



TWO GATEWAY CENTER, 603 Stanwix St., Suite 1450, Pittsburgh, Pennsylvania 15222
Phone 800-245-2718 Fax 412-471-1758 www.indappr.com

February 23, 2024

Email to: k.brand@buckeyeschools.info

Ms. Kassandra Brand, Treasurer
Buckeye Local Schools
3436 Edgewood Drive
Ashtabula, Ohio 44004

Dear Ms. Brand:

We welcome the opportunity to submit our proposal to provide an appraisal for Buckeye Local Schools for fixed asset accounting control and insurance valuation purposes.

Under the terms of our agreement, we will conduct an on-site inspection and appraisal of the **movable equipment only** associated with the property locations identified in Addendum No. 1 of the agreement.

The report will be presented in our Property Inventory and Accounting Cost Record format which will provide a record of assets in computerized form. This presentation is designed for the continued maintenance of effective property control as well as providing a depreciation study for all fixed assets in compliance with GASB 34 requirements. The depreciation study is based upon actual or estimated acquisition cost and year acquired.

Applicable to insurance values, our certified report will establish the current cost of reproduction new and sound insurable value of the assets appraised.

When our proposal is accepted, please sign and date the Acceptance Page (Page 5 of the Agreement), Initial the Verification of Property Listing as shown in the Addendum (Page 7 of the Agreement) and return the signed, dated and initialed Agreement to me. Upon receipt, we will proceed promptly in making arrangements to schedule the on-site inspection.

If you wish to have us furnish your insurance agent or broker with a copy of the appraisal summary, please complete and return the attached Form 311, agent authorization (Page 14). Due to the confidential nature of these figures, they will be released only with your written consent.

Should you have any questions, do not hesitate to contact me at 610-970-1050, fax 610-970-1561 or email jnash@indappr.com.

We look forward to be of service to you in your important valuation requirements.

Very truly yours,
INDUSTRIAL APPRAISAL COMPANY

James V. Nash

James V. Nash
Regional Manager

JVN/mg



Industrial Appraisal — COMPANY —

TWO GATEWAY CENTER, 603 Stanwix St., Suite 1450, Pittsburgh, Pennsylvania 15222
Phone 800-245-2718 Fax 412-471-1758 www.indappr.com

APPRAISAL AGREEMENT

The Industrial Appraisal Company hereby proposes to provide inventory and valuation services for:

Buckeye Local Schools
3436 Edgewood Drive
Ashtabula, Ohio 44004

I. PROVISIONS AND SCOPE OF APPRAISAL

The appraisal services and reports are to consist of on-site consultation, data collection, inventory, valuation, and cost analysis of the fixed assets of **Buckeye Local Schools** for the purpose of preparing a tabulated schedule of fixed assets including a depreciation study related to actual or estimated year of acquisition and acquisition cost. This schedule is designed to conform to the requirements of **GASB 34** as it pertains to depreciation. Supplementally, an opinion of the current insurance values of the equipment will be provided.

The fixed assets to be identified and recorded will include the movable equipment at the applicable property locations identified in **Addendum No. 1** to this agreement.

II. INVENTORY AND APPRAISAL PROVISIONS

The data for the proposed asset management system and the insurance valuation report will be developed by physical inspection, inventory and cost analysis of all applicable assets.

Movable Equipment

Movable equipment will be inventoried on a building, floor, departmental and room-by-room basis and will be segregated by asset class and between **major** movable equipment and **other** movable equipment.

1. **Major** movable equipment will generally include individual items with a replacement cost exceeding **\$1,500.00** applicable to insurance and **\$5,000.00** capitalization thresholds with a useful life of one year or more.

2. The remaining movable equipment, designated as **other** movable equipment, will be inventoried on a room-by-room or by building basis, grouped and valued by asset class. Data elements relating to dates of acquisition, acquisition cost, useful life, and replacement cost will be developed "at average" by asset type for each location segregation.

Licensed Vehicles

Licensed Vehicles may be included in the fixed asset record based on information to be supplied by Buckeye Local Schools. Vehicles should be reported with *Vehicle Description, Manufacturer, Model, Vehicle Identification Number (VIN), Cost and Year Acquired*.

Please note that the onsite inventory will not include Musical Instruments and Uniforms of any kind. These assets can be included in the final report, however, if Industrial Appraisal Company is provided with a listing from the Buckeye Local Schools that includes approximate purchase date.

III. PROVIDE TAGS AND TAG MOVABLE EQUIPMENT ASSETS

Asset Identification Number

Industrial Appraisal Company will provide the tags. The tag form and layout is to be approved by the Buckeye Local Schools. Tags will be of vinyl pressure sensitive type with bar code identifier.

The movable furniture and equipment items warranting specific property control with a **current replacement cost exceeding \$1,500.00** will be physically tagged and reflected in the completed report. The appraisers will affix tags neatly in a uniform manner in accordance with existing appraisal standards consistent with those outlined in **Addendum No. 2**.

The Industrial Appraisal Company will not tag surplus, obsolete, non-functional, stored or otherwise inaccessible furniture, fixtures or equipment. These items may be valued as a group using an estimate based on the observations of the appraisers or as otherwise directed by the Buckeye Local Schools.

IV. REPORT PRESENTATION

The capital asset report presentation will include all fixed asset classifications currently scheduled or pre-designated by **Buckeye Local Schools** and will essentially be prepared in conformance with Industrial Appraisal's Property Inventory and Accounting Cost Record form.

A. The report(s) to be provided will include:

- Letter of Transmittal
- Building Schedule Index
- Departmental Schedule Index
- Insurance Valuation Summary
- Recapitulation Summary by Asset Code
- Master Detailed Report
- A Supplemental Sequential Asset Number Report

B. The Master Detailed Report will include the following data:

Building Identification - Floor/Room/Area Code - Asset Class Code - Asset Identification Number - Quantity - Description - Date Acquired - Life - Reproduction Cost New - Acquisition Cost - Accumulated Depreciation - Annual Depreciation - Salvage Value

1. Acquisition Date and Cost:

The dates of acquisition and acquisition costs will be developed by the appraisal staff through use of data to be supplied by Buckeye Local Schools. In the absence of actual costs, Industrial Appraisal Company will utilize reverse trending indices applied against current replacement cost calculations.

2. Life:

The life schedule for fixed assets conforms to recommendations by GASB Statement 34 implementation as indicated in **Addendum No. 3**. Any exceptions required by Buckeye Local Schools must be made prior to commencement of the work.

3. Depreciation:

All **major** fixed asset items recorded will be capitalized and depreciated on a straight-line basis utilizing the half-year convention computed as of a **June 30 fiscal cutoff** or as otherwise specified.

4. Fund/Function Code:

Fund and Function coding, determined and agreed upon in advance of the fieldwork, will be assigned in the field based on item location. In the absence of specific coding instructions, the items will be classified as **FUNCTION - INSTRUCTIONAL / FUND - GENERAL OR FUNCTION - FOOD SERVICES OPERATION / FUND - FOOD SERVICES**.

5. Salvage Value:

The estimated amount, expressed in terms of money that may be expected for the whole property or a component of the whole property that is retired from service for possible use elsewhere, as of a specific date. Salvage value will be computed by classification and calculated using the schedule indicated in **Addendum No. 3**.

We care about the environment. All Industrial Appraisal Company reports are provided in electronic format. An additional charge will apply for hard copy reports. Please contact Industrial Appraisal Company if a hard copy is required.

V. PROFESSIONAL FEE

The total fee for the proposed inventory and appraisal services is:

FOUR THOUSAND TWO HUNDRED AND FIFTY DOLLARS

\$4,250.00

FEE IS INCLUSIVE OF ALL EXPENSES

This fee covers work under this agreement only, and such items as legal conferences, depositions, court testimony or expansion of the appraisal for purposes not specified herein will be invoiced at a per diem rate to be determined.

VI. BILLING PROCEDURE

The fee quoted for services to be provided currently will be progressively billed as follows:

- 60% of Appraisal Service Fee due upon completion of the on-site fieldwork
- Balance due upon delivery of the completed appraisal report

Unless special arrangements have been made all progressive payments must be in hand before the appraisal results are released for delivery.

This agreement may be terminated by either party at any time given 10 days written notice, however, accumulated fees and costs incurred to the point of termination will be billed through the active period.

VII. ANNUAL SERVICES

The Industrial Appraisal Company will provide annual maintenance service for both the updating of the Property Inventory and Accounting Cost Record and the Report of Insurable Values.

A. Property Inventory and Accounting Cost Record Updating

Industrial Appraisal Company offers to furnish annually a new fixed asset schedule that will reflect the additions, deletions and transfers that have been reported to Industrial Appraisal Company for the previous year. New depreciation data will be calculated. In addition to the revised master report the following supplemental reports will be prepared.

- Sequential Asset Number Report
- Current Year Capital Additions by Building
- Current Year Deletions by Building

B. Insurable Values Updating

A report of updated insurable values will include a new appraisal summary reflecting the current Cost of Reproduction New and Sound Insurable Value of the equipment.

ANNUAL SERVICES FEES

Annual Updating of Property Inventory and Accounting Cost Record.....**\$220.00**
(Due First Anniversary)

Annual Updating of Insurable Values.....**\$300.00**
(Due First Anniversary)

VIII. PROOF OF LOSS SERVICE

In the event of a loss covered by insurance, provided immediate written notice is given to our Corporate Office, and our Annual Revaluation Service is in effect, the Industrial Appraisal Company will provide updated values, for preparation of proof of loss, of the appraised property as of the date of the loss.

TERMS AND CONDITIONS

General

In the event Industrial Appraisal Company's services are requested to include items not covered by this agreement, these services shall be negotiated between Buckeye Local Schools and Industrial Appraisal Company.

Fee stated in this agreement are predicated on property as indicated to us without benefit of independent verification. Should the results of our investigation indicate that the scope of the project or the amount of assets to be appraised is greater than indicated, we reserve the right to adjust our fee based on the additional work effort. Correspondingly, if we are requested to include other properties not listed in the information provided, we will identify the cost to provide those additional services in a separate notification.

Performance of this contract and fees developed hereunder are predicated upon reasonable free access to the property and required information and available data to be provided promptly as requested. When formulating our conclusions, we may rely on information provided by Buckeye Local Schools or others. Should new information become available after a draft or final report has been submitted, we reserve the right to amend or modify our report and the conclusions therein. The fee quoted is contingent upon the on-site inspection being conducted during normal business hours, Monday through Friday. Should it be necessary to conduct the on-site inspection other than during normal business hours, an additional fee may apply.

Any exceptions to our standard life schedules, codes, salvage values, etc. will result in additional charges.

Terms and conditions on purchase orders issued to Industrial Appraisal Company for authorization are for Buckeye Local Schools' internal use only and shall not modify the terms and conditions of this agreement, addenda, or related documents.

The Industrial Appraisal Company is not an accounting firm and we rely upon mutual cooperation with Buckeye Local Schools in developing an accurate accounting database that will meet GASB 34 requirements for compliance.

Limitation on Damages

Buckeye Local Schools agrees that the Industrial Appraisal Company officers, directors, employees, shareholders, agents and subsidiary or related entities shall not be liable to Buckeye Local Schools for any claims, liabilities, causes of action, losses, damages (whether compensatory, consequential, special, direct, indirect, incidental, punitive, exemplary, or of any other type), costs and expenses (including, but not limited to reasonable attorneys' fees and expert witness fees and the reasonable time and expenses of Industrial Appraisal Company's personnel involved) in any way arising out of this engagement in any amount greater than the total amount of fees paid by Buckeye Local Schools to the Industrial Appraisal Company, except to the extent finally and judicially determined to have been the result of bad faith, gross negligence, or intentional or willful misconduct of the Industrial Appraisal Company. This provision shall survive the termination of this agreement for any reason, and shall apply to the fullest extent of the law, whether in contract, statute, tort, strict liability or otherwise.

Force Majeure

Neither Party shall be liable for or deemed to be in default for any delay or failure to perform any act under this Agreement (other than the payment of money) resulting, directly or indirectly, from Acts of God, civil or military authority, acts of public enemy, war, accidents, fires, explosions, earthquake, flood, failure of transportation, strikes or other work stoppages by either Party's employees, or any other cause beyond the reasonable control of such Party.

Confidentiality

To the extent Industrial Appraisal Company, its employees or agents is provided, has access to or comes into possession of, any protected proprietary and/or confidential information of Buckeye Local Schools (collectively, "Confidential Information"), the Industrial Appraisal Company, its employees and agents shall not, directly or indirectly, acting alone or with others: (i) disclose to any other person or entity any Confidential Information (unless required by law); or (ii) use any Confidential Information other than for performance of this contract.

Industrial Appraisal Company agrees that upon completion and delivery of the appraisal reports, whether physically or electronically, the appraisals shall be the property of Buckeye Local Schools. Industrial Appraisal Company agrees to maintain the confidentiality of this proposal and the information contained in the appraisals unless compelled to disclose such information by judicial process from a court of competent jurisdiction. Industrial Appraisal Company agrees that prior to any disclosure pursuant to judicial process, Industrial Appraisal Company shall notify, and provide a copy of such process to, Buckeye Local Schools.

Property Exclusions

The appraisal will not include land, landscaping, buildings, site improvements, licensed vehicles, musical instruments and uniforms, fine arts, antiques, consumable supplies, valuable papers, intangible assets, property of third parties, or properties other than those indicated in this agreement.

ACCEPTANCE/AUTHORIZATION TO PROCEED

Neither party to this contract is bound by any promise, term nor condition, either oral or written, not incorporated in this instrument. Acceptance of this Appraisal Agreement also indicates acceptance of the Addenda. This offer for appraisal services **expires after ninety (90) days** at which time it may be renegotiated.

SUBMITTED this 23rd day of **February 2024**

**INDUSTRIAL APPRAISAL COMPANY
TWO GATEWAY CENTER
603 STANWIX STREET, SUITE 1450
PITTSBURGH, PENNSYLVANIA 15222**

James V. Nash

James V. Nash
Regional Manager

ACCEPTED:

**BUCKEYE LOCAL SCHOOLS
3436 EDGEWOOD DRIVE
ASHTABULA, OHIO 44004**

Signature

Date

Print Name



ADDENDUM NO. 1

Property Listing

ADDENDUM NO. 1

Property Listing

APPRAISAL AGREEMENT

Buckeye Local Schools
3436 Edgewood Drive
Ashtabula, Ohio 44004

The properties to be appraised will include the Movable Equipment associated with the property locations listed on Industrial Appraisal Company's current Summary of Insurable Values – Building Index. Please see the following PDF pages and initial below if the listing is accurate.

THE FEE QUOTED IN THIS AGREEMENT IS FOR THE APPRAISAL OF THE MOVABLE EQUIPMENT ONLY AT THE LOCATIONS INDICATED ON THIS ADDENDUM ONLY. LOCATIONS NOT LISTED ON THIS ADDENDUM OR SIGNIFICANT INCREASE IN SQUARE FOOTAGE WILL RESULT IN ADDITIONAL CHARGES.

Please Initial Verification of Property Listing _____



BLDG NO	BUILDING NAME	ADDRESS
0101	Wallace C. Braden Middle School	3436 Edgewood Drive, Ashtabula, OH 44004
0102	Wallace H. Braden Middle School Storage Shed	3436 Edgewood Drive, Ashtabula, OH 44004
0103	Wallace H. Braden Middle School Belfry	3436 Edgewood Drive, Ashtabula, OH 44004
0104	Wallace H. Braden Middle School Press Box	3436 Edgewood Drive, Ashtabula, OH 44004
0105	Wallace H. Braden Middle School Concession/Restroom Building	3436 Edgewood Drive, Ashtabula, OH 44004
0106	Wallace H. Braden Middle School Concession Stand	3436 Edgewood Drive, Ashtabula, OH 44004
0107	Wallace H. Braden Middle School Storage Building	3436 Edgewood Drive, Ashtabula, OH 44004
0108	Wallace H. Braden Middle School Ticket Booth #1	3436 Edgewood Drive, Ashtabula, OH 44004
0109	Wallace H. Braden Middle School Ticket Booth #2	3436 Edgewood Drive, Ashtabula, OH 44004
0110	Wallace H. Braden Middle School Ticket Booth #3	3436 Edgewood Drive, Ashtabula, OH 44004
0198	Wallace H. Braden Middle School Gerald M. Corlew Stadium	3436 Edgewood Drive, Ashtabula, OH 44004
0199	Wallace H. Braden Middle School PITO	3436 Edgewood Drive, Ashtabula, OH 44004
0201	Edgewood High School	2428 Blake Road, Ashtabula, OH 44004
0202	Edgewood High School Maintenance Shed	2428 Blake Road, Ashtabula, OH 44004
0203	Edgewood High School Gas Meter Building	2428 Blake Road, Ashtabula, OH 44004
0204	Edgewood High School Press Box/Concession Stand	2428 Blake Road, Ashtabula, OH 44004
0205	Edgewood High School Baseball Dugout #1	2428 Blake Road, Ashtabula, OH 44004
0206	Edgewood High School Baseball Dugout #2	2428 Blake Road, Ashtabula, OH 44004
0207	Edgewood High School Softball Dugout #1	2428 Blake Road, Ashtabula, OH 44004
0208	Edgewood High School Softball Dugout #2	2428 Blake Road, Ashtabula, OH 44004
0298	Edgewood High School Walter C. Higgins Field	2428 Blake Road, Ashtabula, OH 44004
0299	Edgewood High School PITO	2428 Blake Road, Ashtabula, OH 44004
0301	Kingsville Elementary School	5875 State Route 193, Kingsville, OH 44048
0302	Kingsville Elementary School Storage Shed	5875 State Route 193, Kingsville, OH 44048
0303	Kingsville Elementary School Pavilion	5875 State Route 193, Kingsville, OH 44048
0399	Kingsville Elementary School PITO	5875 State Route 193, Kingsville, OH 44048
0701	Ridgeview Elementary School	3456 Liberty Street, Ashtabula, OH 44004
0702	Ridgeview Elementary School Storage Shed	3456 Liberty Street, Ashtabula, OH 44004
0799	Ridgeview Elementary School PITO	3456 Liberty Street, Ashtabula, OH 44004
0801	Bus Garage	3018 Blake Road, Ashtabula, OH 44004
0802	Bus Garage Storage Building	3018 Blake Road, Ashtabula, OH 44004
0803	Bus Garage Radio Tower	3436 Edgewood Drive, Ashtabula, OH 44004
0899	Bus Garage PITO	3436 Edgewood Drive, Ashtabula, OH 44004
9701	Throughout	3436 Edgewood Drive, Ashtabula, OH 44004
9801	Land	3436 Edgewood Drive, Ashtabula, OH 44004

ADDENDUM NO. 2

General Tagging Procedures



General Tagging Procedures

The Industrial Appraisal Company recommends the following tagging procedures. Variations on tag placement are welcomed, but any desired variations and/or unique tag placement must be discussed with the Appraiser prior to the start of the field inventory work.

1. **EASE OF IDENTIFICATION**

Tags will be placed in consistent locations on similar assets. Consistency increases the ease of identification by internal staff and outside auditors.

2. **DETRACTABILITY**

The tag placement will take into consideration the appearance of a tagged asset in specified high visibility areas e.g., Executive Offices. The appearance of an asset should not be compromised by placing the tag on an area that will diminish its appearance.

3. **NO OBSTRUCTION OF WORK ACTIVITY**

Tags will not be placed on movable parts, protective glass covering readouts and measurements or on safety decals.

4. **PHYSICAL CONVENIENCE**

On assets that are bulky or heavy and would require movement to access the proper location, tags will be placed on the most convenient location. Tags will be placed on a flat surface to insure readability by a hand-held scanner.

5. **EQUIPMENT AND RECOMMENDED TAG PLACEMENT**

The following lists various assets and the recommended tag placement.

GENERAL FURNITURE

Description

Tag Location Code

Desks	KW
Chairs / Swivel (Executive-Secretary)	PB
Chairs / Stationary (Slide, Open Arm, LNG)	IL
Credenza	ULF
Bookcase	ULF
Cabinets (File, Storage, Supply)	ULF
Shelving	ULF
Table (Conference, Work, Library)	IL
Table (End, Coffee)	IL
Sofa, Settee	IL
Air Conditioners (Window Type)	ULF

OFFICE MACHINES

Description

Tag Location Code

Computer Monitors	ULF
Computer Processors	ULF
Typewriters	LC
Calculators and Adding Machines	S
Copiers and Duplicators	S
Accounting Machines	NP
Time Stamps	ULF
Mailing Machines	NP
Dictators and Transcribers	S
Microfilm Readers	S
Imprinters	NP

B
C
F
I
KW
L
NP
P
R
S
U

BOTTOM
COVER
FRONT
INSIDE
KNEE WELL
LEFT
NUMBER PLATE
PEDESTAL
RIGHT
SIDE
UPPER

ADDENDUM NO. 3

**Universal Coding
(GASB 34 Compliant)**



Information Technology
Two Gateway Center
603 Stanwix Street, Suite 1450
Pittsburgh, PA 15222
412-471-2566/800-245-2718
www.indappr.com

UNIVERSAL CODING for Property Record, Fixed Asset Appraisals

<u>DESCRIPTION</u>	<u>ASSET/ PROPERTY CLASS</u>	<u>LIFE</u>	<u>SALVAGE VALUE %</u>
LAND, IMPROVEMENTS, BUILDINGS/STRUCTURES, INFRASTRUCTURE			
Land	01	N/A	N/A
Site Improvements	02	20+/-	00
Buildings	03	40+/-	00
Leasehold Improvements	04	20	00
Infrastructure	05	50+/-	00
BUILDING ITEMS/PERMANENT FIXTURES			
Stained Glass	06	--	--
Stained Glass - Fine Arts	07	--	--
Chandeliers/Sconces	08	--	10
Pipe Organs	09	--	10
Statues	10	--	--
Bells/Bell Carillons (Bldg.)	11	--	--
Murals/Icons	12	--	--
Architectural Fine Arts	14	--	--
Permanent Fixtures	21	20	00
Bowling Alley/Pinsetters	22	20	10
Carillon (PF)	23	20	10
Permanent Fixtures -- SV	25	N/A	N/A
EQUIPMENT			
Machinery/Shop Equip.	30	15	10
Construction Equipment	32	15	10

DESCRIPTION	ASSET/ PROPERTY CLASS	LIFE	SALVAGE VALUE %
Refrigeration Equip (Ice Rink, etc.)	34	15	05
Equipment	38	15	05
Office Mach & Devices	44	08	00
Audio Visual Equip	45	06	05
EDP Equip	46	05	00
Telephone System	47	10	00
Laboratory/Science Equipment	48	10	10
Medical/Hospital Equipment	49	10	10
Food Service & Appliances	51	15	05
Communications (Radio/TV) Equip	52	10	05
Sacred Vessels/Vestments/Altar Linens	54	10	10
Books, Periodicals & Materials	55	7	10
Fine Arts	56	N/A	N/A
Music Equip & Instruments	57	20	10
Manufacturing Piping	58	20	00
Process Piping	60	20	00
Power Feed Mains	62	20	00
Vehicles -- Police -- Acq. Only	63	2	05
Mobile Equipment	64	12	05
Vehicles -- Licensed -- Acq. Only	66	8	10
Leased Equipment	67	N/A	N/A
"On Board" Vehicle Equipment	70	10	05
Maintenance & Grounds Equip.	72	15	05
Books & Periodicals "OV"	80	7 w/cost	N/A
Dockets & Maps "OV"	81	7 w/cost	N/A
Law Books "OV"	82	7 w/cost	N/A
Molds - Dies - Fixtures "OV"	83	N/A	N/A
EDP Software or Equip."OV"	84	5 w/cost	00
AV Software or Equip."OV"	85	6 w/cost	05
Miscellaneous Equip. "OV"	86	10 w/cost	00
Musical Instruments "OV"	87	20 w/cost	10
Uniforms "OV"	88	10 w/Cost	10
Stated Value Equipment	90	N/A	N/A
Athletic & Sports Equipment	91	10	10
Educational & Janitorial Supplies	98	N/A	N/A
"Optional" Description	99	Optional	Optional




FORM 311

Corporate Office

Two Gateway Center
603 Stanwix Street, Suite 1450
Pittsburgh, PA 15222
800-245-2718
412-471-2566
Fax: 412-471-1758
www.indappr.com

Please forward a copy of the Appraisal Summary to our Advisor Listed Below:

Advisor's Email:			
	Please indicate if you wish to have a copy forwarded to your advisor electronically each year: Yes <input type="checkbox"/> No <input type="checkbox"/>		
Name:			
Company:			
Address:			
Name of Appraised Property:			
Signature:			
Print Name:		Date:	
Telephone:			
<div> <div>Form 311</div>  </div>			