Leases (1)	Tax Anticipation Notes (1)	Total Primary Government	Percentage of Personal Income (3)	Per Capita (3)	Per ADM (2) (3)
2014	\$ 58,845,000	\$ 6,518	\$ -	\$ 58,851,518	6.36%	\$ 1,997	\$ 15,382
2013	1,275,000	83,104	-	1,358,104	0.15%	46	355
2012	1,590,000	156,758	-	1,746,758	0.26%	59	457
2011	1,910,000	227,592	-	2,137,592	0.32%	74	563
2010	2,006,593	295,715	-	2,302,308	0.35%	80	607
2009	2,110,076	-	-	2,110,076	0.33%	77	592
2008	2,222,232	-	-	2,222,232	0.36%	82	623
2007	2,506,142	-	-	2,506,142	0.42%	96	730
2006	2,780,002	-	-	2,780,002	0.48%	110	817
2005	3,048,911	-	-	3,048,911	0.55%	126	912

Source: (1) School District Financial Records

(2) Average Daily Student Enrollment is compiled as of the first week in October reported to the Ohio Department of Education for the fiscal year.

(3) See Schedule S-31 for personal income, population, and ADM data. These ratios are calculated using data for the prior calendar year.

North Ridgeville City School District  
Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years

Year	General Obligation Bonded Debt (1)	Debt Service Funds Available	Net Bonded Debt	Percentage of Actual Taxable Property Value (2)	Per Capita (3)
2014	\$ 58,845,000	\$ 1,386,909	\$ 57,458,091	2.90%	\$ 1,950.0
2013	1,275,000	328,297	946,703	0.05%	32.1
2012	1,590,000	334,591	1,255,409	0.06%	42.6
2011	1,910,000	353,976	1,556,024	0.08%	54.1
2010	2,006,593	360,570	1,646,023	0.08%	57.2
2009	2,110,076	416,452	1,693,624	0.08%	61.4
2008	2,222,232	473,103	1,749,129	0.09%	64.3
2007	2,506,142	481,805	2,024,337	0.11%	77.5
2006	2,780,002	458,924	2,321,078	0.14%	92.1
2005	3,048,911	444,959	2,603,952	0.16%	107.2

Source: (1) School District Financial Records  
(2) See Schedule S-19 for assessed valuation of property.  
(3) See Schedule S-31 for population data.

North Ridgeville City School District  
 Computation of Legal Debt Margin  
 Last Ten Fiscal Years

(Amounts in thousands)

	2014	2013	2012	2011
Assessed Valuation	\$ 700,768	\$ 679,673	\$ 731,621	\$ 708,493
Debt Limit -9% of Assessed Value (1)	63,069	61,171	65,846	63,764
Amount of Debt Application to Debt Limit:				
General Obligation Bonds	58,845	1,275	1,590	1,910
Less: Amount Available in Debt Service Fund	1,387	328	335	-
Total	57,458	947	1,255	1,910
Overall Debt Margin	\$ 5,611	\$ 60,224	\$ 64,591	\$ 61,854
Overall Limit - .10% of Assessed Value (1)	\$ 701	\$ 680	\$ 732	\$ 708
Amount of Debt Applicable				
Tax Anticipation Notes				
Permanent Improvement Long Term Debt	\$ -	\$ -	\$ -	\$ -
Unvoted Debt Margin	\$ 701	\$ 680	\$ 732	\$ 708

Source: Lorain County Auditor and School District Financial Records.

(1) Ohio Bond Law established a limit of 9% for voted debt and 1/10 of 1% of unvoted debt.



2010	2009	2008	2007	2006	2005
\$ 693,461	\$ 711,642	\$ 682,070	\$ 647,274	\$ 556,194	\$ 557,079
62,411	64,048	61,386	58,255	50,057	50,137
2,007	2,110	2,222	2,506	2,780	3,049
380	437	512	561	567	445
1,627	1,673	1,710	1,945	2,213	2,604
\$ 60,784	\$ 62,375	\$ 59,676	\$ 56,310	\$ 47,844	\$ 47,533
\$ 693	\$ 712	\$ 682	\$ 647	\$ 556	\$ 557
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 693	\$ 712	\$ 682	\$ 647	\$ 556	\$ 557

North Ridgeville City School District  
 Computation of Direct and Overlapping General Obligation Debt  
 As of June 30, 2013

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Total Assessed Value</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
North Ridgeville City School District	\$ 58,845,000	\$ 700,768,140	100.00%	\$ 58,845,000
Lorain County	25,910,000 (2)	5,963,795,600	11.75%	3,044,425
Lorain County Joint Vocational School	-	5,307,084,090	13.20%	-
North Ridgeville City	<u>3,310,000 (2)</u>	<u>700,768,140</u>	100.00%	<u>3,310,000</u>
Sub Total				<u>6,354,425</u>
Total	<u>\$ 88,065,000</u>	<u>\$ 12,672,415,970</u>		<u>\$ 65,199,425</u>

Source: Lorain County Auditor - Total Assessed Value is presented on a calendar year basis (including School District's) because that is the manner in which the information is maintained by the County Auditor.

- (1) Percentages are computed by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision.
- (2) Debt is as of December 31, 2013.

North Ridgeville City School District  
Demographic and Economic Statistics  
Last Ten Years

Calendar Year	Population (1)	Per Capita Income	Personal Income	Average Daily Student Enrollment (2)	Unemployment Rate (1)		
					Lorain County	State	Country
2013	31,269	\$ 29,584	\$ 925,062,096	3,964	7.2%	6.6%	6.7%
2012	30,571	29,310	896,036,010	3,964	8.2%	7.3%	8.1%
2011	29,465	22,971	676,840,515	3,841	8.1%	8.9%	8.9%
2010	29,465	22,971	676,840,515	3,826	9.9%	10.0%	9.6%
2009	28,768	22,971	660,829,728	3,795	9.8%	10.6%	9.3%
2008	28,153	22,971	646,702,563	3,630	7.6%	6.7%	5.8%
2007	27,578	22,971	633,494,238	3,564	6.7%	5.6%	4.6%
2006	27,197	22,971	624,742,287	3,566	6.6%	5.6%	4.6%
2005	26,108	22,971	599,726,868	3,433	6.1%	5.9%	5.1%
2004	25,204	22,971	578,961,084	3,403	6.2%	6.2%	5.5%

Source: (1) Wikipedia, the free encyclopedia

(2) Average Daily Student Enrollment is compiled as of the first week in October reported to the Ohio Department of Education for the fiscal year.

Note: Population statistics for the City of North Ridgeville for the years 2003 through 2008 were estimated by the U.S. Census Bureau in the Population Estimate Program.

North Ridgeville City School District  
Principal Employers  
As of Fiscal Years June 30, 2013 and June 30, 2004

December 2013 (1)			
Employer	Nature of Activity or Business	Approximate Number of Employees (2)	Percent of Total
North Ridgeville City School District	Public education	436	4.0%
Invacare Corporation	Manufacturer of w heelchairs	350	3.2%
Beckett Air, Inc.	Manufacturer of gas burners	230	2.1%
City of North Ridgeville, Ohio	Municipal government	206	1.9%
Center Ridge Nursing Home, Inc.	Skilled nursing home facility	200	1.8%
R. W. Beckett Corporation	Manufacturer of oil burners	180	1.6%
Riser Foods, Inc.	Retail grocery	160	1.5%
JBC Technologies, Inc	Precision die cutting	136	1.2%
Dreco, Inc.	Manufacturing of plastic products	130	1.2%
Beckett Air, Inc.	Manufacturer of blow er w heels	130	1.2%
Total of all employees w ith the city		11,000	

Source: Hoovers - A D&B Company; respective employers.

December 31, 2004			
Employer	Nature of Activity or Business	Approximate Number of Employees (2)	Percent of Total
North Ridgeville City School District	Public education	440	na
Beckett Gas, Inc.	Manufacturer of gas burners	250	na
Invicare Corporation	Manufacturer of w heelchairs	200	na
City of North Ridgeville	Municipal government	200	na
R. W. Beckett Corp.	Manufacturer of oil burners	200	na
Center Ridge Nursing Home, Inc.	Skilled nursing home facility	175	na
Beckett Air, Inc.	Manufacturer of blow er w heels	150	na
Riser Foods, Inc.	Retail grocery	135	na
Lake Ridge Academy	Education	130	na
Northridge Health Center	Skilled nursing home facility	120	
Dreco Inc.	Manufacturer of plastic components	115	
Norlake Manufacturing Company	Manufacturer of pow er supplies	100	
Cuyahoga Group	Vending machine food preparation	100	
Total of all employees w ithin the city		not available	na

Sources: " 2005 Harris Ohio Services Directory" in cooperation w ith the Ohio Department of Development; Lorain County Chamber of Commerce; respective employers.

(1) Data is [resented on a calendar basis because that is the manner in w hich the information is maintained by the data source.

(2) Approximate number of employees w ithin the City.

na - not available

North Ridgeville City School District  
Operating Statistics  
Last Ten Fiscal Years

Year	Average Daily Student Enrollment	Operating Expenditures	Cost Per Pupil	Percent Change	Teaching Staff	Pupil Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2014	3,965	\$ 45,404,212	\$ 11,451	22.64%	245	16.18	23.00%
2013	3,964	35,280,536	8,900	-3.98%	215	18.44	28.00%
2012	3,841	35,864,306	9,337	-4.00%	239	16.07	25.00%
2011	3,841	35,602,642	9,269	-2.38%	246	15.61	25.00%
2010	3,826	37,213,436	9,726	4.51%	254	15.06	23.00%
2009	3,795	36,033,803	9,495	1.58%	251	15.12	18.00%
2008	3,630	33,780,230	9,306	-0.44%	237	15.32	18.00%
2007	3,564	33,313,508	9,347	3.69%	234	15.23	18.00%
2006	3,566	32,142,761	9,014	9.01%	238	14.98	18.00%
2005	3,433	28,388,466	8,269	-2.81%	228	15.06	17.00%

Source: School District Financial Records.

North Ridgeville City School District  
 District Employees by Type  
 Last Ten Fiscal Years

	2014	2013	2012	2011	2010
<b>Administrators and Supervisors</b>					
Superintendent	1	1	1	1	1
Assistant Superintendents	1	1	2	2	2
Treasurer	1	1	1	1	1
Principals	6	6	6	6	6
Assistant Principals	3	3	3	3	3
Coordinators and Supervisors	10	6	8	8	8
<b>Total Administrators and Supervisors</b>	<u>22</u>	<u>18</u>	<u>21</u>	<u>21</u>	<u>21</u>
<b>Instructional Staff</b>					
Teachers	160	147	157	162	168
Phys. Ed., Art and Music Teachers	28	25	24	24	22
Title I	4	4	4	4	4
Intervention Specialists	49	34	47	49	52
Tutors	1	1	1	1	1
Vocational Education Teachers	3	4	6	6	7
<b>Total Certified Staff</b>	<u>245</u>	<u>215</u>	<u>239</u>	<u>246</u>	<u>254</u>
<b>Student Services</b>					
Guidance counselors	8	8	6	6	7
Psychologists	4	4	4	4	4
Speech and Language Pathologists	7	7	6	6	5
Librarians	5	2	2	2	2
Nurses	5	5	6	6	6
Other Professionals (Non-Instructional)	15	3	5	5	5
Technicians	2	1	1	1	1
<b>Total Student Services</b>	<u>46</u>	<u>30</u>	<u>30</u>	<u>30</u>	<u>30</u>
<b>Support and Administration</b>					
Administrative Assistants	12	9	12	12	12
Clerical and Secretarial	16	15	18	18	18
Paraprofessionals	57	51	67	81	86
Cafeteria Workers	28	29	29	29	28
Bus Drivers	37	32	31	34	35
Mechanics	3	3	3	3	3
Maintenance	34	34	36	36	37
<b>Total Support and Administration</b>	<u>187</u>	<u>173</u>	<u>196</u>	<u>213</u>	<u>219</u>
<b>Total</b>	<u>500</u>	<u>436</u>	<u>486</u>	<u>510</u>	<u>524</u>

Source: School District records.

2009	2008	2007	2006	2005
1	1	1	1	1
2	2	2	2	2
1	1	1	1	1
6	5	5	5	5
3	3	3	3	3
8	6	6	6	6
<u>21</u>	<u>18</u>	<u>18</u>	<u>18</u>	<u>18</u>
166	160	158	155	153
22	19	19	19	19
4	4	4	4	4
52	47	46	42	34
1	1	1	12	12
6	6	6	6	6
<u>251</u>	<u>237</u>	<u>234</u>	<u>238</u>	<u>228</u>
6	6	6	6	6
4	3	3	3	3
5	4	4	4	4
2	2	2	2	2
6	6	6	5	4
5	5	3	1	1
1	2	2	2	2
<u>29</u>	<u>28</u>	<u>26</u>	<u>23</u>	<u>22</u>
12	13	13	13	13
17	17	17	16	16
86	85	80	78	67
28	28	28	29	28
35	35	35	34	34
3	3	3	3	3
37	35	35	35	35
<u>218</u>	<u>216</u>	<u>211</u>	<u>208</u>	<u>196</u>
<u>519</u>	<u>499</u>	<u>489</u>	<u>487</u>	<u>464</u>

North Ridgeville City School District  
Capital Asset Information  
Last Ten Fiscal Years

	2014	2013	2012	2011	2010
<b>Elementary</b>					
Fields Sweet (Year Built)	1920	1920	1920	1920	1920
Square Feet	25,000	25,000	25,000	25,000	25,000
Capacity	227	227	227	227	227
Enrollment	76	79	95	73	73
Education Center (Year Built)	1933	1933	1933	1933	1933
Square Feet	22,500	22,500	22,500	22,500	22,500
Capacity	205	205	205	205	205
Enrollment	150	154	152	150	150
Lear North (Year Built)	1967	1967	1967	1967	1967
Square Feet	22,920	22,920	22,920	22,920	22,920
Capacity	208	208	208	208	208
Enrollment	313	346	292	305	305
Liberty (Year Built)	1976	1976	1976	1976	1976
Square Feet	48,570	48,570	48,570	48,570	48,570
Capacity	442	442	442	442	442
Enrollment	658	549	607	582	582
Wilcox (Year Built)	1958	1958	1958	1958	1958
Square Feet	52,793	52,793	52,793	52,793	52,793
Capacity	480	480	480	480	480
Enrollment	620	706	627	630	630
<b>Middle School</b>					
Middle School (Year Built)	1923	1923	1923	1923	1923
Square Feet	94,277	94,277	94,277	94,277	94,277
Capacity	773	773	773	773	773
Enrollment	969	937	922	930	930
<b>High School</b>					
High School (Year Built)	1967	1967	1967	1967	1967
Square Feet	146,646	146,646	146,646	146,646	146,646
Capacity	978	978	978	978	978
Enrollment	1,179	1,191	1,151	1,151	1,151
<b>Administrative</b>					
Buildings (Included Ed Center)	1	1	1	1	1
Square Feet	11,200	11,200	11,200	11,200	11,200
<b>Transportation</b>					
Year Built	1968	1968	1968	1968	1968
Garages	1	1	1	1	1
Square Feet	4,960	4,960	4,960	4,960	4,960
Buses	44	44	44	43	43
<b>Maintenance</b>					
Year Built	1991	1991	1991	1991	1991
Buildings	1	1	1	1	1
Square Feet	7,200	7,200	7,200	7,200	7,200
<b>Athletics</b>					
Football fields	1	1	1	1	1
Soccer fields	1	1	1	1	1
Running tracks	1	1	1	1	1
Baseball/softball	2	2	2	2	2
Playgrounds	5	5	5	5	5
Tennis courts	1	1	1	1	1

Source: School District records.



2009	2008	2007	2006	2005
1920	1920	1920	1920	1920
25,000	25,000	25,000	25,000	25,000
227	227	227	227	227
51	51	33	26	22
1933	1933	1933	1933	1933
22,500	22,500	22,500	22,500	22,500
205	205	205	205	205
150	150	145	141	124
1967	1967	1967	1967	1967
22,920	22,920	22,920	22,920	22,920
208	208	208	208	208
309	309	290	226	239
1976	1976	1976	1976	1976
48,570	48,570	48,570	48,570	48,570
442	442	442	442	442
550	550	544	585	550
1958	1958	1958	1958	1958
52,793	52,793	52,793	52,793	52,793
480	480	480	480	480
602	602	593	586	552
1923	1923	1923	1923	1923
94,277	94,277	94,277	94,277	94,277
773	773	773	773	773
856	856	794	817	828
1967	1967	1967	1967	1967
146,646	146,646	146,646	146,646	146,646
978	978	978	978	978
1,112	1,112	1,165	1,185	1,118
1	1	1	1	1
11,200	11,200	11,200	11,200	11,200
1968	1968	1968	1968	1968
1	1	1	1	1
4,960	4,960	4,960	4,960	4,960
43	43	43	43	43
1991	1991	1991	1991	1991
1	1	1	1	1
7,200	7,200	7,200	7,200	7,200
1	1	1	1	1
1	1	1	1	1
1	1	1	1	1
2	2	2	2	2
5	5	5	5	5
1	1	1	1	1

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