

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SUPPLEMENTAL REPORTS

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2014**

MICHAEL T. BARNHART, CPA, TREASURER



Dave Yost • Auditor of State

Board of Education
Findlay City School District
1100 Broad Avenue
Findlay, Ohio 45840

We have reviewed the *Independent Auditors' Report* of the Findlay City School District, Hancock County, prepared by Julian & Grube, Inc., for the audit period July 1, 2013 through June 30, 2014. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Findlay City School District is responsible for compliance with these laws and regulations.

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

Dave Yost
Auditor of State

February 11, 2015

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**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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**FINDLAY CITY SCHOOL DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	(E) PASS-THROUGH GRANT NUMBER	(A) CASH FEDERAL RECEIPTS	(A) CASH FEDERAL DISBURSEMENTS
U.S. DEPARTMENT OF AGRICULTURE PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION				
Nutrition Grant Cluster:				
(C) (D) School Breakfast Program	10.553	2014	\$ 153,965	\$ 153,965
(C) (D) National School Lunch Program	10.555	2014	905,527	905,527
(B) (C) National School Lunch Program - Food Donation	10.555	2014	107,265	107,265
Total National School Lunch Program			1,012,792	1,012,792
Total U.S. Department of Agriculture and Nutrition Grant Cluster			1,166,757	1,166,757
U.S. DEPARTMENT OF EDUCATION PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION				
Title I Grants to Local Educational Agencies	84.010	2013	148,545	175,044
Title I Grants to Local Educational Agencies	84.010	2014	1,279,962	1,245,287
Total Title I Grants to Local Educational Agencies			1,428,507	1,420,331
Special Education Grant Cluster:				
(F) Special Education_Grants to States	84.027	2013	106,720	158,955
(F) Special Education_Grants to States	84.027	2014	1,361,123	1,217,147
Total Special Education_Grants to States			1,467,843	1,376,102
(F) Special Education_Preschool Grants	84.173	2014	18,524	18,781
Total Special Education Grant Cluster			1,486,367	1,394,883
Vocational Education_Basic Grants to States	84.048	2013	2,854	14,701
Vocational Education_Basic Grants to States	84.048	2014	180,944	162,545
Total Vocational Education_Basic Grants to States			183,798	177,246
English Language Acquisition Grants	84.365	2014	23,528	22,299
Improving Teacher Quality State Grants	84.367	2014	219,614	219,614
ARRA - Race to the Top, Recovery Act	84.395A	2013	20,063	18,236
ARRA - Race to the Top, Recovery Act	84.395A	2014	126,148	106,039
Total Race to the Top Grant			146,211	124,275
Total U.S. Department of Education			3,488,025	3,358,648
Total Federal Financial Assistance			\$ 4,654,782	\$ 4,525,405

NOTES TO THE SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS:

- (A) This schedule was prepared on the cash basis of accounting
- (B) The Food Donation Program is a non-cash, in kind, federal grant. Commodities are valued at the entitlement value
- (C) Included as part of "Nutrition Grant Cluster" in determining major programs
- (D) Commingled with state and local revenue from sales of lunches; assumed expenditures were made on a first-in, first-out basis
- (E) OAKS did not assign pass-through number for fiscal year 2014
- (F) Included as part of "Special Education Grant Cluster" in determining major programs



Julian & Grube, Inc.
Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

**Independent Auditor's Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Required by *Government Auditing Standards***

Findlay City School District
Hancock County
1100 Broad Avenue
Findlay, Ohio 45840

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the discretely presented component unit, its major fund, and the aggregate remaining fund information of the Findlay City School District, Hancock County, Ohio, as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Findlay City School District's basic financial statements and have issued our report thereon dated December 26, 2014.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the Findlay City School District's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Board of Education
Findlay City School District

Compliance and Other Matters

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

Purpose of this Report

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



Julian & Grube, Inc.
December 26, 2014



Julian & Grube, Inc.

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333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

**Independent Auditor's Report on Compliance With Requirements Applicable to Each
Major Federal Program and on Internal Control Over Compliance
Required by OMB Circular A-133 and the Schedule of
Receipts and Expenditures of Federal Awards**

Findlay City School District
Hancock County
1100 Broad Avenue
Findlay, Ohio 45840

To the Board of Education:

Report on Compliance for the Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Board of Education
Findlay City School District

The District's basic financial statements include the operations of the Findlay Digital Academy, which received and expended \$71,146 in federal awards which is not included in the District's Schedule of Receipts and Expenditures of Federal Awards for the fiscal year ended June 30, 2014. Our audit of federal awards, described below, did not include the operations of the Findlay Digital Academy because the component unit is legally separate from the primary government which this report addresses, and because it expended less than \$500,000 of federal awards for the fiscal year ended June 30, 2014, it was not subject to OMB Circular A-133 audit requirements.

Opinion on the Major Federal Program

In our opinion, the Findlay City School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect the major federal program for the fiscal year ended June 30, 2014.

Report on Internal Control Over Compliance

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

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

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

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

Board of Education
Findlay City School District

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

We have also audited the financial statements of the governmental activities, the discretely presented component unit, its major fund and the aggregate remaining fund information of the Findlay City School District, Hancock County, Ohio, as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Findlay City School District's basic financial statements. We issued our unmodified report thereon dated December 26, 2014. We conducted our audit to opine on the Findlay City School District's basic financial statements. The accompanying schedule of receipts and expenditures of federal awards presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Julian & Grube, Inc.
December 26, 2014

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

1. SUMMARY OF AUDITOR'S RESULTS		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Program's Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under §.510(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Program (listed):</i>	Title I Grants to Local Education Agencies, CFDA #84.010
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

OF THE

FINDLAY, OHIO

CITY SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2014



About the Cover: The Ohio Department of Education named Northview Primary School a 2014 School of Promise! Northview is within the Findlay City School District. The Ohio Department of Education developed the Schools of Promise program to identify, recognize, and highlight schools that are making substantial progress in ensuring high achievement for all students. Northview Primary is one out of only 98 elite Schools of Promise in Ohio.

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

OF THE

FINDLAY, OHIO

CITY SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2014



PREPARED BY
TREASURER'S DEPARTMENT
MICHAEL T. BARNHART, CPA, TREASURER

1100 BROAD AVENUE
FINDLAY, OHIO 45840

INTRODUCTORY SECTION

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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Findlay City Schools

December 26, 2014

Members of the Board of Education and Residents of the Findlay City School District:

We are pleased to submit to you the Comprehensive Annual Financial Report of the Findlay City School District. This Comprehensive Annual Financial Report (CAFR) provides full disclosure of the financial operation of the Findlay City School District (the "District") for the fiscal year ended June 30, 2014. The CAFR, which includes an opinion from the Independent Public Accounting Firm that performed the District's audit, conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. This CAFR will provide the taxpayers of the District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be made available to the Chamber of Commerce, the Findlay Public Library, financial rating services, and other interested parties.

The Comprehensive Annual Financial Report is presented in three sections:

1. The Introductory Section, which is unaudited, includes a Table of Contents, this Letter of Transmittal, a List of Principal Officials, an Organizational Chart, the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA) for the 2013 CAFR, and the Certificate of Excellence in Financial Reporting from the Association of School Business Officials International (ASBO) for the 2013 CAFR.
2. The Financial Section, which includes the Independent Auditor's Report, the Management's Discussion and Analysis, the Basic Financial Statements, the Notes to the Basic Financial Statements, and the Combining Statements and Individual Fund Schedules.
3. The Statistical Section, which is unaudited, includes various tables which reflect financial and demographic information, financial trends, and the fiscal capacity of the District.

SCHOOL DISTRICT ORGANIZATION

Findlay City School District is one of 896 public school districts and community schools in the State of Ohio and one of eight school districts in Hancock County. It provides education to approximately 5,800 students in pre-kindergarten through grade 12. The District is located in northwestern Ohio, approximately 65 miles south of the City of Toledo. 98 percent of the District's territory is within the City of Findlay, the county seat. The District serves an area of approximately 37 square miles.

Statutorily, the District operates under standards prescribed by the Ohio State Board of Education as provided in Division (D) of Section 3301.47 and Section 110.01 of the Ohio Revised Code, to provide educational services authorized and mandated by State or Federal agencies.

The Board of Education serves as the taxing authority, contracting body, and policy maker for the District. The Board adopts the annual operating budget and approves all expenditures of District monies. The superintendent is the chief administrative officer of the District, responsible for both education and support operations. The treasurer is the chief financial officer, responsible for maintaining records of all financial matters, issuing warrants in payment of liabilities incurred by the District, acting as custodian of all District funds, and investing of funds as specified by Ohio law.

THE REPORTING ENTITY

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

Excluded from the reporting entity, because they are fiscally independent of the District, are the City of Findlay, the Parent-Teacher Association, and the Booster Clubs. The Northwest Ohio Area Computer Services Cooperative (NOACSC) is reported as a jointly governed organization.

ECONOMIC OUTLOOK

With a total assessed valuation of \$768,866,930 and a tax rate of \$64.95 per \$1,000.00 of assessed valuation, the District has a sound financial base. A sexennial reappraisal of all real property was completed in 2010. This resulted in a valuation loss of approximately five percent. The Findlay community continues to explore solutions to frequent flooding issues that were most notable from the August 2007 flood and another large flood that hit in February 2008. The District is concerned with the ability and willingness of its taxpayers to support future levies given the financial hardships that voters may be experiencing as a result of past and future flooding; however, taxpayers did step up to approve a 5.9 mill replacement levy in November 2008; and a 4.3 mill, 28 year bond levy in November 2009 after a failed attempt in August 2009. Voters also passed a 4.9 mill, 5 year renewal levy in March 2012 as well as a 5.9 mill continuing levy in May 2014—both by historically large margins.

The District's financial condition continues to be an area of focus for the Board of Education and Administration and is closely monitored through the five-year forecast. To begin the 2013-2014 school year, the Governor and General Assembly passed a new biennium budget which attempted to restructure the funding formula from many past attempts. The District benefited from the new formula which is based on various components; however, Findlay Schools 2013-14 state funding has been capped such that our funding did not increase by more than 6.25% over fiscal year 2013, and no more than 10.5% over fiscal year 2014. The District continues to be locally proactive in cost containment and is not optimistic for any solutions from the State given the current stagnant national and local economies, as well as the history of school funding's susceptibility to political whims.

Total budgeted general fund revenues for fiscal year 2015 are forecast to increase by \$1.2 million primarily due to increased state funding and additional property tax collections. The District's total expected expenditures for fiscal year 2015 will be about \$1.7 million more than the actual expenditures of fiscal year 2014. This is due to negotiated salary increases as well as additional costs for school choice where the District must pay at least \$5,800 for each student going to other districts or charter schools.

Ohio school districts cannot generate significant additional revenue from taxes except by the vote of the people. On May 6, 2014 voters renewed an expiring 5.9 mill levy for a continuous basis. On March 6, 2012, the voters elected to replace an expiring 4.9 mill levy for five years. Resources of the general fund will be impacted in the future by the struggling economy and past Ohio tax reforms including the recent elimination of tangible personal property taxes, as well as increasing health care costs, although the District continually looks for ways to contain those increasing costs.

MAJOR INITIATIVES

The District focuses on the four strategies approved by the Board of Education as part of its Strategic Plan, which was redeveloped in 2005 and reauthorized in 2010:

- **Strategy 1:** To continually align our curriculum with State standards and effectively utilize data and the best instructional practices to help every student achieve a proficient or higher rating on all State of Ohio assessments.
- **Strategy 2:** To develop and implement plans to ensure sufficient funding for current and future operations, programs, and facilities.
- **Strategy 3:** To nurture and foster trusting relationships among all members of the school and community partnership in order to improve the communication, understanding, and commitment necessary to achieve the mission and objectives.
- **Strategy 4:** To design a system to assist students in setting, achieving, and assessing personally challenging educational goals related to their unique talents, purpose, and dreams.

The District continues to implement solutions to its facility needs. The passage of a 2.5 mill permanent improvement levy in May 2006 has helped to alleviate many facility needs. However, the biggest improvement to the District's facility needs was made possible in November 2009, when voters approved a 4.3 mill, 28-year bond levy which pays the debt service on \$54,195,000 that was needed to cover the local share and locally funded initiatives used to build two (2) middle schools and a career tech building. The District consolidated the south, north, and east campuses of Millstream Career Center into one location. The District also converted its three (3) small middle schools into two (2) larger, more efficient, newly constructed middle schools. The Millstream Career Center was completed for the start of the 2012-13 school year, while the new middle schools first accepted students in January 2013.

The District now supports one high school, two middle schools, and eight elementary buildings along with Millstream Career Center for vocational education, and a former elementary school that now serves as a preschool and central administration building. The District also owns and operates a transportation facility. These district buildings range in age from 44 to 88 years old, except for those that are newly built. The District's enrollment is on a steady decline that is projected to continue. This has allowed for building consolidation opportunities.

RELEVANT FINANCIAL POLICIES

The District's primary management tool for monitoring its fiscal health is the Five-Year Forecast, which is a document that focuses on the general fund's past three years of actual expenditures, the current fiscal year, and the following four fiscal years. The District has set targets for certain financial ratios based on this document. A key ratio is the District's "true days cash" ratio. True days cash is the concept that calculates how many days the District can operate with the amount of cash available at the end of the year. The calculation takes the available cash balance at the end of the year and divides it by the year's average daily operating expense. The District has set an immediate target to maintain forty true days cash with the expectation for that figure to gradually grow. This ratio is used when negotiating future labor contracts and in determining the need for future levies.

FINANCIAL INFORMATION

The District's accounting system is organized on a fund basis. Each fund is a distinct self-balancing accounting entity. Governmental funds are presented on the modified accrual basis, whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Proprietary and fiduciary funds are presented on the accrual basis, whereby revenues are recognized when earned and expenses when incurred.

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

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

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

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund and function level of expenditures in the general fund and at the fund level of expenditures for all other funds. All purchase order requests must be approved by the Superintendent or his designee and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation, plus any additional appropriations made to date. In addition to interim financial statements, each administrator and school principal has access to ongoing reports showing the status of the budget accounts for which they are responsible.

As an additional safeguard, all employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond.

The basis of accounting and the funds utilized by the District are fully described in Note 2 to the Basic Financial Statements. Additional information on the District's budgetary accounting can also be found in Note 2 to the Basic Financial Statements.

FINANCIAL HIGHLIGHTS

Management is responsible for preparing a Management's Discussion and Analysis of the District. This discussion follows this letter of transmittal, providing an assessment of the District's finances for fiscal year 2014 and the outlook for the future. Because that discussion focuses on major funds, the financial highlights provided in this letter focus on certain nonmajor funds of the District.

Internal Service Fund - The only internal service fund of the District is the Employee Benefits Self Insurance Fund. This internal service fund had a balance in net position of \$1,525,249 at June 30, 2014, compared to a balance of net position of \$1,750,077 at June 30, 2013, reflecting a decrease in net position of \$224,828.

Fiduciary Funds - The fiduciary funds account for assets held by the District in a trustee capacity, or as an agent, for other funds, governments, organizations, or individuals. The District maintains a private-purpose trust fund and an agency fund. The private-purpose trust fund had net position of \$23,266 at June 30, 2014, compared to net position of \$57,391 at June 30, 2013.

LONG-TERM FINANCIAL PLANNING

The District will continue to implement new courses of study in an ongoing effort to meet, and exceed, the national and state standards to affect student outcomes in order to achieve an A grade on the Ohio Report Card. Part of this effort is the adoption of a more rigorous high school program and the implementation of all day every day kindergarten. However, the District will remain financially prudent and will not offer courses without sufficient demand and expects that class sizes may slightly increase throughout the District.

Full implementation of the overall Strategic Plan will help keep the District focused on student learning through high-quality instruction, efficiency and effectiveness of district operations and vibrant school-community partnerships.

Ongoing support through permanent improvement tax dollars and the Ohio School Facilities Commission will help ensure the viability of the physical plants within the District. With the full implementation of these plans and directives, the District will remain poised to retain the full academic excellence and fiscal accountability standards that the community has come to expect of the Findlay City School District.

USE OF THIS REPORT

This report is published to provide to the Board of Education, as well as our citizens and other interested persons, detailed information concerning the financial condition of the District, with particular emphasis placed on the utilization of resources during the past fiscal year. It is also intended that this report will serve as a guide in formulating policies and in conducting the District's future day-to-day activities. We believe the information, as presented, is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

In today's bond market environment, it is increasingly important that public agencies prepare soundly conceived annual financial reports which are independently audited by a qualified firm or agency. It has become almost required practice that such reports are prepared in accordance with GAAP, and the major bond rating agencies review the data presented in such reports before determining a public agency's bond rating. The District's bond rating is Aa3 from Moody's.

INDEPENDENT AUDIT

Provisions of State statute require the District's Basic Financial Statements to be subjected to an annual examination by an independent auditor. Those provisions have been satisfied and the opinion of the District's independent auditors is included herein. The single audit report is not included in this CAFR, but is located in a separate report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio. The District adopted and has been in conformance with that system effective with its annual financial report for the 1979 fiscal year.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Findlay City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2013. 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. The District has received this award for the past twenty-three (23) years. 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 GFOA to determine its eligibility for another certificate.

The District has also received a Certificate of Excellence in Financial Reporting in School Districts from the Association of School Business Officials International (ASBO) for the District's CAFR for the fiscal year ended June 30, 2013. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. The District has received this award for the past twenty-three (23) years. We believe that our current report continues to conform to the Certificate of Excellence program requirements, and we are submitting it to ASBO to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

The publication of this report significantly increases the accountability of the District to the taxpayers. This accomplishment would not have been possible without the support and efforts of the staff of the Treasurer's office and various administrators and employees of the District. Assistance of the County Auditor's office staff and other outside agencies made possible the fair presentation of statistical data.

Special appreciation is expressed to Mr. Randy Tucker, of Julian & Grube, Inc., who compiled this report in compliance with GAO guidance, and to the auditors of Julian & Grube, Inc., who audited this report.

Finally, sincere appreciation is extended to the Board of Education for its interest in and support of this project, and to the taxpayers and voters of the District, who have continued to show their faith in education and in the Findlay City School District.

Respectfully,



Michael T. Barnhart, CPA
Treasurer



Ed Kurt,
Superintendent

FINDLAY CITY SCHOOL DISTRICT

LIST OF PRINCIPAL OFFICIALS

JUNE 30, 2014

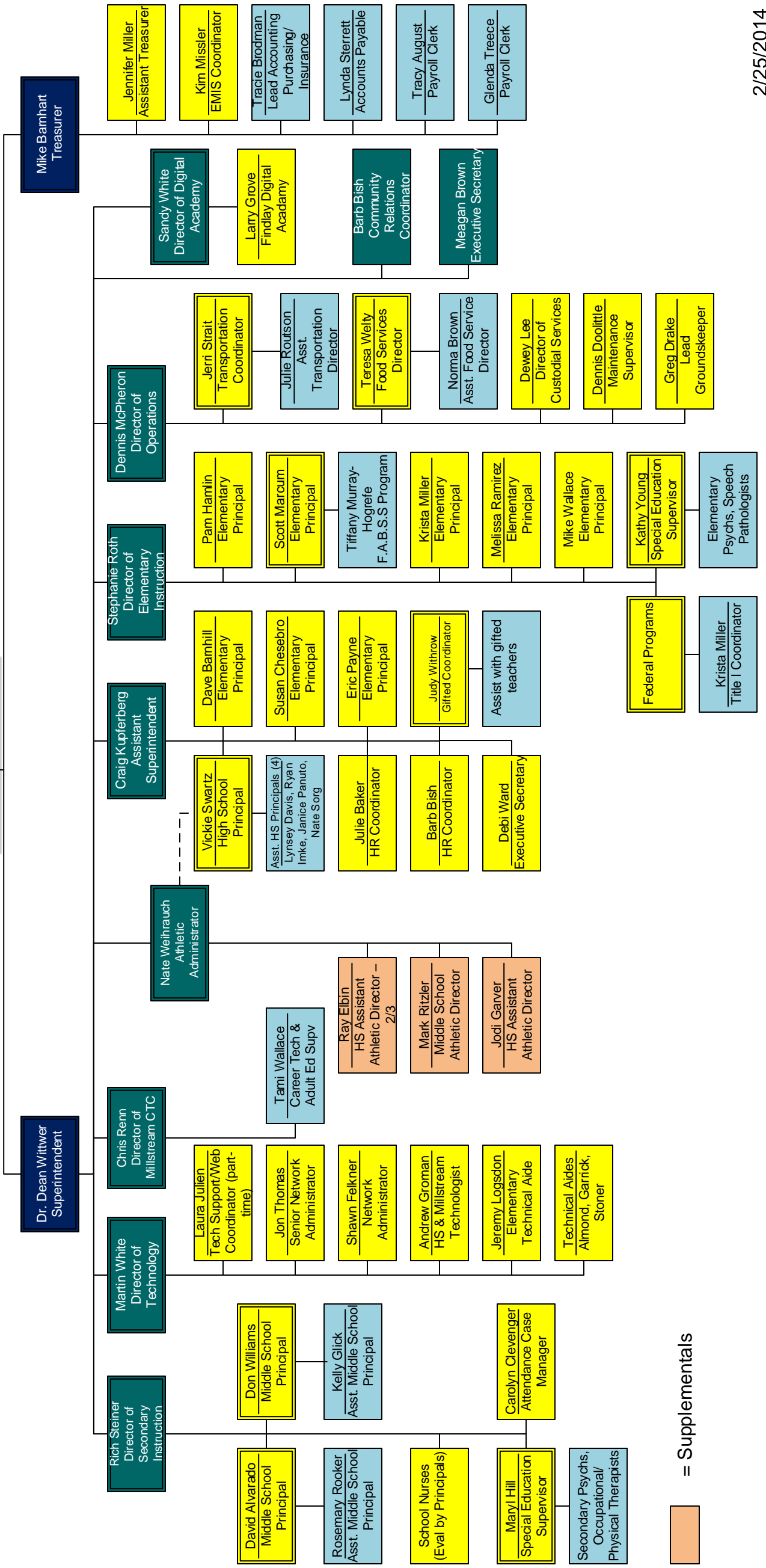
BOARD OF EDUCATION

Mr. Shane Pochard. President
Dr. Kathy Siebenaler Wilson. Vice-President
Mrs. Barbara Dysinger Member
Mrs. Jane Robertson. Member
Mrs. Barbara Lockard. Member

ADMINISTRATION

Mr. Edward Kurt Superintendent
Mr. Craig Kupferberg Assistant Superintendent
Mr. Michael T. Barnhart Treasurer
Mrs. Jennifer Miller Assistant Treasurer
Ms. Stephanie Roth Director of Elementary Curriculum
Mr. Richard Steiner Director of Secondary Curriculum
Mr. Martin White Director of Technology
Mr. Dennis McPherson Director of Facilities

Findlay City Schools 2013 – 2014 Leadership Team



= Supplementals



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Findlay City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

Association of School Business Officials International



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

Findlay City School District

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

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



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

Terrie S. Simmons, RSBA, CSBO
President

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

John D. Musso, CAE, RSBA
Executive Director

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FINANCIAL SECTION

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Julian & Grube, Inc.
Serving Ohio Local Governments

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Independent Auditor's Report

Findlay City School District
Hancock County
1100 Broad Avenue
Findlay, Ohio 45840

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, its major fund, and the aggregate remaining fund information of the Findlay City School District, Hancock County, Ohio, as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Findlay City School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the Findlay City School 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 Findlay City School District's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, its major fund, and the aggregate remaining fund information of the Findlay City School District, Hancock 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 fiscal year then ended in accordance with the accounting principles generally accepted in the United States of America.

Board of Education
Findlay City School District

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted to opine on the Findlay City School 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 these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling the statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 26, 2014, on our consideration of the Findlay City School 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 Findlay City School District's internal control over financial reporting and compliance.



Julian & Grube, Inc.
December 26, 2014

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

The management's discussion and analysis of the Findlay City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2014. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, basic financial statements and notes to the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2014 are as follows:

- In total, net position of governmental activities increased \$6,299,456 which represents an 11.03% increase from 2013.
- General revenues accounted for \$58,744,304 in revenue or 80.19% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$14,515,246 or 19.81% of total revenues of \$73,259,550.
- The District had \$66,960,094 in expenses related to governmental activities; only \$14,515,246 of these expenses was offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$58,744,304 were adequate to provide for these programs.
- The District's major governmental fund is the general fund. The general fund had \$58,787,553 in revenues and \$56,107,444 in expenditures. During fiscal year 2014, the general fund's fund balance increased \$2,639,287 from a balance of \$9,410,145 to a balance of \$12,049,432.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Reporting the District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2014?" The statement of net position and the statement of activities answer this question. These statements include *all assets, deferred outflows, liabilities, deferred inflows, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

In the statement of net position and the statement of activities, the governmental activities include the District's programs and services, including instruction, support services, operation of non-instructional services, extracurricular activities, interest on fiscal charges, and food service operations.

The District's statement of net position and statement of activities can be found on pages F14-F15 of this report.

Reporting the District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major governmental funds begins on page F10. Fund financial reports provide detailed information about the District's major fund. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental fund is the general fund.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund financial statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental *activities* (reported in the statement of net position and the statement of activities) and governmental *funds* is reconciled in the basic financial statements. The basic governmental fund financial statements can be found on pages F16-F20 of this report.

Proprietary Funds

The District maintains a proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District's internal service fund accounts for self-insurance. The basic proprietary fund financial statements can be found on pages F21-F23 of this report.

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private-purpose trust fund. The District also acts in a trustee capacity as an agent for individuals. These activities are reported in an agency fund. All of the District's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position on pages F24 and F25. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages F26-F64 of this report.

The District as a Whole

The table below provides a summary of the District's net position at June 30, 2014 and June 30, 2013.

	Net Position	
	Governmental Activities 2014	Governmental Activities 2013
<u>Assets</u>		
Current and other assets	\$ 59,640,939	\$ 61,269,768
Capital assets	<u>90,594,314</u>	<u>86,936,174</u>
Total assets	<u>150,235,253</u>	<u>148,205,942</u>
<u>Liabilities</u>		
Current liabilities	7,956,058	9,876,479
Long-term liabilities	<u>55,050,167</u>	<u>56,702,784</u>
Total liabilities	<u>63,006,225</u>	<u>66,579,263</u>
<u>Deferred inflows</u>		
Property taxes levied for the next fiscal year	23,683,533	24,462,950
Payment in lieu of taxes levied for the next fiscal year	<u>134,982</u>	<u>52,672</u>
Total deferred inflows	<u>23,818,515</u>	<u>24,515,622</u>
<u>Net Position</u>		
Net investment in capital assets	40,058,592	36,707,854
Restricted	11,663,339	11,034,090
Unrestricted	<u>11,688,582</u>	<u>9,369,113</u>
Total net position	<u>\$ 63,410,513</u>	<u>\$ 57,111,057</u>

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2014, the District's assets exceeded liabilities and deferred inflows by \$63,410,513. Of this total \$11,663,339 is restricted in use. This includes \$6,965,462 restricted for capital projects. The changes in current and other assets and capital assets and reduction of liabilities are primarily a result of the District acquiring capital assets related to the OSFC project and a reduction in contracts and retainage payable.

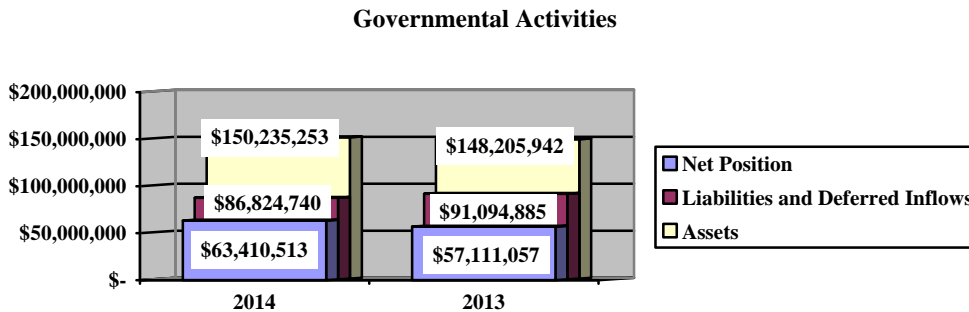
**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

At year-end, capital assets represented 60.30% of total assets. Capital assets include land, construction in progress, land improvements, buildings and improvements, equipment and furniture and vehicles. The District's net investment in capital assets at June 30, 2014, was \$40,058,592. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net position, \$11,663,339, represents resources that are subject to external restriction on how they may be used.

The table below illustrates the District's assets, liabilities, deferred inflows and net position at June 30, 2014 and 2013.



This table below shows the changes in net position for governmental activities for fiscal years 2014 and 2013.

	Change in Net Position	
	Governmental Activities 2014	Governmental Activities 2013
Revenues		
Program revenues:		
Charges for services and sales	\$ 5,010,497	\$ 4,284,936
Operating grants and contributions	8,238,084	7,674,205
Capital grants and contributions	1,266,665	100,000
General revenues:		
Property taxes	30,613,058	29,018,400
Payments in lieu of taxes	174,910	202,827
Grants and entitlements	26,971,165	25,516,833
Investment earnings	314,511	780,537
Change in fair value of investments	165,012	(812,351)
Miscellaneous	505,648	702,690
Total revenues	73,259,550	67,468,077

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

	Change in Net Position	
	Governmental	Governmental
	Activities	Activities
	<u>2014</u>	<u>2013</u>
<u>Expenses</u>		
Program expenses:		
Instruction:		
Regular	\$ 24,083,569	\$ 22,985,792
Special	8,265,718	6,886,178
Vocational	3,200,325	2,849,763
Adult/continuing	71,734	95,473
Other	6,202,914	5,561,892
Support services:		
Pupil	2,558,309	3,883,659
Instructional staff	2,441,485	4,451,017
Board of education	147,509	135,643
Administration	3,746,934	3,730,286
Fiscal	1,235,660	1,383,421
Business	338,924	-
Operations and maintenance	5,594,361	3,248,967
Pupil transportation	2,271,051	2,185,744
Central	257,891	117,913
Other non-instructional services	602,798	649,898
Food service operations	1,367,641	1,625,835
Extracurricular activities	1,656,885	1,267,489
Interest and fiscal charges	2,916,386	2,942,525
Total expenses	<u>66,960,094</u>	<u>64,001,495</u>
Change in net position	6,299,456	3,466,582
Net position, beginning of year	<u>57,111,057</u>	<u>53,644,475</u>
Net position, end of year	<u>\$ 63,410,513</u>	<u>\$ 57,111,057</u>
Governmental Activities		

Net position of the District's governmental activities increased \$6,299,456. Total governmental expenses of \$66,960,094 were offset by program revenues of \$14,515,246 and general revenues of \$58,744,304. Program revenues supported 21.68% 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 78.84% of total governmental revenue. Real estate property is reappraised every six years.

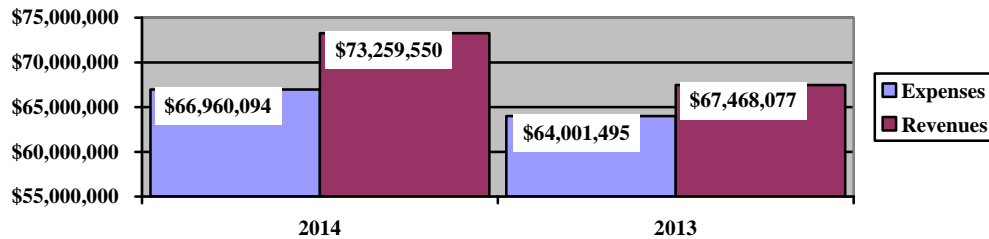
**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

The largest expense of the District is for instructional programs. Instruction expenses totaled \$41,824,260 or 62.46% of total governmental expenses for fiscal year 2014. The decrease in pupil support services is a result of fewer expenses related to the OSFC project. The increase in operation and maintenance and extracurricular activities expenses can be attributed to less expenses being capitalized during fiscal year 2014. In fiscal year 2014, the District has changed the way it recorded foundation deduction on each settlement payment resulting in a decrease in instructional staff expenses and an increase in special instruction expenses.

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

Governmental Activities - Revenues and Expenses



This section intentionally left blank

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

Governmental Activities

	Total Cost of Services <u>2014</u>	Net Cost of Services <u>2014</u>	Total Cost of Services <u>2013</u>	Net Cost of Services <u>2013</u>
Program expenses				
Instruction:				
Regular	\$ 24,083,569	\$ 21,258,581	\$ 22,985,792	\$ 20,824,178
Special	8,265,718	3,030,322	6,886,178	3,043,762
Vocational	3,200,325	2,022,470	2,849,763	1,712,959
Adult/continuing	71,734	71,734	95,473	95,473
Other	6,202,914	6,018,035	5,561,892	5,545,092
Support services:				
Pupil	2,558,309	2,307,932	3,883,659	3,639,494
Instructional staff	2,441,485	2,150,823	4,451,017	3,431,237
Board of education	147,509	69,392	135,643	135,643
Administration	3,746,934	3,582,460	3,730,286	3,712,330
Fiscal	1,235,660	791,459	1,383,421	1,383,421
Business	338,924	338,924	-	-
Operations and maintenance	5,594,361	4,887,363	3,248,967	2,647,323
Pupil transportation	2,271,051	2,139,549	2,185,744	2,077,846
Central	257,891	250,809	117,913	117,913
Other non-instructional services	602,798	(18,292)	649,898	9,219
Food service operations	1,367,641	(275,326)	1,625,835	36,737
Extracurricular activities	1,656,885	902,227	1,267,489	587,202
Interest and fiscal charges	<u>2,916,386</u>	<u>2,916,386</u>	<u>2,942,525</u>	<u>2,942,525</u>
Total expenses	<u>\$ 66,960,094</u>	<u>\$ 52,444,848</u>	<u>\$ 64,001,495</u>	<u>\$ 51,942,354</u>

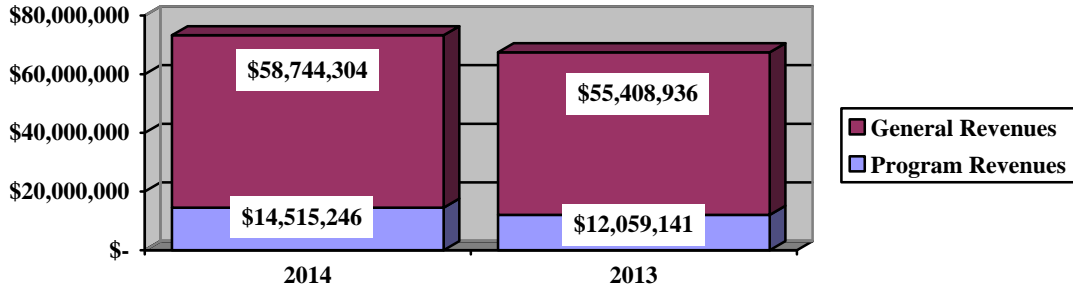
The dependence upon tax and other general revenues for governmental activities is apparent; as 77.47% of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 78.32%. The District's taxpayers, and unrestricted grants and entitlements are the primary support for District's students.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

Governmental Activities - General and Program Revenues



The District's Funds

The District's governmental funds (as presented on the balance sheet on page F16) reported a combined fund balance of \$24,089,339, which is more than last year's total of \$22,549,058. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2014 and 2013.

	Fund Balance <u>June 30, 2014</u>	Fund Balance <u>June 30, 2013</u>	Increase <u>(Decrease)</u>
General	\$ 12,049,432	\$ 9,410,145	\$ 2,639,287
Other Governmental	<u>12,039,907</u>	<u>13,138,913</u>	<u>(1,099,006)</u>
Total	<u>\$ 24,089,339</u>	<u>\$ 22,549,058</u>	<u>\$ 1,540,281</u>

General Fund

The District's general fund balance increased \$2,639,287. This increase was primarily the result of increases in tax revenue and intergovernmental state revenue outpacing a slight increase in total expenditures.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

	<u>2014</u> <u>Amount</u>	<u>2013</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
<u>Revenues</u>			
Taxes	\$ 26,093,830	\$ 24,643,840	5.88 %
Tuition	2,775,017	2,584,716	7.36 %
Earnings on investments	193,945	245,909	(21.13) %
Intergovernmental	28,412,666	26,029,538	9.16 %
Other revenues	<u>1,312,095</u>	<u>652,120</u>	101.20 %
 Total	 <u>\$ 58,787,553</u>	 <u>\$ 54,156,123</u>	 8.55 %
<u>Expenditures</u>			
Instruction	\$ 37,820,807	\$ 35,454,014	6.68 %
Support services	17,066,384	18,231,536	(6.39) %
Extracurricular activities	851,799	806,482	5.62 %
Debt service	<u>368,454</u>	<u>368,307</u>	0.04 %
 Total	 <u>\$ 56,107,444</u>	 <u>\$ 54,860,339</u>	 2.27 %

Tax revenues increased from fiscal year 2013 to fiscal year 2014 due to an increase in the amount of tax advances available. The amount of taxes collected and available as an advance is recorded as tax revenue on the modified accrual basis of accounting and can vary depending upon when tax bills are sent out by the County Auditor. Tuition revenue increased due to an increase in open enrollment foundation revenues. Earnings on investments decreased from fiscal year 2013 to fiscal year 2014 due to fair market value adjustments and investments maturing during the available period. Intergovernmental revenues increased primarily due to increases in school foundation basic allowance and poverty based assistance. Other revenues increased due to an increase in the change in fair market value of investments. In fiscal year 2014, the District has changed the way it recorded foundation deduction on each settlement payment resulting in a decrease in instructional staff expenses and an increase in special instruction expenses. All other revenues and expenditures remained consistent with the prior fiscal year.

General Fund Budgeting Highlights

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

During the course of fiscal year 2014, the District amended its general fund budget numerous times. For the general fund, final budgeted revenues and other financing sources were \$55,646,853, which was more than the original budget estimate of \$54,318,080. This increase is due to higher estimates regarding property taxes and intergovernmental revenue. Actual revenues and other financing sources for fiscal year 2014 were \$56,671,718. This represents a \$1,024,865 increase from final budgeted revenues.

General fund original appropriations (appropriated expenditures plus other financing uses) of \$57,331,366 were increased to \$57,786,366 in the final budget. Actual budget basis expenditures and other financing uses for fiscal year 2014 totaled \$56,817,063, which was \$969,303 less than the final budget appropriations.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2014, the District had \$90,594,314 invested in land, construction in progress, land improvements, buildings and improvements, equipment and furniture and vehicles, net of accumulated depreciation. This entire amount is reported in governmental activities. The following table shows fiscal year 2014 balances compared to 2013:

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

	Governmental Activities	
	2014	2013
Land	\$ 903,313	\$ 903,313
Construction in progress	402,539	68,304,656
Land improvements	3,352,387	3,468,709
Buildings and improvements	81,068,090	10,487,397
Equipment and Furniture	2,974,232	2,237,965
Vehicles	1,893,753	1,534,134
Total	\$ 90,594,314	\$ 86,936,174

Total additions to capital assets for fiscal year 2014 were \$5,303,885. The overall increase in capital assets of \$3,658,140 is primarily due to additions relating to the ongoing OSFC project exceeding the recording of \$1,643,547 in depreciation expense and disposals of \$2,198 (net of accumulated depreciation) for fiscal year 2014. See Note 9 to the basic financial statements for additional information on the District's capital assets.

Debt Administration

At June 30, 2014, the District had \$50,386,822 in general obligation bonds outstanding. Of this total, \$1,220,000 is due within one year and \$49,166,822 is due in greater than one year. The following table summarizes the debt obligations outstanding.

Outstanding Debt, at Year End

	Governmental Activities	Governmental Activities
	2014	2013
General obligation bonds	\$ 50,386,822	\$ 51,505,981
Capital lease obligations	-	355,548
Total	\$ 50,386,822	\$ 51,861,529

See Notes 10 and 11 to the basic financial statements for additional information on the District's debt administration.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

Current Financial Related Activities

The District has carefully managed its finances in order to maximize the dollars spent on educating students; however, unpredictable costs and limited revenue streams continue to make it difficult. The biggest challenge for the District is the uncertainty of the economy and the impact it will have on revenues, especially the revenue that comes from the State of Ohio, which amounts to nearly one-half of the District's general fund. The District is also paying special attention to its enrollment to attract and retain students while adjusting operations accordingly. For instance the District consolidated an elementary building with low enrollment into three other buildings while converting the building into both a central administrative office and a centrally located preschool facility.

The passage of a 2.5 mill permanent improvement levy in May 2006 has helped to alleviate many facility needs. However, the biggest improvement to the District's facility needs was made possible in November 2011, when voters approved a 4.3 mill, 28-year bond levy which will pay the debt service on \$54,195,000 that was needed to cover the local share and locally funded initiatives to build two middle schools and a career tech building. The District has consolidated the south, north, and east campuses of Millstream Career Center into one location. The District has also converted its three small middle schools into two larger, more efficient, newly constructed middle schools. The Millstream Career Center was completed for the start of the 2012-13 school year while both new middle schools accepted students in January 2013.

In May 2014 the District's five-year 5.9 mill operating levy collections was renewed on a continuous basis. This levy amounts to \$4.5 million per year. The District also has a five-year 4.9 mill operating levy for which collections will end in December 2017.

In order to meet ongoing challenges, the District developed and implemented a fiscal health plan in 2006 and continues to update it with the last update taking place in May 2013. The plan includes strategies for diversifying revenue sources and reducing expenditures. The District will continue to implement and update the plan as it remains fiscally vigilant and works through the present national economic recession. The District has committed itself to educational and financial excellence, and the District's Board and management team will continue to work with the community it serves to provide the best education and the best resources possible to its students, teachers, employees and community.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Mr. Michael T. Barnhart, Treasurer, Findlay City School District, 1100 Broad Avenue, Findlay, Ohio 45840.

BASIC
FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
STATEMENT OF NET POSITION
JUNE 30, 2014

	Governmental Activities	Component Unit
Assets:		
Equity in pooled cash, cash equivalents and investments	\$ 28,121,507	\$ 1,406,444
Cash in segregated accounts	65,956	-
Receivables:		
Property taxes	30,291,289	-
Payment in lieu of taxes	134,982	-
Accounts	1,872	-
Accrued interest	73,506	2,854
Intergovernmental	841,429	-
Prepayments	88,850	-
Materials and supplies inventory	19,756	-
Loans receivable	1,792	-
Capital assets:		
Land and construction in progress	1,305,852	-
Depreciable capital assets, net	89,288,462	199,871
Capital assets, net	90,594,314	199,871
Total assets	150,235,253	1,609,169
Liabilities:		
Accounts payable	230,060	406
Contracts payable	385,295	-
Retainage payable	67,785	-
Accrued wages and benefits	4,425,309	-
Pension obligation payable	988,164	-
Intergovernmental payable	151,758	29,600
Accrued interest payable	223,900	-
Claims payable	1,483,787	-
Long-term liabilities:		
Due within one year	2,458,031	-
Due in more than one year	52,592,136	-
Total liabilities	63,006,225	30,006
Deferred inflows of resources:		
Property taxes levied for the next fiscal year	23,683,533	-
Payment in lieu of taxes levied for the next fiscal year	134,982	-
Total deferred inflows of resources	23,818,515	-
Net position:		
Net investment in capital assets	40,058,592	199,871
Restricted for:		
Capital projects	6,965,462	-
Permanent fund - expendable	55,277	-
Permanent fund - nonexpendable	618,000	-
Classroom facilities maintenance	1,933,884	-
Debt service	1,018,773	-
Locally funded programs	122,480	851
State funded programs	76,864	-
Federally funded programs	40,943	-
Student activities	336,677	-
Other purposes	494,979	-
Unrestricted	11,688,582	1,378,441
Total net position	\$ 63,410,513	\$ 1,579,163

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Expenses	Program Revenues			Net (Expense) Revenue and Changes Net Position	
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Component Unit
Governmental activities:						
Instruction:						
Regular	\$ 24,083,569	\$ 1,847,438	\$ 387,026	\$ 590,524	\$ (21,258,581)	\$ -
Special	8,265,718	526,559	4,708,837	-	(3,030,322)	-
Vocational	3,200,325	785,502	392,353	-	(2,022,470)	-
Adult/continuing	71,734	-	-	-	(71,734)	-
Other	6,202,914	-	184,879	-	(6,018,035)	-
Support services:						
Pupil	2,558,309	-	250,377	-	(2,307,932)	-
Instructional staff	2,441,485	-	290,662	-	(2,150,823)	-
Board of education	147,509	439	-	77,678	(69,392)	-
Administration	3,746,934	12,099	11,530	140,845	(3,582,460)	-
Fiscal	1,235,660	123	-	444,078	(791,459)	-
Business	338,924	-	-	-	(338,924)	-
Operations and maintenance	5,594,361	412,041	294,957	-	(4,887,363)	-
Pupil transportation	2,271,051	20,487	111,015	-	(2,139,549)	-
Central	257,891	7,082	-	-	(250,809)	-
Operation of non-instructional services:						
Other non-instructional services	602,798	181,632	439,458	-	18,292	-
Food service operations	1,367,641	528,281	1,114,686	-	275,326	-
Extracurricular activities	1,656,885	688,814	52,304	13,540	(902,227)	-
Interest and fiscal charges	2,916,386	-	-	-	(2,916,386)	-
Total governmental activities	66,960,094	5,010,497	8,238,084	1,266,665	(52,444,848)	-
Component unit:						
Findlay Digital Academy	1,068,798	-	1,076,053	-	-	7,255
Total component unit	1,068,798	-	1,076,053	-	-	7,255
Totals	\$ 68,028,892	\$ 5,010,497	\$ 9,314,137	\$ 1,266,665	(52,444,848)	7,255
General revenues:						
Property taxes levied for:						
General purposes					25,863,927	-
Debt service					2,978,497	-
Capital outlay					1,770,634	-
Grants and entitlements not restricted to specific programs					26,971,165	73,563
Investment earnings					314,511	18,584
Increase in fair value of investments					165,012	-
Payments in-lieu of taxes					174,910	-
Miscellaneous					505,648	-
Total general revenues					58,744,304	92,147
Change in net position					6,299,456	99,402
Net position at beginning of year					57,111,057	1,479,761
Net position at end of year					\$ 63,410,513	\$ 1,579,163

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:			
Equity in pooled cash and investments	\$ 13,420,890	\$ 11,732,687	\$ 25,153,577
Cash in segregated accounts	-	65,956	65,956
Receivables:			
Property taxes	25,557,870	4,733,419	30,291,289
Payment in lieu of taxes	117,904	17,078	134,982
Accounts	1,723	149	1,872
Accrued interest	70,729	2,777	73,506
Intergovernmental	477,754	363,675	841,429
Prepayments	88,850	-	88,850
Materials and supplies inventory	-	19,756	19,756
Loans receivable	1,792	-	1,792
Total assets	<u>\$ 39,737,512</u>	<u>\$ 16,935,497</u>	<u>\$ 56,673,009</u>
Liabilities:			
Accounts payable	\$ 182,319	\$ 47,741	\$ 230,060
Contracts payable	-	385,295	385,295
Retainage payable	-	67,785	67,785
Accrued wages and benefits	4,189,507	235,802	4,425,309
Compensated absences payable	564,639	5,182	569,821
Intergovernmental payable	143,201	8,557	151,758
Pension obligation payable	897,516	90,648	988,164
Claims payable	41,106	-	41,106
Total liabilities	<u>6,018,288</u>	<u>841,010</u>	<u>6,859,298</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	20,029,586	3,653,947	23,683,533
Delinquent property tax revenue not available	1,084,256	203,636	1,287,892
Accrued interest not available	41,090	2,342	43,432
Intergovernmental revenue not available	396,956	177,577	574,533
Payment in lieu of taxes levied for the next fiscal year	117,904	17,078	134,982
Total deferred inflows of resources	<u>21,669,792</u>	<u>4,054,580</u>	<u>25,724,372</u>
Fund balances:			
Nonspendable	88,850	637,756	726,606
Restricted	-	11,302,752	11,302,752
Committed	-	100,000	100,000
Assigned	2,145,977	-	2,145,977
Unassigned (deficit)	9,814,605	(601)	9,814,004
Total fund balances	<u>12,049,432</u>	<u>12,039,907</u>	<u>24,089,339</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 39,737,512</u>	<u>\$ 16,935,497</u>	<u>\$ 56,673,009</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2014

Total governmental fund balances		\$	24,089,339
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			90,594,314
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.			
Property taxes receivable	\$	1,287,892	
Accrued interest receivable		43,432	
Intergovernmental receivable		574,533	
Total			1,905,857
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities on the statement of net position.			1,525,249
Unamortized premiums on bonds issued are not recognized in the funds.			(428,587)
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(223,900)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
General obligation bonds		(50,386,822)	
Compensated absences		(3,664,937)	
Total			(54,051,759)
Net position of governmental activities		\$	63,410,513

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:			
From local sources:			
Property taxes	\$ 25,941,049	\$ 4,765,646	\$ 30,706,695
Payment in lieu of taxes	152,781	22,129	174,910
Tuition	2,775,017	-	2,775,017
Earnings on investments	193,945	88,536	282,481
Charges for services	-	528,281	528,281
Extracurricular	14,012	706,605	720,617
Classroom materials and fees	406,042	-	406,042
Rental income	31,941	380,100	412,041
Contributions and donations	7,606	1,573,582	1,581,188
Contract services	60,069	-	60,069
Other local revenues	606,472	152,874	759,346
Intergovernmental - state	28,137,440	1,075,685	29,213,125
Intergovernmental - federal	275,226	5,525,914	5,801,140
Change in fair value of investments	185,953	(20,941)	165,012
Total revenues	<u>58,787,553</u>	<u>14,798,411</u>	<u>73,585,964</u>
Expenditures:			
Current:			
Instruction:			
Regular	23,026,385	1,055,108	24,081,493
Special	5,798,035	2,270,177	8,068,212
Vocational	2,877,919	79,329	2,957,248
Adult/continuing	71,287	-	71,287
Other	6,047,181	155,733	6,202,914
Support services:			
Pupil	2,275,368	249,284	2,524,652
Instructional staff	2,086,452	313,960	2,400,412
Board of education	147,509	-	147,509
Administration	3,623,562	11,128	3,634,690
Fiscal	1,200,695	-	1,200,695
Business	-	338,924	338,924
Operations and maintenance	5,330,730	583,004	5,913,734
Pupil transportation	2,109,930	490,162	2,600,092
Central	143,704	29,760	173,464
Operation of non-instructional services:			
Other non-instructional services	148,434	391,863	540,297
Food service operations	-	1,638,844	1,638,844
Extracurricular activities	851,799	757,361	1,609,160
Facilities acquisition and construction	-	3,489,851	3,489,851
Debt service:			
Principal retirement	355,548	1,205,000	1,560,548
Interest and fiscal charges	12,906	2,839,628	2,852,534
Total expenditures	<u>56,107,444</u>	<u>15,899,116</u>	<u>72,006,560</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,680,109</u>	<u>(1,100,705)</u>	<u>1,579,404</u>
Other financing sources (uses):			
Transfers in	-	22,574	22,574
Transfers (out)	-	(22,574)	(22,574)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,680,109	(1,100,705)	1,579,404
Fund balances at beginning of year	9,410,145	13,138,913	22,549,058
Increase (decrease) in nonspendable for inventory	(40,822)	1,699	(39,123)
Fund balances at end of year	<u>\$ 12,049,432</u>	<u>\$ 12,039,907</u>	<u>\$ 24,089,339</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Net change in fund balances - total governmental funds \$ 1,579,404

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Capital asset additions	\$	5,303,885	
Current year depreciation		(1,643,547)	
Total		3,660,338	3,660,338

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position. (2,198)

Governmental funds report expenditures for inventory when purchased. However, in the statement of activities, they are reported as an expense when consumed. (39,123)

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

Property taxes		(93,637)	
Earnings on investments		14,216	
Intergovernmental		(235,138)	
Total		(314,559)	(314,559)

Repayment of capital lease obligation and bond principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position. 1,560,548

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

Decrease in accrued interest payable		3,686	
Accreted interest on capital appreciation bonds		(85,841)	
Amortization of bond premiums		18,303	
Total		(63,852)	(63,852)

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 143,726

An internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. (224,828)

Change in net position of governmental activities \$ 6,299,456

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Property taxes	\$ 25,450,664	\$ 26,125,353	\$ 25,159,021	\$ (966,332)
Payment in lieu of taxes	152,781	152,781	152,781	-
Tuition	1,720,919	1,760,000	1,977,506	217,506
Earnings on investments	229,782	235,000	119,716	(115,284)
Classroom materials and fees	10,756	11,000	9,780	(1,220)
Rental income	34,223	35,000	31,941	(3,059)
Contributions and donations	4,889	5,000	1,150	(3,850)
Other local revenues	238,337	247,219	475,655	228,436
Intergovernmental - state	26,254,282	26,850,500	28,007,784	1,157,284
Intergovernmental - federal	156,447	160,000	173,003	13,003
Total revenues	54,253,080	55,581,853	56,108,337	526,484
Expenditures:				
Current:				
Instruction:				
Regular	22,361,414	22,921,028	22,912,564	8,464
Special	5,617,508	5,717,508	5,702,075	15,433
Vocational	2,607,543	2,932,970	2,916,359	16,611
Other	5,838,038	6,163,038	6,107,240	55,798
Support services:				
Pupil	2,317,534	2,317,534	2,287,281	30,253
Instructional staff	3,029,691	1,824,650	1,675,825	148,825
Board of education	209,335	209,335	191,084	18,251
Administration	3,991,926	3,991,926	3,882,949	108,977
Fiscal	1,493,436	1,343,436	1,238,655	104,781
Operations and maintenance	6,196,913	6,596,913	6,549,667	47,246
Pupil transportation	2,270,093	2,370,093	2,342,896	27,197
Central	76,100	76,100	54,842	21,258
Extracurricular activities	885,421	885,421	855,626	29,795
Facilities acquisition and construction	36,914	36,914	25,000	11,914
Total expenditures	56,931,866	57,386,866	56,742,063	644,803
Excess of expenditures over revenues	(2,678,786)	(1,805,013)	(633,726)	1,171,287
Other financing sources (uses):				
Refund of prior year's expenditures	50,000	50,000	535,245	485,245
Refund of prior year's receipts	(24,500)	(24,500)	-	24,500
Transfers (out)	(85,000)	(85,000)	(75,000)	10,000
Advances (out)	(290,000)	(290,000)	-	290,000
Sale of capital assets	15,000	15,000	28,136	13,136
Total other financing sources (uses)	(334,500)	(334,500)	488,381	822,881
Net change in fund balance	(3,013,286)	(2,139,513)	(145,345)	1,994,168
Fund balance at beginning of year	9,844,765	9,844,765	9,844,765	-
Prior year encumbrances appropriated	1,384,392	1,384,392	1,384,392	-
Fund balance at end of year	\$ 8,215,871	\$ 9,089,644	\$ 11,083,812	\$ 1,994,168

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
 STATEMENT OF NET POSITION
 PROPRIETARY FUND
 JUNE 30, 2014

	Governmental Activities - Internal Service Fund
Assets:	
Current assets:	
Equity in pooled cash and investments	\$ 2,967,930
Total assets.	<u>2,967,930</u>
Liabilities:	
Current liabilities:	
Claims payable	<u>1,442,681</u>
Total liabilities	<u>1,442,681</u>
Net position:	
Unrestricted.	<u>1,525,249</u>
Total net position.	<u>\$ 1,525,249</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Governmental Activities - Internal Service Fund
Operating revenues:	
Charges for services	\$ 6,434,800
Total operating revenues	<u>6,434,800</u>
 Operating expenses:	
Personal services.	188,440
Purchased services.	1,056,766
Claims	5,446,489
Total operating expenses.	<u>6,691,695</u>
 Operating loss	<u>(256,895)</u>
 Nonoperating revenues:	
Interest revenue	<u>32,067</u>
Total nonoperating revenues.	<u>32,067</u>
 Change in net position	(224,828)
 Net position at beginning of year.	<u>1,750,077</u>
 Net position at end of year	<u>\$ 1,525,249</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Governmental Activities - Internal Service Fund
Cash flows from operating activities:	
Cash received from charges for services	\$ 6,434,800
Cash payments for personal services	(188,440)
Cash payments for contractual services	(1,056,766)
Cash payments for claims	<u>(5,524,962)</u>
Net cash used in operating activities	<u>(335,368)</u>
Cash flows from investing activities:	
Interest received	<u>32,067</u>
Net cash provided by investing activities	<u>32,067</u>
Net decrease in cash and cash equivalents	(303,301)
Cash and cash equivalents at beginning of year	<u>3,271,231</u>
Cash and cash equivalents at end of year	<u><u>\$ 2,967,930</u></u>
Reconciliation of operating loss to net cash used in operating activities:	
Operating loss	\$ (256,895)
Changes in assets and liabilities: Decrease in claims payable	<u>(78,473)</u>
Net cash used in operating activities	<u><u>\$ (335,368)</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2014

	Private Purpose Trust	
	Scholarship	Agency
Assets:		
Equity in pooled cash and investments	\$ 27,514	\$ 114,293
Receivables:		
Accounts	-	716
Total assets	27,514	\$ 115,009
Liabilities:		
Accounts payable	4,248	\$ 414
Intergovernmental payable	-	48
Due to students	-	112,755
Loans payable	-	1,792
Total liabilities	4,248	\$ 115,009
Net position:		
Held in trust for scholarships	23,266	
Total net position	\$ 23,266	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Private Purpose Trust
	Scholarship
Additions:	
Interest	\$ 360
Gifts and contributions	23,534
Total additions	23,894
Deductions:	
Scholarships awarded	58,019
Change in net position	(34,125)
Net position at beginning of year	57,391
Net position at end of year	\$ 23,266

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

The Findlay City School District (the "District") is located in Hancock County in northwest Ohio. The District is located in a prosperous community, which includes most of the City of Findlay.

The District operates under a locally elected, five-member Board and provides educational services as authorized by its charter or further mandated by State and/or federal agencies. The Board controls the District's fourteen instructional facilities and one support facility staffed by 340 certified teaching personnel, 390 classified support personnel, and 49 administrators.

The District is organized under Sections 2 and 3, Article VI of the Constitution of the State of Ohio. Under such laws, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the District is vested in the Board of Education, consisting of five members elected at large for staggered four year terms.

It currently operates 9 elementary schools, 2 middle schools, 1 high school, and a vocational center, to provide services to approximately 5,829 students in grades K-12 and various community groups.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units" and GASB Statement No. 61, "The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34". The reporting entity is composed of the primary government and component units. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's Governing Board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government's financial statements incomplete or misleading. Based upon the application of these criteria, the District has one component unit. The basic financial statements of the reporting entity include only those of the District (the primary government) and the component unit.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

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

DISCRETELY PRESENTED COMPONENT UNIT

Findlay Digital Academy

The Findlay Digital Academy (the "Academy") is a Conversion Community School established pursuant to Ohio Revised Code, Chapter 3314. The Academy is sponsored by the District to serve ninth through twelfth grade students living in the District. The Academy's mission is to enhance and facilitate student learning by combining state-of-the-art digital curriculum with access to local school resources to complement that instruction and prepare students to become lifelong learners and productive citizens. The Academy is governed by a seven-member Board of Directors, the majority of which are public officials or public sector employees who have a professional interest in furthering the establishment of the Academy, the District's Superintendent, who serves as the non-voting Board President, and can also include one or more parents of enrolled students and community civic leaders. The District's Treasurer serves as a non-voting ex-officio member of the Board. The Academy issues a publicly available, stand-alone financial report that includes basic financial statements and supplementary information. This report may be obtained by writing to Michael Barnhart, Treasurer, Findlay City School District, at 1219 W. Main Cross, Findlay, Ohio 45840.

The Academy is included as a component unit of the District because the District appoints the Academy's Board of Directors. Therefore, the District is able to significantly influence the programs or services performed or provided by the organization. In addition, through contractual arrangements, the District is able to access a significant portion of the Academy's resources. Based on the District's relationship with the Academy and due to the significant resources and services provided by the District to the Academy, it would be misleading to exclude the Academy from the District's financial reporting entity and as such, the Academy warrants inclusion in the District's financial statements as a discretely presented component unit.

JOINTLY GOVERNED ORGANIZATION

Northwest Ohio Area Computer Services Cooperative

The District is a participant in the Northwest Ohio Area Computer Services Cooperative (NOACSC) which is a computer consortium. NOACSC is an association of public school districts within the boundaries of Allen, Hancock, Paulding, Putnam, and Van Wert counties, and the cities of St. Marys and Wapakoneta. The organization was formed for the purpose of applying modern technology (with the aid of computers and other electronic equipment) to administrative and instructional functions among member school districts.

The Governing Board of NOACSC consists of two representatives from each county elected by majority vote of all charter member school districts within each county plus one representative from the fiscal agent school district. Financial information can be obtained from Ray Burden, who serves as Director, at 645 South Main Street, Lima, Ohio 45804.

PUBLIC ENTITY RISK POOL

Workers' Compensation Retrospective Ratings Plan

The District participates in the Bureau of Workers' Compensation Retrospective Rating Plan. See Note 12.B. for further details on this alternative rating plan.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

B. Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

GOVERNMENTAL FUNDS

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

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

Other governmental funds of the District are used to account for (a) financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition of construction of capital facilities and other capital assets, (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects, (c) financial resources that are restricted, committed, or assigned to expenditure for principal and interest and (d) resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the District's programs.

PROPRIETARY FUNDS

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector. The District has no enterprise funds. The following is a description of the District's internal service fund:

Internal service fund - The internal service fund is used to account for the financing of services provided by one fund or department to other funds or departments of the District, or to other governments, on a cost-reimbursement basis. The only internal service fund of the District accounts for a self-insurance program which provides insurance benefits to employees.

FIDUCIARY FUNDS

Fiduciary fund reporting focuses on net position and changes in net position. The District's fiduciary funds include a private-purpose trust fund and an agency fund. Trust funds account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's programs. The District's only trust fund is a private-purpose trust which accounts for scholarship programs for students. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's only agency fund accounts for student activities.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

C. Measurement Focus

Government-wide Financial Statements - The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid “doubling up” revenues and expenses.

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

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

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current deferred outflows and current liabilities and current deferred inflows generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reported 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 a reconciliation 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 and all liabilities and deferred inflows associated with the operation of this fund are included on the statement of fund net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activity.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operation. The principal operating revenues of the District’s internal service fund are charges for services. Operating expenses for internal service funds include claims and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The private-purpose trust fund is reported using the economic resources measurement focus. The agency fund does not report a measurement focus as it does not report operations.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

D. Basis of Accounting

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

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

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6).

Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from 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, interest, tuition, grants, student fees and rentals.

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

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

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

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement value of donated commodities received during the fiscal year is reported in the financial statements as an expense with a like amount reported as intergovernmental revenue.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

The 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.

E. Budgets

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the fund and first two digits of function level for the general fund and at the fund level for all other funds. Any budgetary modifications at these levels may only be made by resolution of the Board of Education.

Tax Budget:

A budget of estimated cash receipts is submitted to the County Auditor, as Secretary of the County Budget Commission, by January 20 of each year, for the period July 1 to June 30 of the following year.

Estimated Resources:

By April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's certificate of estimated resources, which states the projected revenue of each fund. Prior to July 1, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the original and final amended certificate of estimated resources issued during the fiscal year.

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures may not exceed the appropriation totals at the legal level of control. Any revisions that alter the first two digits of function level in the general fund or the fund level for all other funds must be approved by the Board of Education.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

The Board may pass supplemental fund appropriations as long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, all supplemental appropriations were legally enacted.

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

Unencumbered appropriations lapse at year end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be reappropriated. Cash disbursements may not legally exceed budgeted appropriations at the legal level of control.

F. Cash and Investments

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

During fiscal year 2014, investments were limited to nonnegotiable certificates of deposits, negotiable certificates of deposit, federal agency securities, a U.S. Treasury money market fund, a U.S. government money market mutual fund, and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as nonnegotiable certificates of deposit, are reported at cost.

The District has invested funds in STAR Ohio during fiscal year 2014. 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 shares price which is the price the investment could be sold for on June 30, 2014.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund or the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2014 amounted to \$193,945, which includes \$66,556 assigned from other District funds.

For presentation on the basic financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the District's investment account at fiscal year-end is provided in Note 4.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

G. Inventory

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

Inventory consists of general supplies, purchased food and donated food.

H. Capital Assets

General capital assets are those assets specifically related to 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 in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and deletions during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$2,500. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Land improvements	20 years
Buildings and improvements	25 - 50 years
Equipment and furniture	5 - 20 years
Vehicles	5 - 10 years

I. Compensated Absences

Compensated absences of the District consist of vacation leave and sick leave to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

In accordance with the provisions of GASB Statement No. 16, “Accounting for Compensated Absences”, a liability for vacation leave is accrued if a) the employees’ rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination (severance) payments. A liability for sick leave is accrued using the vesting method; i.e., the liability is based on the sick leave accumulated at June 30, 2014, by those employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future. For purposes of establishing a liability for sick leave on employees expected to become eligible to retire in the future, employees age 50 with at least 10 years of service and any employees with at least 15 years of service regardless of their age were considered expected to become eligible to retire in accordance with GASB Statement No. 16.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at June 30, 2014 and reduced to the maximum payment allowed by labor contract and/or statute, plus any applicable additional salary related payments.

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

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

J. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from the internal service fund are reported on the proprietary fund financial 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 compensated absences 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. Bonds, loans and capital lease obligations are recognized as a liability on the fund financial statements when due.

K. Fund Balance

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

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable.

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

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

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

Assigned - Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The 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, as discussed above, an additional action is essential 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 only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

L. Net Position

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The net position component "net investment in capital assets," consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The amount restricted for other purposes represents amounts restricted for food service operations and a special trust.

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

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

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

M. Prepayments

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These items are reported as assets on the balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of the purchase and the expenditure/expense is reported in the year in which services are consumed.

N. Estimates

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

O. Interfund Activity

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

P. Parochial Schools

St. Michael's Elementary, Primary Christian School and Heritage Christian School are all operated within the District boundaries. Current state legislation provides funding to state chartered parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the District, as directed by the parochial school. The receipt and expenditure of these state monies by the District are reflected in a nonmajor governmental fund for financial reporting purposes.

Q. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2014.

R. Bond Premium

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

On the government-wide and fund financial statements, bond issuance costs are expensed during the fiscal year in which they are incurred.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

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

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

B. Deficit Fund Balances

Fund balances at June 30, 2014 included the following individual fund deficits:

<u>Nonmajor funds</u>	<u>Deficit</u>
School improve stimulus A	\$ 284
Improving teacher quality	317

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

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

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

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

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in items (1) and (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasury Asset Reserve of Ohio (STAR Ohio) investment pool;
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

A. Cash on Hand

At fiscal year end, the District had \$2,200 in undeposited cash on hand which is included on the financial statements of the District as part of “equity in pool cash and investments”.

B. Cash in Segregated Accounts

At fiscal year end, the District had \$65,956 of cash in segregated accounts, which is not included in “equity in pooled cash and cash investments” in the financial statements of the District. This cash in segregated accounts represents amounts held in escrow for retainage related to the OSFC construction project.

C. Deposits with Financial Institutions

At June 30, 2014, the carrying amount of all District deposits was \$2,040,544. Based on the criteria described in GASB Statement No. 40, “Deposits and Investment Risk Disclosures”, as of June 30, 2014, \$1,502,651 of the District’s bank balance of \$2,813,405 was covered by the Federal Deposit Insurance Corporation, while \$1,310,754 was exposed to custodial risk as discussed below.

Custodial credit risk is the risk that, in the event of bank failure, the District’s deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the District. The District has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions’ trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the District to a successful claim by the FDIC.

D. Investments

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

<u>Investment</u>	<u>Fair Value</u>	<u>Investment Maturities</u>				
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>	<u>19 to 24 months</u>	<u>More than 24 months</u>
FNMA	\$ 4,875,825	\$ -	\$ -	\$ -	\$ 256,133	\$ 4,619,692
FHLB	6,251,067	-	-	-	-	6,251,067
FFCB	3,347,180	-	-	-	-	3,347,180
FHLMC	6,540,229	-	401,152	-	600,540	5,538,537
U.S. Treasury money market fund	309,910	309,910	-	-	-	-
Negotiable CD's	4,890,824	-	303,363	-	-	4,587,461
STAR Ohio	5,535	5,535	-	-	-	-
Total	<u>\$ 26,220,570</u>	<u>\$ 315,445</u>	<u>\$ 704,515</u>	<u>\$ -</u>	<u>\$ 856,673</u>	<u>\$ 24,343,937</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

The weighted average maturity of investments is 3.54 years.

Interest Rate Risk: Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. The District's investment policy addresses interest rate risk by requiring the consideration of cash flow requirements and market conditions in determining the term of an investment and limiting investment portfolio maturities to five years or less.

Credit Risk: The District's investments, except for STAR Ohio, were rated AA+ and AAA by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAR Ohio an AAAM money market rating. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The negotiable CDs are fully covered by the FDIC. The District's investment policy does not specifically address credit risk beyond the adherence to Chapter 135 of the Ohio Revised Code, of which all relevant provisions are described previously in this note disclosure (Note 4).

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The federal agency securities are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent, but not in the District's name. State statute prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer or qualified trustee. The District's investment policy does not specifically address custodial credit risk beyond the adherence to this requirement.

Concentration of Credit Risk: The District's investment policy addresses concentration of credit risk by requiring investments to be diversified in order to reduce the risk of loss resulting from the over concentration of assets in a specific type of security, the erosion of market value, or by default. However, the District's investment policy does not place any limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2014:

<u>Investment</u>	<u>Fair Value</u>	<u>Percent of Total</u>
FNMA	\$ 4,875,825	18.60
FHLB	6,251,067	23.84
FFCB	3,347,180	12.77
FHLMC	6,540,229	24.94
U.S. Treasury money market fund	309,910	1.18
Negotiable CD's	4,890,824	18.65
STAR Ohio	<u>5,535</u>	<u>0.02</u>
Total	<u>\$ 26,220,570</u>	<u>100.00</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

The following is a reconciliation of cash and investments as reported in the note disclosure above to cash and investments as reported on the statement of net position as of June 30, 2014:

<u>Cash and investments per note disclosure</u>	
Carrying amount of deposits	\$ 2,040,544
Investments	26,220,570
Cash in segregated accounts	65,956
Cash on hand	<u>2,200</u>
Total	<u>\$ 28,329,270</u>
 <u>Cash and investments per statement of net position</u>	
Governmental activities	\$ 28,187,463
Private-purpose trust funds	27,514
Agency funds	<u>114,293</u>
Total	<u>\$ 28,329,270</u>

NOTE 5 - INTERFUND TRANSACTIONS

- A. Interfund transfers for the fiscal year ended June 30, 2014 consisted of the following transfers, as reported in the fund financial statements:

	<u>Amount</u>
<u>Transfers from nonmajor governmental fund to:</u>	
Nonmajor governmental fund	<u>\$ 22,574</u>

Transfers are used to move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. The transfer is from the permanent improvement fund (a nonmajor governmental fund) to the classroom facilities maintenance fund (a nonmajor governmental fund) in accordance with the OFCC agreement requirement.

All transfers were made in compliance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16. Interfund transfers between governmental funds are eliminated on the government-wide financial statements.

- B. Interfund balances at June 30, 2014 as reported on the fund statements, consist of the following loans receivable and loans payable:

<u>Loans receivable</u>	<u>Loans payable</u>	<u>Amount</u>
General fund	Agency fund	<u>\$ 1,792</u>

The purpose of loans receivable/payable is to cover negative cash balances in the agency funds. These interfund balances will be repaid once the anticipated revenues are received. All interfund balances are expected to be repaid within one year.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real property and public utility property. Real property tax revenues received in calendar year 2014 represent the collection of calendar year 2013 taxes. Real property taxes received in calendar year 2014 were levied after April 1, 2013, on the assessed values as of January 1, 2013, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2014 represent the collection of calendar year 2013 taxes. Public utility real and personal property taxes received in calendar year 2014 became a lien on December 31, 2012, were levied after April 1, 2013, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

The District receives property taxes from Hancock County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2014, are available to finance fiscal year 2014 operations. The amount available as an advance at June 30, 2014 was \$4,444,028 in the general fund, \$549,161 in the bond retirement fund (a nonmajor governmental fund) and \$326,675 in the permanent improvement fund (a nonmajor governmental fund). This amount is recorded as revenue. The amount available for advance at June 30, 2013 was \$3,662,000 in the general fund, \$453,000 in the bond retirement fund (a nonmajor governmental fund) and \$270,000 in the permanent improvement fund (a nonmajor governmental fund). The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2014 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows.

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

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 6 - PROPERTY TAXES - (Continued)

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

	2013 Second Half Collections		2014 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 745,725,300	96.76	\$ 736,299,030	95.76
Public utility personal	<u>24,973,460</u>	<u>3.24</u>	<u>32,567,900</u>	<u>4.24</u>
Total	<u>\$ 770,698,760</u>	<u>100.00</u>	<u>\$ 768,866,930</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation for:				
General operations	\$58.25		\$58.25	
Permanent improvements	2.50		2.50	
Bond retirement	4.20		4.20	

NOTE 7 - PAYMENT IN LIEU OF TAXES

According to State law, Hancock County has entered into agreements with property owners under which Hancock County has granted property tax abatements to those property owners and agreed to construct certain infrastructure improvements. The property owners have agreed to make payments to Hancock County to help pay the costs of the infrastructure improvements. The amount of those payments generally reflects all or a portion of the property taxes which the property owners would have paid if their taxes had not been abated. The property owners' contractual promise to make these payments in lieu of taxes generally continues until the costs of the improvement have been paid or the agreement expires, whichever occurs first. Future development by those owners or others may result in subsequent agreements to make payments in lieu of taxes and may therefore spread the costs of the improvements to a larger number of property owners. The District received \$174,910 in payments in lieu of taxes during fiscal year 2014, and a receivable of \$134,982 has been reported on the statement of net position.

NOTE 8 - RECEIVABLES

Receivables at June 30, 2014 consisted of property taxes, payments in lieu of taxes (PILOT), accounts (billings for user charged services and student fees), accrued interest and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds. A summary of the receivables reported on the statement of net position follows:

Governmental activities:

Property taxes	\$ 30,291,289
PILOT	134,982
Accounts	1,872
Intergovernmental	841,429
Accrued interest	<u>73,506</u>
Total	<u>\$ 31,343,078</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 8 - RECEIVABLES - (Continued)

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected in the subsequent year, with the exception of the Ohio School Facilities Commission intergovernmental receivable of \$173,726, which will be collected over the duration of the construction project.

NOTE 9 - CAPITAL ASSETS

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

	Balance			Balance
<u>Governmental activities:</u>	<u>06/30/13</u>	<u>Additions</u>	<u>Deductions</u>	<u>06/30/14</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 903,313	\$ -	\$ -	\$ 903,313
Construction in progress	68,304,656	3,841,925	(71,744,042)	402,539
<i>Total capital assets, not being depreciated</i>	<u>69,207,969</u>	<u>3,841,925</u>	<u>(71,744,042)</u>	<u>1,305,852</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	4,352,067	-	-	4,352,067
Buildings and improvements	28,129,274	71,744,042	-	99,873,316
Equipment and furniture	8,058,578	992,298	(6,938)	9,043,938
Vehicles	3,578,526	469,662	-	4,048,188
<i>Total capital assets, being depreciated</i>	<u>44,118,445</u>	<u>73,206,002</u>	<u>(6,938)</u>	<u>117,317,509</u>
<i>Less: accumulated depreciation:</i>				
Land improvements	(883,358)	(116,322)	-	(999,680)
Buildings and improvements	(17,641,877)	(1,163,349)	-	(18,805,226)
Equipment and furniture	(5,820,613)	(253,833)	4,740	(6,069,706)
Vehicles	(2,044,392)	(110,043)	-	(2,154,435)
<i>Total accumulated depreciation</i>	<u>(26,390,240)</u>	<u>(1,643,547)</u>	<u>4,740</u>	<u>(28,029,047)</u>
Total capital assets, net	<u>\$ 86,936,174</u>	<u>\$ 75,404,380</u>	<u>\$ (71,746,240)</u>	<u>\$ 90,594,314</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 9 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to governmental functions as follows:

<u>Instruction:</u>	
Regular	\$ 630,130
Special	170,195
Vocational	216,610
<u>Support services:</u>	
Pupil	44,344
Instructional staff	59,960
Administration	85,355
Fiscal	38,910
Operations and maintenance	118,364
Pupil transportation	132,515
Other non-instructional services	85,999
Extracurricular activities	46,900
Food service operations	<u>14,265</u>
Total depreciation expense	<u>\$ 1,643,547</u>

NOTE 10 - CAPITALIZED LEASES - LESSEE DISCLOSURE

In prior fiscal years, the District entered into leases for the acquisition of buildings, vehicles, equipment, and musical instruments. These lease agreements meet the criteria of a capital lease as defined by GAAP, which defines a capital lease generally as one which transfers the benefits and risks of ownership to the lessee.

Capital assets acquired by capital lease have been capitalized in the amount of \$4,709,477. This amount represents the present value of the minimum lease payments at the time of acquisition. Of this amount, \$3,976,043 is reported in buildings and improvements, \$612,328 in equipment and furniture, and \$121,106 in vehicles. For fiscal year 2014, depreciation expense on capital assets acquired by capital lease totaled \$97,853. At June 30, 2014, accumulated depreciation on capital assets acquired by capital lease equaled \$2,026,602, and net capital assets acquired by capital lease totaled \$2,682,875. A corresponding liability has been recorded on the government-wide financial statements.

Capital lease payments are reported as function/program expenditures in the budgetary statements. These payments have been reclassified and are reflected as debt service expenditures in the governmental fund financial statements. For fiscal year 2014, principal and interest payments in the general fund equaled \$355,548 and \$12,906, respectively.

The capital lease obligation was retired as of June 30, 2014.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 11 - LONG-TERM OBLIGATIONS

- A. During fiscal year 2014, the following changes occurred in governmental activities long-term obligations:

<u>Governmental activities:</u>	<u>Balance</u> <u>06/30/13</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>06/30/14</u>	<u>Amount</u> <u>Due in</u> <u>One Year</u>
<u>General obligation bonds</u>					
G.O. current interest bonds payable - 2010	\$ 51,095,000	\$ -	\$ (1,205,000)	\$ 49,890,000	\$ 1,220,000
G.O. capital appreciation bonds payable	217,135	-	-	217,135	-
Capital appreciation bonds - accreted interest	193,846	85,841	-	279,687	-
Total general obligation bonds	<u>51,505,981</u>	<u>85,841</u>	<u>(1,205,000)</u>	<u>50,386,822</u>	<u>1,220,000</u>
<u>Other long-term obligations</u>					
Capital lease obligation	355,548	-	(355,548)	-	-
Compensated absences	4,394,365	1,077,613	(1,237,220)	4,234,758	1,238,031
Total other long-term obligations	<u>4,749,913</u>	<u>1,077,613</u>	<u>(1,592,768)</u>	<u>4,234,758</u>	<u>1,238,031</u>
Total governmental activities	<u>\$ 56,255,894</u>	<u>\$ 1,163,454</u>	<u>\$ (2,797,768)</u>	<u>\$ 54,621,580</u>	<u>\$ 2,458,031</u>
				Unamortized premium on bonds	428,587
				Total on statement of net position	<u>\$ 55,050,167</u>

See Note 10 for detailed information on the capital lease obligation.

Compensated absences will be paid out of the fund from which the employee is paid, which is primarily the general fund for the District.

B. General obligation bonds

On January 21, 2010, the District issued general obligation bonds (Series 2010, School Facilities Improvement Bonds) for construction and renovation of District buildings as part of the Ohio School Facilities Commission project. These bonds are general obligations of the District, for which its full faith and credit is pledged for repayment. On the fund financial statements, payments of principal and interest relating to these bonds will be recorded as expenditures in the bond retirement fund (a nonmajor governmental fund). On the government-wide financial statements, principal payments reduce the liability reported on the statement of net position.

This issue was comprised of current interest bonds, present value \$53,975,000, and capital appreciation bonds, par value \$217,135. The capital appreciation bonds mature December 1, 2017 (stated interest 20%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bonds is \$965,000. Total accreted interest of \$279,687 has been included on the statement of net position at June 30, 2014.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated on this issue is December 1, 2037.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

Principal and interest requirements to retire the long-term bonds are as follows:

Fiscal Year Ending June 30,	Current Interest Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2015	\$ 1,220,000	\$ 2,807,165	\$ 4,027,165	\$ -	\$ -	\$ -
2016	1,245,000	2,766,150	4,011,150	-	-	-
2017	1,395,000	2,715,143	4,110,143	-	-	-
2018	470,000	2,676,440	3,146,440	217,135	747,865	965,000
2019	1,450,000	2,633,347	4,083,347	-	-	-
2020 - 2024	8,535,000	12,003,096	20,538,096	-	-	-
2025 - 2029	10,560,000	9,401,518	19,961,518	-	-	-
2030 - 2034	12,790,000	5,878,925	18,668,925	-	-	-
2035 - 2038	<u>12,225,000</u>	<u>1,566,093</u>	<u>13,791,093</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 49,890,000</u>	<u>\$42,447,877</u>	<u>\$ 92,337,877</u>	<u>\$ 217,135</u>	<u>\$ 747,865</u>	<u>\$ 965,000</u>

C. Legal Debt Margins

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District.

The assessed valuation used in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations.

The effects of these debt limitations at June 30, 2014 are a voted debt margin of \$20,485,541 (including available funds of \$1,394,652), and an unvoted debt margin of \$768,867.

NOTE 12 - RISK MANAGEMENT

A. Comprehensive

The District is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2014, the District contracted with the McGowan Governmental Underwriters for property and general liability insurance.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 12 - RISK MANAGEMENT - (Continued)

Professional liability is provided by the Argonaut Insurance Company with a \$7,000,000 annual aggregate (includes \$4,000,000 umbrella coverage) / \$1,000,000 single occurrence limit and a \$5,000 deductible. Vehicles are covered by the Argonaut Insurance Company and carry a \$1,000 deductible for comprehensive and a \$1,000 deductible for collision. Automobile liability has a \$1,000,000 combined single limit of liability.

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no significant reduction in the amount of insurance coverage from last year.

B. Workers' Compensation

The District has participated in the Ohio Bureau of Workers' Compensation (Bureau) Retrospective Rating Plan since 2006. The alternative rating program requires the District to pay only administrative charges to the Bureau, and in turn the District assumes the responsibility of paying all claims incurred during the policy period for up to ten years. After the tenth year, the Bureau will assume any existing claim for its duration. The District's stop-loss coverage through the plan is limited to \$200,000 per claim stop-loss coverage with an annual aggregate.

The District's Workers' Compensation program is accounted for in the general fund which pays for all claims, claim reserves and administrative costs of the program. The general fund generates revenues by charging each fund a percentage rate determined by the Bureau for the payroll during the reporting period. The claims liability is recorded based on an actuarial determination of future claims. The claims liability is expected to be paid within one year. Changes in claims activity for current and prior fiscal year are as follows:

<u>Fiscal Year</u>	<u>Balance at Beginning of Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at End of Year</u>
2014	\$ 12,131	\$ 30,714	\$ (1,739)	\$ 41,106
2013	11,129	12,378	(11,376)	12,131

C. Employee Health Insurance

The District's health insurance is funded through a self-insurance program. The District maintains a self-insurance internal service fund to account for and finance its uninsured risks of loss in this program. The District offers three comprehensive medical/surgical plans: Original Plan, Option B Plan and Option C (HSA) Plan. About half participate in the original plan while the other half participated in Option C and very few are on Option B. The Original Plan retains a deductible of \$200 for family coverage and \$100 for single coverage for all out of network providers. The District's Original Plan is a preferred Provider Program through the Anthem network, which has co-pays ranging from \$20 to \$50. Maximum out-of-pocket expenses for employees are \$900 in addition to the deductibles. The District purchases stop-loss coverage of \$125,000 per employee. The District and employees pay into the self-insurance internal service fund. The District's monthly portion of the original plan is \$1,212 for family coverage and \$430 for single coverage. The employee's monthly portion of the majority employees is \$303 for family coverage and \$107 for single coverage. For Option C (HSA) the District's monthly portion is \$985 for family coverage and \$349 for single coverage. However, employees are responsible for a \$2,000 per individual deductible with a \$4,000 per family out-of-pocket maximum. The premiums are paid by the fund that pays the salary for the employees and is based on historical cost information.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 12 - RISK MANAGEMENT - (Continued)

Dental and vision coverage is also provided on self-insured basis through Employee Benefit Consultants (EBC). Premiums for its coverage are \$95.79 monthly for family coverage and \$33.97 for single coverage. The District is responsible for payment of all claim amounts in excess of the employee payment percentages established in the plan document.

The claims payable liability of \$1,442,681 reported in the Employee Benefits Self Insurance fund at June 30, 2014 is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", and as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability be reported for unpaid claims costs, including estimates of costs relating to incurred but not reported claims. The claims liability is based on an estimate supplied by the District's third party administrator. Changes in the claims payable liability for the current and prior fiscal years are as follows:

<u>Fiscal Year</u>	<u>Balance at Beginning of Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at End of Year</u>
2014	\$ 1,521,154	\$ 5,446,489	\$ (5,524,962)	\$ 1,442,681
2013	1,474,011	5,403,432	(5,356,289)	1,521,154

NOTE 13 - PENSION PLANS

A. School Employees Retirement System

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing, multiple-employer defined benefit pension plan. SERS provides retirement, disability, survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746. It is also posted on the SERS' Ohio website, www.ohsers.org, under "*Employers/Audit Resources*".

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal year 2014, 13.05 percent and 0.05 percent of annual covered salary was the portion used to fund pension obligations and death benefits, respectively. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 14 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The District's required contributions for pension obligations and death benefits to SERS for the fiscal years ended June 30, 2014, 2013 and 2012 were \$1,041,694, \$1,020,119 and \$1,020,938, respectively; 80.00 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 13 - PENSION PLANS - (Continued)

B. State Teachers Retirement System of Ohio

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

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

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

Funding Policy - For fiscal year 2014, plan members were required to contribute 11 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 14 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2014, 2013 and 2012 were \$3,299,355, \$3,222,398 and \$3,335,090, respectively; 83.81 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012. Contributions to the DC and Combined Plans for fiscal year 2014 were \$138,797 made by the District and \$109,055 made by the plan members.

C. Social Security System

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

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 14 - POSTEMPLOYMENT BENEFITS

A. School Employees Retirement System

Plan Description - The District participates in two cost-sharing, multiple employer postemployment benefit plans administered by the School Employees Retirement System (SERS) for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Section 3309.69 of the Ohio Revised Code. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B monthly premium for calendar year 2014 was \$104.90 for most participants, but could be as high as \$335.70 per month depending on their income and the SERS' reimbursement to retirees was \$45.50. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746. It is also posted on the SERS' Ohio website, www.ohsers.org, under "Employers/Audit Resources".

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For 2014, 0.14 percent of covered payroll was allocated to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2.0 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the statewide SERS-covered payroll for the health care surcharge. For fiscal year 2014, the actuarially determined amount was \$20,250.

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

The District's contributions for health care (including surcharge) for the fiscal years ended June 30, 2014, 2013 and 2012 were \$143,976, \$145,191 and \$171,068, respectively; 80.00 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2014, this actuarially required allocation was 0.76 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2014, 2013, and 2012 were \$60,434, \$57,625 and \$60,292, respectively; 80.00 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 14 - POSTEMPLOYMENT BENEFITS - (Continued)

B. State Teachers Retirement System of Ohio

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

Funding Policy - Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2014, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2014, 2013 and 2012 were \$253,797, \$247,877 and \$256,545, respectively; 83.81 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012.

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING

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

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

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
- (d) Investments are reported at fair value (GAAP basis) rather than cost (budget basis); and,
- (e) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

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

Net Change in Fund Balance

	<u>General fund</u>
Budget basis	\$ (145,345)
Net adjustment for revenue accruals	1,247,536
Net adjustment for expenditure accruals	377,558
Net adjustment for other sources/uses	(488,381)
Funds budgeted elsewhere*	259,547
Adjustment for encumbrances	1,429,194
GAAP basis	<u>\$ 2,680,109</u>

*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 trust fund, the uniform school supplies fund, the rotary fund, the public school support fund, the special enterprises fund and management information system fund.

NOTE 16 - CONTINGENCIES

A. Grants

The District receives significant financial assistance from numerous federal, State and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds; however, in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District at June 30, 2014.

B. Litigation

The District is not involved in pending litigation that would have a material effect on the financial condition of the District.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 17 - SET-ASIDES

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

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

	<u>Capital Improvements</u>
Set-aside balance June 30, 2013	\$ -
Current year set-aside requirement	936,736
Current year offsets	<u>(1,951,250)</u>
Total	<u>\$ (1,014,514)</u>
Balance carried forward to fiscal year 2015	<u>\$ -</u>
Set-aside balance June 30, 2014	<u>\$ -</u>

NOTE 18 - CONTRACTUAL COMMITMENTS

The District had the following outstanding contractual commitments at fiscal year end:

<u>Vendor</u>	<u>Contract Amount</u>	<u>Amount Paid</u>	<u>Amount Outstanding</u>
Thomas & Marker Construction	\$ 2,354,281	\$ 23,293	\$ 2,330,988
CSI Construction Service	87,330	-	87,330
Total	<u>\$ 2,441,611</u>	<u>\$ 23,293</u>	<u>\$ 2,418,318</u>

NOTE 19 - OTHER COMMITMENTS

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

<u>Fund Type</u>	<u>Year-End Encumbrances</u>
General fund	\$ 1,274,565
Nonmajor governmental funds	<u>2,875,169</u>
Total	<u>\$ 4,149,734</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 20 - FUND BALANCE

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

Fund balance	General	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:			
Materials and supplies inventory	\$ -	\$ 19,756	\$ 19,756
Prepays	88,850	-	88,850
Scholarships	-	618,000	618,000
Total nonspendable	<u>88,850</u>	<u>637,756</u>	<u>726,606</u>
Restricted:			
Debt service	-	1,394,652	1,394,652
Capital improvements	-	6,713,466	6,713,466
Classroom facilities maintenance	-	1,933,884	1,933,884
Food service operations	-	249,495	249,495
Non-public schools	-	66,911	66,911
Special education	-	10,130	10,130
Targeted academic assistance	-	54,904	54,904
Vocational education	-	20,859	20,859
Other purposes	-	466,497	466,497
Extracurricular activities	-	336,677	336,677
Scholarships	-	55,277	55,277
Total restricted	<u>-</u>	<u>11,302,752</u>	<u>11,302,752</u>
Committed:			
Capital improvements	-	100,000	100,000
Total committed	<u>-</u>	<u>100,000</u>	<u>100,000</u>
Assigned:			
Student instruction	328,800	-	328,800
Student and staff support	1,022,886	-	1,022,886
Extracurricular activities	702	-	702
Facilities acquisition and construction	18,551	-	18,551
School supplies	298,461	-	298,461
Other purposes	476,577	-	476,577
Total assigned	<u>2,145,977</u>	<u>-</u>	<u>2,145,977</u>
Unassigned (deficit)	<u>9,814,605</u>	<u>(601)</u>	<u>9,814,004</u>
Total fund balances	<u>\$ 12,049,432</u>	<u>\$ 12,039,907</u>	<u>\$ 24,089,339</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 21 - FINDLAY DIGITAL ACADEMY

Findlay Digital Academy (the “Academy”) is a Conversion Community School established pursuant to Ohio Revised Code Chapter 3314, and sponsored by the Findlay City Schools (FCS) to serve ninth through twelfth grade students living in the Findlay City School District. The Academy’s mission is to enhance and facilitate student learning by combining state-of-the-art digital curriculum with access to local school resources to complement that instruction and prepare students to become lifelong learners and productive citizens.

A. Description of the Digital Academy

The Academy is an innovative program operated as a cooperative effort between the Digital Academy Board of Directors and the Findlay City School District (FCSD). The Academy was approved for operation under a contract with the Findlay City School District (the “Sponsor”) commencing on April 1, 2004 and expiring on June 30, 2008. Another contract was signed in June 2008 that went through June 30, 2013. In June 2013, the Academy approved the current contract with the Sponsor that begins July 1, 2013 and expires June 30, 2018. The Academy enrolled its first students in January 2005. The Sponsor is responsible for evaluating the performance of the Academy and has the authority to deny renewal of the contract at its expiration or terminate the contract prior to its expiration.

The Academy is governed by a seven-member Board of Directors plus the FCSD Superintendent who serves as the nonvoting board president. The majority of the Board is composed of public officials or public sector employees who have a professional interest in furthering the establishment of the Academy. The Board may also include one or more parents of enrolled students and community civic leaders. The FCSD Treasurer serves as a nonvoting ex officio member of the Board.

The Academy uses distance-learning technology to deliver instruction via computers to students, either in their homes or a group-learning environment such as a computer classroom at school. Although the Academy cannot exercise control over the home environments in which instruction will be received, it attempts to take reasonable steps to ensure compliance with health and safety standards deemed available to its students and within the Academy’s control.

The Academy has entered into a purchased services agreement contracts with the Tri-Rivers Educational Computer Association (TRECA) for technology and services. See Note 21K for detail on Academy’s purchased services agreement contract with TRECA.

B. Summary of Significant Accounting Policies

The financial statements of the Academy have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units and nonprofit organizations. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Academy’s significant accounting policies are described below.

Basis of Presentation: The Academy’s basic financial statements consist of a statement of net position; a statement of revenue, expenses, and changes in net position; and a statement of cash flows. Enterprise fund reporting focuses on the determination of the change in net position, financial position, and cash flows.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 21 - FINDLAY DIGITAL ACADEMY - (Continued)

Measurement Focus: Enterprise accounting uses a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities are included on the statement of net position. The statement of changes in net position presents increases (i.e. revenues) and decreases (i.e. expenses) in total net position. The statement of cash flows provides information about how the Academy finances and meets the cash flow needs of its enterprise activities.

Basis of Accounting: Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The Academy's financial statements are prepared using the accrual basis of accounting.

Non-exchange transactions, in which the Academy receives value without directly giving equal value in return, include grants, entitlements, and donations. 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 resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Academy must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Academy on a reimbursement basis.

Expenses are recognized at the time they are incurred.

Budgetary Process: Unlike other public schools located in the State of Ohio, community schools are not required to follow budgetary provisions set forth in the Ohio Revised Code Chapter 5705, unless specifically provided in the contract between the Academy and its sponsor. The contract between the Academy and its Sponsor does not prescribe a budgetary process for the Academy; therefore no budgetary information is presented in the financial statements.

Cash and Investments: To improve cash management, cash received by the Academy is pooled and reported as "cash and cash equivalents" or "investments". Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the Academy's records.

During fiscal year 2014, investments were limited to Federal Home Loan Bank (FHLB) bonds, Federal National Mortgage Association (FNMA) bonds, Federal Home Loan Mortgage Corporation (FHLMC) notes, negotiable certificates of deposit (negotiable CD's), and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio). Investments are reported at fair value which is based on quoted market prices.

The Academy has invested funds in STAR Ohio during fiscal year 2014. 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 shares price which is the price the investment could be sold for on June 30, 2014.

For presentation on the financial statements, investments with original maturities of three months or less at the time they are purchased by the Academy are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments. Investments are further classified on the statement of net position as either current or non-current. Current investments have a maturity date in the subsequent fiscal year while non-current investments have a maturity date beyond the subsequent fiscal year.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 21 - FINDLAY DIGITAL ACADEMY - (Continued)

At June 30, 2014, investments are reported at fair value. The fluctuation in the fair value of investments is reported as a component of interest revenue. From June 30, 2013 to June 30, 2014, the fair value of investments decreased \$36 and accrued interest receivable on investments decreased \$837. Interest revenue reported on the statement of revenue, expenses and changes in net position was \$18,584 while interest receipts reported on the statements of cash flows was \$19,457. Although the fair value of investments can fluctuate, it's the Academy's policy to hold investments till maturity.

An analysis of the Academy's deposits and investments at fiscal year-end is provided in Note 21D.

Prepaid Items: Payments made to vendors for services that will benefit periods beyond June 30, 2014, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expense is reported in the year in which services are consumed. The Academy had no prepaid items at June 30, 2014.

Capital Assets: Capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market value as of the date received. The Academy maintains a capitalization threshold of five hundred dollars. The Academy does not possess any infrastructure. Depreciation of furniture and equipment is computed using the straight-line method over an estimated useful life of five years.

Net Position: Net position represents the difference between assets and liabilities. The net position component "investment in capital assets," consists of capital assets, net of accumulated depreciation. The Academy had no outstanding balances of borrowings used for the acquisition, construction or improvement of its capital assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the Academy or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Academy applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Operating Revenues and Expenses: Operating revenues are those revenues that are generated directly from the primary activities. For the Academy, these revenues are primarily foundation payments from the State. Operating expenses are necessary costs which are incurred to provide the good or service that is the primary activity of the Academy. Revenues and expenses not meeting this definition are reported as non-operating.

Intergovernmental Revenues: The Academy currently participates in the State Foundation Program, the IDEA Part B grant and the Title I School Improvement grant. Revenue from the State Foundation Program is recognized as operating revenue in the accounting period in which all eligibility requirements have been met. Amounts awarded under State Foundation Program for fiscal year 2014 school year, excluding all other State and Federal grants, totaled \$1,050,259.

Revenues received from the remaining programs are recognized as non-operating revenues in the accompanying financial statements. Grants and entitlements are recognized as non-operating revenues in the accounting period in which all eligibility requirements have been met. State and Federal grants revenue for fiscal year 2014 was \$73,563.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 21 - FINDLAY DIGITAL ACADEMY - (Continued)

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

C. Changes in Accounting Policies

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

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

D. Deposits and Investments

The Academy's investment policy allows the Treasurer to invest in instruments authorized by Ohio Revised Code Chapter 135. The Academy had the following deposits and investments at year-end:

Deposits: At June 30, 2014, the carrying amount of the Academy's deposits was \$170,427. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of June 30, 2014, the Academy's entire bank balance of \$176,081 was covered by the Federal Deposit Insurance Corporation (FDIC).

Investments: At June 30, 2014, the Academy had the following investment and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>				
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>	<u>19 to 24 months</u>	<u>Greater than 24 months</u>
FHLB bonds	\$ 148,496	\$ -	\$ -	\$ -	\$ -	\$ 148,496
FNMA notes	148,632	-	-	-	-	148,632
FHLMC notes	175,136	-	-	-	-	175,136
Negotiable CD's	701,428	-	-	152,887	-	548,541
STAR Ohio	62,325	62,325	-	-	-	-
	<u>\$ 1,236,017</u>	<u>\$ 62,325</u>	<u>\$ -</u>	<u>\$ 152,887</u>	<u>\$ -</u>	<u>\$ 1,020,805</u>

The weighted average maturity of investments is 2.09 years. Investments in negotiable CD's and federal agency securities can be sold prior to maturity on the secondary market if immediate cash flow is needed.

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the investment policy, the Academy manages its exposure to declines in fair value of an investment.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 21 - FINDLAY DIGITAL ACADEMY - (Continued)

Credit Risk - The Academy's investments in federal agency securities were rated AA+ and Aaa by Standards & Poor's and Moody's Investor Services, respectively. The Academy's investment in STAR Ohio obtained an AAAM money market rating by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized rating agency. The negotiable certificates of deposit were fully covered by the FDIC. The Academy's investment policy does not specifically address credit risk beyond requiring the Academy to only invest in securities authorized by State statute.

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Academy will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The federal agency securities are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent. The Academy's investment policy does not specifically address custodial risk beyond the requirement in State statute.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Academy places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the Academy at June 30, 2014:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLB bond	\$ 148,496	12.01
FNMA notes	148,632	12.03
FHLMC notes	175,136	14.17
Negotiable CD's	701,428	56.75
STAR Ohio	<u>62,325</u>	<u>5.04</u>
Total	<u>\$ 1,236,017</u>	<u>100.00</u>

Reconciliation of Cash and Investments to the Statement of Net Position

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of June 30, 2014:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 170,427
Investments	<u>1,236,017</u>
Total	<u>\$ 1,406,444</u>
<u>Cash and investments per statement of net position</u>	
Cash and cash equivalents	\$ 232,752
Investments - noncurrent	<u>1,173,692</u>
Total	<u>\$ 1,406,444</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 21 - FINDLAY DIGITAL ACADEMY - (Continued)

E. Receivables

Receivables at June 30, 2014 consisted of accrued interest in the amounts of \$2,854. This receivable is expected to be collected in the subsequent year.

F. Capital Assets

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

	Balance 06/30/13	Additions	Reductions	Balance 06/30/14
<i>Capital assets, being depreciated:</i>				
Furniture and equipment	\$ 317,988	\$ 91,798	\$ (26,375)	\$ 383,411
Less: accumulated depreciation	<u>(136,814)</u>	<u>(67,376)</u>	<u>20,650</u>	<u>(183,540)</u>
Capital assets, net	<u>\$ 181,174</u>	<u>\$ 24,422</u>	<u>\$ (5,725)</u>	<u>\$ 199,871</u>

G. Risk Management

The Academy is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Academy is covered under the liability and property policies of the Findlay City School District.

Insurance coverage for the Academy follows:

Property:	\$ 189,960,647
General Liability:	
Per Occurrence	1,000,000
Aggregate	3,000,000
Educators Legal Liability	3,000,000

Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years and there has been no significant reduction in insurance coverage from the previous year.

H. Purchased Service Expenses

For fiscal year ended June 30, 2014, purchased services expenses were as follows:

Professional and technical services	\$ 872,338
Property services	52,480
Travel mileage/meeting expenses	15,057
Tuition and similar payments	<u>9,697</u>
Total	<u>\$ 949,572</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 21 - FINDLAY DIGITAL ACADEMY - (Continued)

I. Payments to Sponsor / Related Party Transaction

The Academy has entered into a Sponsorship Contract with the FCSD, its Sponsor, as described in Note 1. The Sponsorship Contract states that the FCSD may direct its Treasurer to serve as the Academy's fiscal officer. For fiscal year 2014, the Academy contracted its Treasurer functions from the Hancock County Educational Service Center. The Treasurer of the Academy performs the following functions for the Academy:

- A. Assumes responsibility for receipt, safekeeping and disbursement of all Academy funds;
- B. Directs and manages all financial accounting programs and systems; and,
- C. Completes and files all forms, reports, papers and other requirements as prescribed by the Auditor of State, Department of Education, or other state or local agencies.

In addition, the Sponsorship Contract states that the Academy shall secure the services of an Executive Director who shall be the chief operating officer of the Academy. This position is filled by the retired Secondary Curriculum Director of the Academy's Sponsor, the FCSD.

In addition to the Treasurer, the Academy contracts through the Hancock County Educational Service Center the services of the Academy Coordinator and the EMIS Coordinator.

The Sponsor contracts out all employees to the Academy, including the Teachers, except as mentioned above.

During the year ended June 30, 2014, the Academy incurred \$369,814 in expenses payable to its Sponsor, the FCSD, for:

Salaries and benefits	\$ 293,999
Fiscal services	12,156
Other (computers/rent/supplies)	10,586
Millstream Career Center	21,414
Sponsor fees	<u>31,659</u>
Total	<u>\$ 369,814</u>

J. Contingencies

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

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 21 - FINDLAY DIGITAL ACADEMY - (Continued)

State Funding: The Ohio Department of Education conducts reviews of enrollment data and full-time equivalency (FTE) calculations made by the schools. These reviews are conducted to ensure the schools are reporting accurate student enrollment data to the State, upon which State foundation funding is calculated. As a result of the review after fiscal year end, the Academy owes \$5,052 to the Ohio Department of Education. This amount is reflected as an intergovernmental payable on the basic financial statements.

The Academy is not party to legal proceedings that, in the opinion of management, would have a material effect on the financial statements.

K. Contract with Treca

The Academy entered into a contract on July 18, 2013, for fiscal year 2014, with TRECA. Under the contract, the following terms were agreed upon:

- TRECA shall provide the Academy with instructional, administrative, staff training, and technical services sufficient to substantially implement the Academy's educational plan and the Academy's assessment and accountability plan.
- All personnel providing services to the Academy on behalf of TRECA under the agreement shall be employees of TRECA and TRECA shall be solely responsible for all payroll functions, including retirement system contributions and all other legal withholding and/or payroll taxes, with respect to such personnel. All shall possess any certification or licensure which may be required by law.
- The technical services provided by TRECA to the Academy shall include access to, and the use of, computer software, computer hardware, networking hardware, network services, and the services of technical support personnel necessary to implement the plan of operation.
- The Academy shall secure the services of an Executive Director, who shall be the chief operating officer of the Academy, with primary responsibility for day-to-day operation of the Academy.
- Curricular services provided by TRECA shall be limited to the basic standardized curriculum developed by TRECA. Basic services do not include special education and related services.
- In exchange for the services and support (including equipment) provided by TRECA, the Academy shall pay to TRECA \$5,250 per full-time student enrolled in the Academy for the 2013-2014 school year. Part-time students may be enrolled on such terms as agreed to by the parties.
- In the case of students enrolled in the Academy who are Disabled or Suspected Disabled, as defined in the Exhibit entitled "TRECA Enhancement Services and Special Education Obligations of the Academy and TRECA," the Academy shall additionally pay to TRECA the fees and costs described in Section II of such exhibit.

For fiscal year 2014, \$256,152 was paid to TRECA. There were no payables to TRECA at June 30, 2014. \$15,898 was payable to TRECA at June 30, 2013. To obtain TRECA's audited June 30, 2014 financial statements please contact Scott Armstrong, Treasurer, at scott@treca.org.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

NOTE 21 - FINDLAY DIGITAL ACADEMY - (Continued)

L. Operating Lease

The Sponsor entered into a lease agreement on June 24, 2013 with TLB Corporate Center, LLC to lease office space located at the TLB Corporate Center at 1219 West Main Cross Street, Findlay, Ohio. The agreement is for three years, ending on September 30, 2016 and requiring a monthly lease payment of \$4,217. In accordance with the lease agreement, the Academy shall have use of leased space for office purposes only. The Academy makes payments related to the lease agreement directly to the TLB Corporate Center, LLC. Lease payments in fiscal year 2014 totaled \$37,953.

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COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

**FINDLAY CITY SCHOOL DISTRICT
COMBINING STATEMENTS - GOVERNMENTAL FUND DESCRIPTIONS**

MAJOR GOVERNMENTAL FUNDS

General Fund

The general fund accounts for and reports all financial resources not accounted for and reported in another fund. These general fund's activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities, student transportation and administration.

NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds

Special revenue funds are used to account for revenues from specific sources which are restricted, legally or otherwise, to expenditures for specific purposes. A description of the District's special revenue funds follows:

Food Service Fund Section 3313.81, Revised Code

A fund used to account for financial transactions related to food service operations.

Special Trust Fund Section 5705.09, Revised Code

A fund used to account for assets held by a school system in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

Other Grants Fund Sections 5705.09 and 5705.13, Revised Code

A fund used to account for the proceeds of specific revenue sources (except for state and federal grants) that are legally restricted to expenditures for specified purposes.

Classroom Facilities Maintenance Fund Section 3318.06, Revised Code

A fund used to account for the proceeds of a levy for the maintenance of facilities.

District Managed Activity Fund Section 3313.062, Revised Code

A fund used to account for those student activity programs which have student participation in the activity but do not have student management of the programs. This fund usually includes athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

Auxiliary Services Fund Current Budget Bill, appropriation line item 200-511

A fund used to account for receipts and expenditures incurred in providing services and materials to pupils attending non-public schools within the District.

Entry Year Programs Fund Section 3317.024(T) Revised Code

A fund used to account for implement of entry-year programs

Data Communication Fund Section 5705.09, Revised Code

A fund used to account for monies appropriated for the costs incurred in connecting schools to the Ohio Educational Computer Network.

SchoolNet Professional Development Fund State Line Item Appropriations 200-426

A fund used to account for a limited number of professional development subsidy grants

Ohio Reads Fund State Line Item Appropriations 200-566

A fund used to account for monies intended 1) to improve reading outcomes, especially on the fourth grade reading proficiency test and 2) for volunteer coordinators in public school buildings, for educational service centers for costs associated with volunteer coordination, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

**FINDLAY CITY SCHOOL DISTRICT
COMBINING STATEMENTS - GOVERNMENTAL FUND DESCRIPTIONS**

Nonmajor Special Revenue Funds - (Continued)

Vocational Education Enhancements Fund

State Line Item Appropriation GRF 200-545

A fund used to account for Vocational Education Enhancements that: 1) expand the number of students enrolled in tech prep programs; 2) enable students to develop career plans, to identify initial educational and career goals, and develop a career passport which provides a clear understanding of the student's knowledge, skills and credentials to present to future employers, universities, and other training institutes, and; 3) replace or update equipment essential for the instruction of students in job skills taught as part of a vocational program or programs approved for such instruction by the State Board of Education.

Miscellaneous State Grants Fund

Section 5705.12, Revised Code

A fund used to account for various monies received from State agencies not classified elsewhere.

Race to the Top Fund

CFDA #84.395A

To establish a new program or expand an existing program aligned to an approved scope of work. An approved scope of work must support Race to the Top initiatives in the areas of Standard and Assessments, Using Data to Improve Instruction, Great Teachers and Leaders, Turning Around the Lowest Achieving Schools.

IDEA Part B Grants Fund

Education of the Handicapped Act, PL 91-230
CFDA #84.027 & CFDA #84.391

A fund used to account for Federal monies which assist states in the identification of handicapped children, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Vocational Education Fund

Carl D. Perkins Vocational Education Act of 1984, PL 98-524
CFDA #84.048

A fund used to account for the provision of funds to boards of education, teacher training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including sex equity grants. Funds are administered by the Ohio Department of Education, Division of Vocational and Career Education.

Stimulus Title II D Fund

American Recovery and Reinvestment Act
CFDA #84.318

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

School Improvement Stimulus A Fund

American Recovery and Reinvestment Act
CFDA #84.010

To provide supplemental funding to economically disadvantaged districts and some of their eligible schools for improving educational outcomes for students who are failing or at risk of failing to meet State standards.

Limited English Proficiency Fund

CFDA #84.365

A fund to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

Title I Disadvantaged Children Fund

PL 97-35; Title I EESA 1965
CFDA #84.010 & CFDA #84.389

A fund used to account for monies which are to: 1) establish or improve programs designed to meet the special educational needs of children of migratory agricultural workers or migratory fisherman, and; 2) enable state education agencies to coordinate their state and local migrant education programs and projects with similar programs and projects in other states, including the transfer of school records and other information about children of migrant workers.

IDEA Preschool-Handicapped Fund

Education of the Handicapped Act Amendments,
PL 99-457. Catalog of Federal Domestic Assistance #84.173
& CFDA #84.392

A fund used to account for the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

**FINDLAY CITY SCHOOL DISTRICT
COMBINING STATEMENTS - GOVERNMENTAL FUND DESCRIPTIONS**

Nonmajor Special Revenue Funds - (Continued)

Improving Teacher Quality Fund

CFDA #84.340

A fund 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.

Miscellaneous Federal Grants Fund

Section 5705.12, Revised Code

A fund used to account for various monies received from the federal government directly or through state agencies which are not classified elsewhere.

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

Uniform School Supplies Fund

Section 3313.81, Revised Code

A fund used to account for the purchase and sale of school supplies for use in the District. Profits derived from such sales are used for school purposes or activities connected with the school.

Special Services Rotary Fund

Section 5705.12, Revised Code

A fund used to account for income and expenses made in connection with goods and services provided by the District. Activities using this fund tend to be curricular in nature.

Internal Services Rotary Fund

Section 5705.12, Revised Code

A fund provided to account for operations that provide goods or services to other governmental units on a cost-reimbursement basis. The use of the fund may be applied to situations where the district acts as fiscal agent for a multi-district program.

Public School Support Fund

Section 5705.12, Revised Code

A fund used to account for specific local revenue sources (i.e.: profits from vending machines, etc.), other than taxes or expendable trusts, that are restricted to expenditures for specified purposes approved by Board resolution. Such expenditures may include curricular and extra-curricular related purposes.

Special Enterprise Fund

Section 755.14, Revised Code

A fund used to account for the financial transactions related to before and after school childcare operations.

Special Trust General Fund

Section 5705.09, Revised Code

A fund used to account for assets for specific local revenue sources that are used for expenditures for specified purposes assigned by the District treasurer.

Management Information System Fund

Am. Sub. HB 111

A fund used to account for monies associated with the state-wide requirements of the Education Management Information System (EMIS).

Nonmajor Debt Service Fund

Bond Retirement Fund

Section 5705.09, Revised Code

The bond retirement fund is used to account for the retirement of serial bonds and short term loans. All revenues derived from general or special levies, either within or exceeding the statutory unvoted ten-mill limitation, which is levied for debt service on bonds or loans paid into this fund. Since the District maintains only one debt service fund, no combining statements are presented.

**FINDLAY CITY SCHOOL DISTRICT
COMBINING STATEMENTS - GOVERNMENTAL FUND DESCRIPTIONS**

Nonmajor Capital Projects Fund

Capital projects funds 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). A description of the District's capital projects fund follows:

Permanent Improvement Fund

Section 5705.10, Revised Code

A fund used to account for all transactions related to the acquisition or construction of such permanent improvements as are authorized by Chapter 5705 of the Revised Code.

Building Fund

Section 5705.09, Revised Code

This building fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities or and other capital assets.

Classroom Facilities Fund

Section 3318.080 and 3318.15, Revised Code

A fund provided to account for monies received and expended in connection with contracts entered into by the school district and the Ohio Department of Education for the building and equipping of classroom facilities.

Nonmajor Permanent Fund

Endowment Fund

Section 5705.09, Revised Code

The endowment fund is used to account for revenues which have been set aside as an investment for public school purposes. Interest revenue may be expended, but the principal must remain intact. The interest revenue is used to support scholarships. Since the District maintains only one permanent fund, no combining statements are presented.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:					
Equity in pooled cash and cash equivalents	\$ 3,331,775	\$ 845,491	\$ 6,882,144	\$ 673,277	\$ 11,732,687
Cash in segregated accounts	-	-	65,956	-	65,956
Receivables:					
Property taxes	-	2,968,674	1,764,745	-	4,733,419
Payment in lieu of taxes	-	10,724	6,354	-	17,078
Accounts	149	-	-	-	149
Intergovernmental	189,949	-	173,726	-	363,675
Accrued interest	-	-	2,777	-	2,777
Materials and supplies inventory	19,756	-	-	-	19,756
Total assets	\$ 3,541,629	\$ 3,824,889	\$ 8,895,702	\$ 673,277	\$ 16,935,497
Liabilities:					
Accounts payable	\$ 39,077	\$ -	\$ 8,664	\$ -	\$ 47,741
Contracts payable	-	-	385,295	-	385,295
Retainage payable	-	-	67,785	-	67,785
Accrued wages and benefits	235,802	-	-	-	235,802
Compensated absences payable	5,182	-	-	-	5,182
Pension obligation payable	90,648	-	-	-	90,648
Intergovernmental payable	8,557	-	-	-	8,557
Total liabilities	379,266	-	461,744	-	841,010
Deferred inflows of resources:					
Property taxes levied for the next fiscal year	-	2,291,805	1,362,142	-	3,653,947
Delinquent property tax revenue not available	-	127,708	75,928	-	203,636
Accrued interest not available	-	-	2,342	-	2,342
Intergovernmental revenue not available	3,851	-	173,726	-	177,577
Payment in lieu of taxes levied for the next fiscal year	-	10,724	6,354	-	17,078
Total deferred inflows of resources	3,851	2,430,237	1,620,492	-	4,054,580
Fund balances:					
Nonspendable:					
Materials and supplies inventory	19,756	-	-	-	19,756
Permanent fund	-	-	-	618,000	618,000
Restricted:					
Debt service	-	1,394,652	-	-	1,394,652
Capital improvements	-	-	6,713,466	-	6,713,466
Classroom facilities maintenance	1,933,884	-	-	-	1,933,884
Food service operations	249,495	-	-	-	249,495
Non-public schools	66,911	-	-	-	66,911
Special education	10,130	-	-	-	10,130
Targeted academic assistance	54,904	-	-	-	54,904
Vocational education	20,859	-	-	-	20,859
Other purposes	466,497	-	-	-	466,497
Extracurricular activities	336,677	-	-	-	336,677
Permanent fund	-	-	-	55,277	55,277
Committed:					
Capital improvements	-	-	100,000	-	100,000
Unassigned (deficit)	(601)	-	-	-	(601)
Total fund balances	3,158,512	1,394,652	6,813,466	673,277	12,039,907
Total liabilities, deferred inflows and fund balances	\$ 3,541,629	\$ 3,824,889	\$ 8,895,702	\$ 673,277	\$ 16,935,497

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
From local sources:					
Property taxes	\$ -	\$ 2,988,836	\$ 1,776,810	\$ -	\$ 4,765,646
Payment in lieu of taxes	-	13,894	8,235	-	22,129
Earnings on investments	7,450	-	74,283	6,803	88,536
Charges for services	528,281	-	-	-	528,281
Extracurricular	706,605	-	-	-	706,605
Rental income	380,100	-	-	-	380,100
Contributions and donations	373,582	-	1,200,000	-	1,573,582
Other local revenues	86,209	-	66,665	-	152,874
Intergovernmental - state	423,529	388,275	263,881	-	1,075,685
Intergovernmental - federal	4,603,603	822,311	100,000	-	5,525,914
Decrease in fair market value of investments	-	-	(20,941)	-	(20,941)
Total revenues	7,109,359	4,213,316	3,468,933	6,803	14,798,411
Expenditures:					
Current:					
Instruction:					
Regular	325,225	-	705,545	24,338	1,055,108
Special	2,270,177	-	-	-	2,270,177
Vocational	79,329	-	-	-	79,329
Other	155,733	-	-	-	155,733
Support services:					
Pupil	249,284	-	-	-	249,284
Instructional staff	313,960	-	-	-	313,960
Administration	11,128	-	-	-	11,128
Business	-	-	338,924	-	338,924
Operations and maintenance	338,268	-	244,736	-	583,004
Pupil transportation	20,500	-	469,662	-	490,162
Central	-	-	29,760	-	29,760
Operation of non-instructional services:					
Other non-instructional services	391,863	-	-	-	391,863
Food service operations	1,638,844	-	-	-	1,638,844
Extracurricular activities	743,041	-	14,320	-	757,361
Facilities acquisition and construction	-	-	3,489,851	-	3,489,851
Debt service:					
Principal retirement	-	1,205,000	-	-	1,205,000
Interest and fiscal charges	-	2,839,628	-	-	2,839,628
Total expenditures	6,537,352	4,044,628	5,292,798	24,338	15,899,116
Excess of expenditures over revenues	572,007	168,688	(1,823,865)	(17,535)	(1,100,705)
Other financing sources (uses):					
Transfers in	22,574	-	-	-	22,574
Transfers out	-	-	(22,574)	-	(22,574)
Total other financing sources (uses)	22,574	-	(22,574)	-	-
Net change in fund balances	594,581	168,688	(1,846,439)	(17,535)	(1,100,705)
Fund balances at beginning of year	2,562,232	1,225,964	8,659,905	690,812	13,138,913
Increase in reserve for inventory	1,699	-	-	-	1,699
Fund balances at end of year	\$ 3,158,512	\$ 1,394,652	\$ 6,813,466	\$ 673,277	\$ 12,039,907

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014

	<u>Food Service</u>	<u>Special Trust</u>	<u>Other Grants</u>	<u>Classroom Facilities Maintenance</u>
Assets:				
Equity in pooled cash and cash equivalents.	\$ 297,295	\$ 305,646	\$ 123,243	\$ 1,939,983
Receivables:				
Accounts.	83	66	-	-
Intergovernmental	-	-	-	-
Materials and supplies inventory	19,756	-	-	-
Total assets.	<u>\$ 317,134</u>	<u>\$ 305,712</u>	<u>\$ 123,243</u>	<u>\$ 1,939,983</u>
Liabilities:				
Accounts payable.	\$ 446	\$ 4,382	\$ -	\$ 6,099
Accrued wages and benefits	10,110	-	-	-
Compensated absences payable	1,154	-	-	-
Pension obligation payable.	34,920	-	686	-
Intergovernmental payable	1,253	-	77	-
Total liabilities.	<u>47,883</u>	<u>4,382</u>	<u>763</u>	<u>6,099</u>
Deferred inflows of resources:				
Intergovernmental revenue not available	-	-	-	-
Fund balances:				
Nonspendable:				
Materials and supplies inventory.	19,756	-	-	-
Restricted:				
Classroom facilities maintenance.	-	-	-	1,933,884
Food service operations.	249,495	-	-	-
Non-public schools.	-	-	-	-
Special education.	-	-	-	-
Targeted academic assistance	-	-	-	-
Vocational education	-	-	-	-
Other purposes	-	301,330	122,480	-
Extracurricular.	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances (deficit).	<u>269,251</u>	<u>301,330</u>	<u>122,480</u>	<u>1,933,884</u>
Total liabilities, deferred inflows and fund balances.	<u>\$ 317,134</u>	<u>\$ 305,712</u>	<u>\$ 123,243</u>	<u>\$ 1,939,983</u>

District Managed Activity	Auxillary Services	Vocational Education Enhancements	Miscellaneous State Grants	Race To The Top	IDEA Part B Grants
\$ 341,490	\$ 79,965	\$ 4	\$ 23,634	\$ 20,109	\$ 146,051
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 341,490</u>	<u>\$ 79,965</u>	<u>\$ 4</u>	<u>\$ 23,634</u>	<u>\$ 20,109</u>	<u>\$ 146,051</u>
\$ 4,209	\$ 1,575	\$ -	\$ -	\$ -	\$ 996
-	8,934	-	-	578	98,381
-	-	-	-	-	4,028
548	2,283	-	999	602	29,382
56	262	-	36	75	3,134
<u>4,813</u>	<u>13,054</u>	<u>-</u>	<u>1,035</u>	<u>1,255</u>	<u>135,921</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	66,911	-	-	-	-
-	-	-	-	-	10,130
-	-	-	-	-	-
-	-	-	-	-	-
-	-	4	22,599	18,854	-
336,677	-	-	-	-	-
-	-	-	-	-	-
<u>336,677</u>	<u>66,911</u>	<u>4</u>	<u>22,599</u>	<u>18,854</u>	<u>10,130</u>
<u>\$ 341,490</u>	<u>\$ 79,965</u>	<u>\$ 4</u>	<u>\$ 23,634</u>	<u>\$ 20,109</u>	<u>\$ 146,051</u>

(continued)

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014

	<u>Vocational Education</u>	<u>School Improvement Stimulus A</u>	<u>Limited English Proficiency</u>	<u>Title I Disadvantaged Children</u>
Assets:				
Equity in pooled cash and cash equivalents.	\$ 18,409	\$ -	\$ 1,230	\$ 34,716
Receivables:				
Accounts.	-	-	-	-
Intergovernmental	16,036	-	-	173,913
Materials and supplies inventory	-	-	-	-
Total assets.	<u>\$ 34,445</u>	<u>\$ -</u>	<u>\$ 1,230</u>	<u>\$ 208,629</u>
Liabilities:				
Accounts payable.	\$ -	\$ -	\$ -	\$ 21,370
Accrued wages and benefits	10,616	-	-	107,183
Compensated absences payable	-	-	-	-
Pension obligation payable.	2,646	284	-	18,298
Intergovernmental payable	324	-	-	3,023
Total liabilities.	<u>13,586</u>	<u>284</u>	<u>-</u>	<u>149,874</u>
Deferred inflows of resources:				
Intergovernmental revenue not available	-	-	-	3,851
Fund balances:				
Nonspendable:				
Materials and supplies inventory.	-	-	-	-
Restricted:				
Classroom facilities maintenance.	-	-	-	-
Food service operations.	-	-	-	-
Non-public schools.	-	-	-	-
Special education.	-	-	-	-
Targeted academic assistance	-	-	-	54,904
Vocational education	20,859	-	-	-
Other purposes	-	-	1,230	-
Extracurricular.	-	-	-	-
Unassigned (deficit)	-	(284)	-	-
Total fund balances (deficit).	<u>20,859</u>	<u>(284)</u>	<u>1,230</u>	<u>54,904</u>
Total liabilities, deferred inflows and fund balances.	<u>\$ 34,445</u>	<u>\$ -</u>	<u>\$ 1,230</u>	<u>\$ 208,629</u>

Improving Teacher Quality	Total Nonmajor Special Revenue Funds
\$ -	\$ 3,331,775
-	149
-	189,949
-	19,756
<u>\$ -</u>	<u>\$ 3,541,629</u>
\$ -	\$ 39,077
-	235,802
-	5,182
-	90,648
317	8,557
<u>317</u>	<u>379,266</u>
-	3,851
-	19,756
-	1,933,884
-	249,495
-	66,911
-	10,130
-	54,904
-	20,859
-	466,497
-	336,677
(317)	(601)
<u>(317)</u>	<u>3,158,512</u>
<u>\$ -</u>	<u>\$ 3,541,629</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Food Service</u>	<u>Special Trust</u>	<u>Other Grants</u>	<u>Classroom Facilities Maintenance</u>
Revenues:				
From local sources:				
Earnings on investments	\$ 1,954	\$ 1,461	\$ -	\$ -
Charges for services	528,281	-	-	-
Extracurricular	-	-	-	-
Rental income	-	-	-	380,100
Contributions and donations	-	292,957	77,203	-
Other local revenues	-	4,185	35,000	-
Intergovernmental - state	19,784	-	-	-
Intergovernmental - federal	1,092,948	-	-	-
Total revenues	<u>1,642,967</u>	<u>298,603</u>	<u>112,203</u>	<u>380,100</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	1,000	27,496	-
Special	-	-	-	-
Vocational	-	1,500	893	-
Other	-	-	36,404	-
Support services:				
Pupil	-	-	-	-
Instructional staff	-	-	-	-
Administration	-	-	-	-
Operations and maintenance	-	202,244	-	136,024
Pupil transportation	-	-	-	-
Operation of non-instructional services:				
Other non-instructional services	-	-	-	-
Food service operations	1,638,844	-	-	-
Extracurricular activities	-	-	-	-
Total expenditures	<u>1,638,844</u>	<u>204,744</u>	<u>64,793</u>	<u>136,024</u>
Excess of revenues over (under) expenditures	<u>4,123</u>	<u>93,859</u>	<u>47,410</u>	<u>244,076</u>
Other financing sources:				
Transfers in	-	-	-	22,574
Net change in fund balances	4,123	93,859	47,410	266,650
Fund balances (deficit) at beginning of year . . .	263,429	207,471	75,070	1,667,234
Increase in reserve for inventory	1,699	-	-	-
Fund balances (deficit) at end of year	<u>\$ 269,251</u>	<u>\$ 301,330</u>	<u>\$ 122,480</u>	<u>\$ 1,933,884</u>

District Managed	Auxiliary Services	Data Communication	Vocational Education Enhancements	Miscellaneous State Grants	Race To The Top
\$ 3,301	\$ 734	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
706,605	-	-	-	-	-
-	-	-	-	-	-
3,422	-	-	-	-	-
47,024	-	-	-	-	-
-	357,145	21,600	-	25,000	-
-	-	-	-	-	141,125
<u>760,352</u>	<u>357,879</u>	<u>21,600</u>	<u>-</u>	<u>25,000</u>	<u>141,125</u>
-	-	21,600	-	-	56,135
-	-	-	-	-	-
-	-	-	-	4,799	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	25,936	66,560
-	-	-	-	-	-
-	-	-	-	-	-
20,500	-	-	-	-	-
-	310,450	-	-	-	-
-	-	-	-	-	-
743,041	-	-	-	-	-
<u>763,541</u>	<u>310,450</u>	<u>21,600</u>	<u>-</u>	<u>30,735</u>	<u>122,695</u>
<u>(3,189)</u>	<u>47,429</u>	<u>-</u>	<u>-</u>	<u>(5,735)</u>	<u>18,430</u>
-	-	-	-	-	-
(3,189)	47,429	-	-	(5,735)	18,430
339,866	19,482	-	4	28,334	424
-	-	-	-	-	-
<u>\$ 336,677</u>	<u>\$ 66,911</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 22,599</u>	<u>\$ 18,854</u>

(continued)

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	IDEA Part B Grants	Vocational Education	School Improvement Stimulus A	Limited English Proficiency
Revenues:				
From local sources:				
Earnings on investments	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Extracurricular	-	-	-	-
Rental income	-	-	-	-
Contributions and donations	-	-	-	-
Other local revenues	-	-	-	-
Intergovernmental - state	-	-	-	-
Intergovernmental - federal	1,442,843	196,980	12,754	23,528
Total revenues	<u>1,442,843</u>	<u>196,980</u>	<u>12,754</u>	<u>23,528</u>
Expenditures:				
Current:				
Instruction:				
Regular	9,261	-	7,155	21,409
Special	1,063,755	-	(4,483)	-
Vocational	-	72,137	-	-
Other	-	-	-	-
Support services:				
Pupil	141,925	107,359	-	-
Instructional staff	137,234	-	17,440	857
Administration	-	10,428	-	-
Operations and maintenance	-	-	-	-
Pupil transportation	-	-	-	-
Operation of non-instructional services:				
Other non-instructional services	37,297	-	-	-
Food service operations	-	-	-	-
Extracurricular activities	-	-	-	-
Total expenditures	<u>1,389,472</u>	<u>189,924</u>	<u>20,112</u>	<u>22,266</u>
Excess of revenues over (under) expenditures	<u>53,371</u>	<u>7,056</u>	<u>(7,358)</u>	<u>1,262</u>
Other financing sources:				
Transfers in	-	-	-	-
Net change in fund balances	53,371	7,056	(7,358)	1,262
Fund balances (deficit) at beginning of year . . .	(43,241)	13,803	7,074	(32)
Increase in reserve for inventory	-	-	-	-
Fund balances (deficit) at end of year	<u>\$ 10,130</u>	<u>\$ 20,859</u>	<u>\$ (284)</u>	<u>\$ 1,230</u>

(continued)

Title I Disadvantaged Children	IDEA Preschool- Handicapped	Improving Teacher Quality	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ 7,450
-	-	-	528,281
-	-	-	706,605
-	-	-	380,100
-	-	-	373,582
-	-	-	86,209
-	-	-	423,529
1,455,287	18,524	219,614	4,603,603
<u>1,455,287</u>	<u>18,524</u>	<u>219,614</u>	<u>7,109,359</u>
1,750	21	179,398	325,225
1,192,349	18,556	-	2,270,177
-	-	-	79,329
119,329	-	-	155,733
-	-	-	249,284
65,708	225	-	313,960
700	-	-	11,128
-	-	-	338,268
-	-	-	20,500
44,116	-	-	391,863
-	-	-	1,638,844
-	-	-	743,041
<u>1,423,952</u>	<u>18,802</u>	<u>179,398</u>	<u>6,537,352</u>
<u>31,335</u>	<u>(278)</u>	<u>40,216</u>	<u>572,007</u>
-	-	-	22,574
31,335	(278)	40,216	594,581
23,569	278	(40,533)	2,562,232
-	-	-	1,699
<u>\$ 54,904</u>	<u>\$ -</u>	<u>\$ (317)</u>	<u>\$ 3,158,512</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Food Service Fund</u>				
Total Revenues and Other Financing Sources	\$ 2,100,000	\$ 2,100,000	\$ 1,618,403	\$ (481,597)
Total Expenditures and Other Financing Uses	2,204,871	2,204,871	1,687,212	517,659
Net Change in Fund Balance	(104,871)	(104,871)	(68,809)	36,062
Fund Balance, July 1	174,521	174,521	174,521	-
Prior Year Encumbrances Appropriated	104,871	104,871	104,871	-
Fund Balance, June 30	<u>\$ 174,521</u>	<u>\$ 174,521</u>	<u>\$ 210,583</u>	<u>\$ 36,062</u>
<u>Special Trust Fund - Special Revenue</u>				
Total Revenues and Other Financing Sources	\$ 262,000	\$ 262,000	\$ 298,664	\$ 36,664
Total Expenditures and Other Financing Uses	713,534	713,534	354,811	358,723
Net Change in Fund Balance	(451,534)	(451,534)	(56,147)	395,387
Fund Balance, July 1	100,071	100,071	100,071	-
Prior Year Encumbrances Appropriated	155,767	155,767	155,767	-
Fund Balance (deficit), June 30	<u>\$ (195,696)</u>	<u>\$ (195,696)</u>	<u>\$ 199,691</u>	<u>\$ 395,387</u>
<u>Other Grants Fund</u>				
Total Revenues and Other Financing Sources	\$ 90,000	\$ 90,000	\$ 112,203	\$ 22,203
Total Expenditures and Other Financing Uses	100,465	100,465	67,114	33,351
Net Change in Fund Balance	(10,465)	(10,465)	45,089	55,554
Fund Balance, July 1	73,938	73,938	73,938	-
Prior Year Encumbrances Appropriated	1,465	1,465	1,465	-
Fund Balance, June 30	<u>\$ 64,938</u>	<u>\$ 64,938</u>	<u>\$ 120,492</u>	<u>\$ 55,554</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Classroom Facilities Maintenance Fund</u>				
Total Revenues and Other Financing Sources	\$ 414,021	\$ 414,021	\$ 402,674	\$ (11,347)
Total Expenditures and Other Financing Uses	399,000	399,000	165,017	233,983
Net Change in Fund Balance	15,021	15,021	237,657	222,636
Fund Balance, July 1	1,667,234	1,667,234	1,667,234	-
Fund Balance, June 30	<u>\$ 1,682,255</u>	<u>\$ 1,682,255</u>	<u>\$ 1,904,891</u>	<u>\$ 222,636</u>
<u>District Managed Activity Fund</u>				
Total Revenues and Other Financing Sources	\$ 625,000	\$ 625,000	\$ 765,350	\$ 140,350
Total Expenditures and Other Financing Uses	677,313	877,313	837,503	39,810
Net Change in Fund Balance	(52,313)	(252,313)	(72,153)	180,160
Fund Balance, July 1	276,080	276,080	276,080	-
Prior Year Encumbrances Appropriated	77,313	77,313	77,313	-
Fund Balance, June 30	<u>\$ 301,080</u>	<u>\$ 101,080</u>	<u>\$ 281,240</u>	<u>\$ 180,160</u>
<u>Auxiliary Services Fund</u>				
Total Revenues and Other Financing Sources	\$ 350,000	\$ 350,000	\$ 358,524	\$ 8,524
Total Expenditures and Other Financing Uses	372,798	372,798	328,155	44,643
Net Change in Fund Balance	(22,798)	(22,798)	30,369	53,167
Fund Balance, July 1	(44,153)	(44,153)	(44,153)	-
Prior Year Encumbrances Appropriated	22,798	22,798	22,798	-
Fund Balance (deficit), June 30	<u>\$ (44,153)</u>	<u>\$ (44,153)</u>	<u>\$ 9,014</u>	<u>\$ 53,167</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Entry Year Programs Fund</u>				
Total Revenues and Other Financing Sources	\$ 5,000	\$ 5,000	\$ -	\$ (5,000)
Total Expenditures and Other Financing Uses	-	-	-	-
Net Change in Fund Balance	5,000	5,000	-	(5,000)
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	<u>\$ 5,000</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ (5,000)</u>
<u>Data Communication Fund</u>				
Total Revenues and Other Sources	\$ 30,000	\$ 30,000	\$ 21,600	\$ (8,400)
Total Expenditures and Other Uses	30,000	30,000	21,600	8,400
Net Change in Fund Balances	-	-	-	-
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>School Net Professional Development Fund</u>				
Total Revenues and Other Financing Sources	\$ 9,000	\$ 9,000	\$ -	\$ (9,000)
Total Expenditures and Other Financing Uses	1,000	1,000	-	1,000
Net Change in Fund Balance	8,000	8,000	-	(8,000)
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	<u>\$ 8,000</u>	<u>\$ 8,000</u>	<u>\$ -</u>	<u>\$ (8,000)</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Ohio Reads Fund</u>				
Total Revenues and Other Financing Sources	\$ 18,000	\$ 18,000	\$ -	\$ (18,000)
Total Expenditures and Other Financing Uses	<u>18,000</u>	<u>18,000</u>	<u>-</u>	<u>18,000</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Vocational Education Enhancements Fund</u>				
Fund Balance, July 1	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ -</u>
Fund Balance, June 30	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ -</u>
<u>Miscellaneous State Grants Fund</u>				
Total Revenues and Other Financing Sources	\$ 120,000	\$ 120,000	\$ 25,000	\$ (95,000)
Total Expenditures and Other Financing Uses	<u>99,000</u>	<u>99,000</u>	<u>30,150</u>	<u>68,850</u>
Net Change in Fund Balance	21,000	21,000	(5,150)	(26,150)
Fund Balance, July 1	<u>28,784</u>	<u>28,784</u>	<u>28,784</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 49,784</u>	<u>\$ 49,784</u>	<u>\$ 23,634</u>	<u>\$ (26,150)</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Race To The Top Fund</u>				
Total Revenues and Other Financing Sources	\$ 280,000	\$ 280,000	\$ 143,412	\$ (136,588)
Total Expenditures and Other Financing Uses	280,919	280,919	131,056	149,863
Net Change in Fund Balance	(919)	(919)	12,356	13,275
Fund Balance, July 1	53	53	53	-
Prior Year Encumbrances Appropriated	919	919	919	-
Fund Balance, June 30	<u>\$ 53</u>	<u>\$ 53</u>	<u>\$ 13,328</u>	<u>\$ 13,275</u>
<u>IDEA Part B Grants Fund</u>				
Total Revenues and Other Financing Sources	\$ 1,500,000	\$ 1,500,000	\$ 1,467,843	\$ (32,157)
Total Expenditures and Other Financing Uses	1,525,191	1,525,191	1,402,111	123,080
Net Change in Fund Balance	(25,191)	(25,191)	65,732	90,923
Fund Balance, July 1	29,119	29,119	29,119	-
Prior Year Encumbrances Appropriated	25,191	25,191	25,191	-
Fund Balance, June 30	<u>\$ 29,119</u>	<u>\$ 29,119</u>	<u>\$ 120,042</u>	<u>\$ 90,923</u>
<u>Vocational Education Fund</u>				
Total Revenues and Other Financing Sources	\$ 204,000	\$ 204,000	\$ 183,798	\$ (20,202)
Total Expenditures and Other Financing Uses	214,919	214,919	194,118	20,801
Net Change in Fund Balance	(10,919)	(10,919)	(10,320)	599
Fund Balance, July 1	(3,062)	(3,062)	(3,062)	-
Prior Year Encumbrances Appropriated	14,919	14,919	14,919	-
Fund Balance (deficit), June 30	<u>\$ 938</u>	<u>\$ 938</u>	<u>\$ 1,537</u>	<u>\$ 599</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Stimulus Title II D Fund</u>				
Total Revenues and Other Financing Sources	\$ 10,000	\$ 10,000	\$ -	\$ (10,000)
Total Expenditures and Other Financing Uses	10,000	10,000	-	10,000
Net Change in Fund Balance	-	-	-	-
Fund Balance (deficit), July 1	-	-	-	-
Prior Year Encumbrances Appropriated	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>School Improvement Stimulus A Fund</u>				
Total Revenues and Other Financing Sources	\$ 108,000	\$ 108,000	\$ 35,951	\$ (72,049)
Total Expenditures and Other Financing Uses	61,075	61,075	39,070	22,005
Net Change in Fund Balance	46,925	46,925	(3,119)	(50,044)
Fund Balance (deficit), July 1	(8,956)	(8,956)	(8,956)	-
Prior Year Encumbrances Appropriated	12,075	12,075	12,075	-
Fund Balance (deficit), June 30	<u>\$ 50,044</u>	<u>\$ 50,044</u>	<u>\$ -</u>	<u>\$ (50,044)</u>
<u>Limited English Proficiency Fund</u>				
Total Revenues and Other Financing Sources	\$ 19,000	\$ 22,500	\$ 23,528	\$ 1,028
Total Expenditures and Other Financing Uses	19,000	22,500	22,298	202
Net Change in Fund Balance	-	-	1,230	1,230
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,230</u>	<u>\$ 1,230</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Title I Disadvantaged Children Fund</u>				
Total Revenues and Other Financing Sources	\$ 1,250,000	\$ 1,550,000	\$ 1,392,556	\$ (157,444)
Total Expenditures and Other Financing Uses	1,547,708	1,572,708	1,519,796	52,912
Net Change in Fund Balance	(297,708)	(22,708)	(127,240)	(104,532)
Fund Balance, July 1	(34,287)	(34,287)	(34,287)	-
Prior Year Encumbrances Appropriated	57,708	57,708	57,708	-
Fund Balance (deficit), June 30	<u>\$ (274,287)</u>	<u>\$ 713</u>	<u>\$ (103,819)</u>	<u>\$ (104,532)</u>
<u>IDEA Preschool-Handicapped Fund</u>				
Total Revenues and Other Financing Sources	\$ 21,000	\$ 21,000	\$ 18,524	\$ (2,476)
Total Expenditures and Other Financing Uses	21,000	21,000	18,781	2,219
Net Change in Fund Balance	-	-	(257)	(257)
Fund Balance, July 1	257	257	257	-
Fund Balance, June 30	<u>\$ 257</u>	<u>\$ 257</u>	<u>\$ -</u>	<u>\$ (257)</u>
<u>Improving Teacher Quality Fund</u>				
Total Revenues and Other Sources	\$ 270,000	\$ 270,000	\$ 219,614	\$ (50,386)
Total Expenditures and Other Uses	270,000	270,000	219,614	50,386
Net Change in Fund Balances	-	-	-	-
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Miscellaneous Federal Grant Fund</u>				
Total Revenues and Other Sources	\$ 29,000	\$ 29,000	\$ -	\$ (29,000)
Total Expenditures and Other Uses	29,000	29,000	-	29,000
Net Change in Fund Balances	-	-	-	-
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Uniform School Supplies Fund</u>				
Total Revenues and Other Financing Sources	\$ 300,000	\$ 300,000	\$ 377,537	\$ 77,537
Total Expenditures and Other Financing Uses	373,122	373,122	323,303	49,819
Net Change in Fund Balance	(73,122)	(73,122)	54,234	127,356
Fund Balance, July 1	200,288	200,288	200,288	-
Prior Year Encumbrances Appropriated	23,122	23,122	23,122	-
Fund Balance, June 30	<u>\$ 150,288</u>	<u>\$ 150,288</u>	<u>\$ 277,644</u>	<u>\$ 127,356</u>
<u>Special Services Rotary Fund</u>				
Total Revenues and Other Financing Sources	\$ 60,000	\$ 60,000	\$ 60,645	\$ 645
Total Expenditures and Other Financing Uses	72,906	72,906	54,555	18,351
Net Change in Fund Balance	(12,906)	(12,906)	6,090	18,996
Fund Balance, July 1	45,597	45,597	45,597	-
Prior Year Encumbrances Appropriated	2,906	2,906	2,906	-
Fund Balance, June 30	<u>\$ 35,597</u>	<u>\$ 35,597</u>	<u>\$ 54,593</u>	<u>\$ 18,996</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Internal Services Rotary Fund</u>				
Total Revenues and Other Financing Sources	\$ 1,000,000	\$ 1,000,000	\$ 661,376	\$ (338,624)
Total Expenditures and Other Financing Uses	1,007,731	1,007,731	549,107	458,624
Net Change in Fund Balance	(7,731)	(7,731)	112,269	120,000
Fund Balance, July 1	256,379	256,379	256,379	-
Prior Year Encumbrances Appropriated	8,731	8,731	8,731	-
Fund Balance, June 30	<u>\$ 257,379</u>	<u>\$ 257,379</u>	<u>\$ 377,379</u>	<u>\$ 120,000</u>
<u>Public School Support Fund</u>				
Total Revenues and Other Financing Sources	\$ 80,000	\$ 80,000	\$ 138,214	\$ 58,214
Total Expenditures and Other Financing Uses	102,099	142,099	133,289	8,810
Net Change in Fund Balance	(22,099)	(62,099)	4,925	67,024
Fund Balance, July 1	114,763	114,763	114,763	-
Prior Year Encumbrances Appropriated	2,099	2,099	2,099	-
Fund Balance, June 30	<u>\$ 94,763</u>	<u>\$ 54,763</u>	<u>\$ 121,787</u>	<u>\$ 67,024</u>
<u>Special Enterprise Fund</u>				
Total Revenues and Other Financing Sources	\$ 170,000	\$ 170,000	\$ 182,737	\$ 12,737
Total Expenditures and Other Financing Uses	150,000	150,000	149,535	465
Net Change in Fund Balance	20,000	20,000	33,202	13,202
Fund Balance, July 1	49,375	49,375	49,375	-
Fund Balance, June 30	<u>\$ 69,375</u>	<u>\$ 69,375</u>	<u>\$ 82,577</u>	<u>\$ 13,202</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Special Trust General Fund</u>				
Total Revenues and Other Financing Sources	\$ 18,500	\$ 18,500	\$ 25,477	\$ 6,977
Total Expenditures and Other Financing Uses	38,817	38,817	33,114	5,703
Net Change in Fund Balance	(20,317)	(20,317)	(7,637)	12,680
Fund Balance, July 1	60,133	60,133	60,133	-
Prior Year Encumbrances Appropriated	5,137	5,137	5,137	-
Fund Balance, June 30	<u>\$ 44,953</u>	<u>\$ 44,953</u>	<u>\$ 57,633</u>	<u>\$ 12,680</u>
<u>Management Information System Fund</u>				
Total Revenues and Other Financing Sources	\$ 86,000	\$ 86,000	\$ 75,000	\$ (11,000)
Total Expenditures and Other Financing Uses	95,190	95,190	83,803	11,387
Net Change in Fund Balance	(9,190)	(9,190)	(8,803)	387
Fund Balance, July 1	11,958	11,958	11,958	-
Prior Year Encumbrances Appropriated	190	190	190	-
Fund Balance, June 30	<u>\$ 2,958</u>	<u>\$ 2,958</u>	<u>\$ 3,345</u>	<u>\$ 387</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Bond Retirement Fund</u>				
Total Revenues and Other Financing Sources	\$ 4,156,935	\$ 4,152,972	\$ 4,117,155	\$ (35,817)
Total Expenditures and Other Financing Uses	4,044,628	4,044,628	4,044,628	-
Net Change in Fund Balance	112,307	108,344	72,527	(35,817)
Fund Balance, July 1	772,964	772,964	772,964	-
Fund Balance, June 30	<u>\$ 885,271</u>	<u>\$ 881,308</u>	<u>\$ 845,491</u>	<u>\$ (35,817)</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2014

	Permanent Improvement Fund	Building Fund	Classroom Facilities Fund	Total Nonmajor Capital Project Funds
Assets:				
Equity in pooled cash and cash equivalents	\$ 3,340,268	\$ 391,860	\$ 3,150,016	\$ 6,882,144
Cash in segregated accounts	-	7,297	58,659	65,956
Receivables:				
Taxes	1,764,745	-	-	1,764,745
Payment in lieu of taxes	6,354	-	-	6,354
Intergovernmental	-	-	173,726	173,726
Accrued interest	-	307	2,470	2,777
Total assets	<u>\$ 5,111,367</u>	<u>\$ 399,464</u>	<u>\$ 3,384,871</u>	<u>\$ 8,895,702</u>
Liabilities:				
Accounts payable	\$ 4,483	\$ 4,181	\$ -	\$ 8,664
Contracts payable	385,295	-	-	385,295
Retainage payable	-	7,499	60,286	67,785
Total liabilities	<u>389,778</u>	<u>11,680</u>	<u>60,286</u>	<u>461,744</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	1,362,142	-	-	1,362,142
Delinquent property tax revenue not available	75,928	-	-	75,928
Accrued interest not available	-	259	2,083	2,342
Intergovernmental revenue not available	-	-	173,726	173,726
Payment in lieu of taxes levied for the next fiscal year	6,354	-	-	6,354
Total deferred inflows of resources	<u>1,444,424</u>	<u>259</u>	<u>175,809</u>	<u>1,620,492</u>
Fund balances:				
Restricted:				
Capital improvements	3,177,165	387,525	3,148,776	6,713,466
Committed:				
Capital improvements	100,000	-	-	100,000
Total fund balances	<u>3,277,165</u>	<u>387,525</u>	<u>3,148,776</u>	<u>6,813,466</u>
Total liabilities, deferred inflows and fund balances. . .	<u>\$ 5,111,367</u>	<u>\$ 399,464</u>	<u>\$ 3,384,871</u>	<u>\$ 8,895,702</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECT FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Permanent Improvement Fund	Building Fund	Classroom Facilities Fund	Total Nonmajor Capital Project Funds
Revenues:				
From local sources:				
Property taxes	\$ 1,776,810	\$ -	\$ -	\$ 1,776,810
Payment in lieu of taxes	8,235	-	-	8,235
Earnings on investments	28,828	5,911	39,544	74,283
Contributions and donations	1,200,000	-	-	1,200,000
Other local revenues	66,665	-	-	66,665
Intergovernmental - state	231,115	-	32,766	263,881
Intergovernmental - federal	100,000	-	-	100,000
Decrease in fair market value of investments	-	2,463	(23,404)	(20,941)
Total revenues	3,411,653	8,374	48,906	3,468,933
Expenditures:				
Current:				
Instruction:				
Regular	624,545	81,000	-	705,545
Support services:				
Business	82,153	55,088	201,683	338,924
Operations and maintenance	148,959	69,657	26,120	244,736
Pupil transportation	469,662	-	-	469,662
Central	-	29,760	-	29,760
Extracurricular activities	14,320	-	-	14,320
Facilities acquisition and construction	1,721,693	857,818	910,340	3,489,851
Total expenditures	3,061,332	1,093,323	1,138,143	5,292,798
Excess of expenditures over revenues	350,321	(1,084,949)	(1,089,237)	(1,823,865)
Other financing uses:				
Transfers out	(22,574)	-	-	(22,574)
Net change in fund balances	327,747	(1,084,949)	(1,089,237)	(1,846,439)
Fund balances at beginning of year	2,949,418	1,472,474	4,238,013	8,659,905
Fund balances at end of year	\$ 3,277,165	\$ 387,525	\$ 3,148,776	\$ 6,813,466

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Permanent Improvement Fund</u>				
Total Revenues and Other Financing Sources	\$ 2,023,177	\$ 3,120,476	\$ 3,324,228	\$ 203,752
Total Expenditures and Other Financing Uses	4,751,450	5,551,450	4,703,669	847,781
Net Change in Fund Balance	(2,728,273)	(2,430,974)	(1,379,441)	1,051,533
Fund Balance, July 1	1,659,259	1,659,259	1,659,259	-
Prior Year Encumbrances Appropriated	1,456,429	1,456,429	1,456,429	-
Fund Balance, June 30	<u>\$ 387,415</u>	<u>\$ 684,714</u>	<u>\$ 1,736,247</u>	<u>\$ 1,051,533</u>
<u>Building Fund</u>				
Total Revenues and Other Financing Sources	\$ 1,725,000	\$ 4,425,000	\$ 1,701,402	\$ (2,723,598)
Total Expenditures and Other Financing Uses	6,296,892	6,296,892	3,416,798	2,880,094
Net Change in Fund Balance	(4,571,892)	(1,871,892)	(1,715,396)	156,496
Fund Balance, July 1	216,708	216,708	216,708	-
Prior Year Encumbrances Appropriated	1,676,892	1,676,892	1,676,892	-
Fund Balance, June 30	<u>\$ (2,678,292)</u>	<u>\$ 21,708</u>	<u>\$ 178,204</u>	<u>\$ 156,496</u>
<u>Classroom Facilities Fund</u>				
Total Revenues and Other Financing Sources	\$ 50,000	\$ 50,000	\$ 45,853	\$ (4,147)
Total Expenditures and Other Financing Uses	4,331,406	4,331,406	2,312,778	2,018,628
Net Change in Fund Balance	(4,281,406)	(4,281,406)	(2,266,925)	2,014,481
Fund Balance, July 1	2,949,359	2,949,359	2,949,359	-
Prior Year Encumbrances Appropriated	1,831,406	1,831,406	1,831,406	-
Fund Balance, June 30	<u>\$ 499,359</u>	<u>\$ 499,359</u>	<u>\$ 2,513,840</u>	<u>\$ 2,014,481</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Endowment Fund</u>				
Total Revenues and Other Financing Sources	\$ 30,000	\$ 30,000	\$ 6,803	\$ (23,197)
Total Expenditures and Other Financing Uses	41,504	41,504	28,004	13,500
Net Change in Fund Balance	(11,504)	(11,504)	(21,201)	(9,697)
Fund Balance, July 1	679,308	679,308	679,308	-
Prior Year Encumbrances Appropriated	11,504	11,504	11,504	-
Fund Balance, June 30	<u>\$ 679,308</u>	<u>\$ 679,308</u>	<u>\$ 669,611</u>	<u>\$ (9,697)</u>

**FINDLAY CITY SCHOOL DISTRICT
PROPRIETARY FUND DESCRIPTION**

Nonmajor Internal Service Fund

Employee Benefits Self Insurance Fund

Section 5705.09, Revised Code

The employee benefits self insurance fund is used to account for monies received from other funds as payment for providing medical, hospitalization, life, dental, vision, and any other similar employee benefits. Since the District maintains only one internal service fund, no combining statements are presented.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Employee Benefits Self Insurance Fund</u>				
Total Revenues and Other Financing Sources	\$ 7,500,000	\$ 7,500,000	\$ 6,466,867	\$ (1,033,133)
Total Expenses and Other Financing Uses	<u>7,400,000</u>	<u>7,400,000</u>	<u>6,770,168</u>	<u>629,832</u>
Net Change in Fund Balance	100,000	100,000	(303,301)	(403,301)
Fund Balance, July 1	<u>3,271,231</u>	<u>3,271,231</u>	<u>3,271,231</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 3,371,231</u>	<u>\$ 3,371,231</u>	<u>\$ 2,967,930</u>	<u>\$ (403,301)</u>

**FINDLAY CITY SCHOOL DISTRICT
FIDUCIARY FUND DESCRIPTIONS**

Private Purpose Trust Fund

Scholarship Fund

Section 5705.09, Revised Code

The scholarship fund is used to account for local revenues donated to support scholarships. Since the District maintains only one private purpose trust fund, no combining statements are presented.

Agency Fund

Student Managed Activity Fund

Section 3313.062, Revised Code

A fund used to account for those student activity programs which have student participation in the activity and have student involvement 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

Section 3313.062, Revised Code

A fund used to account for assets held by the District as an agent for individuals, private organizations, and other governmental units.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Scholarship Fund</u>				
Total Revenues and Other Financing Sources	\$ 3,500	\$ 3,500	\$ 25,333	\$ 21,833
Total Expenditures and Other Financing Uses	48,824	48,824	62,680	(13,856)
Net Change in Fund Balance	(45,324)	(45,324)	(37,347)	7,977
Fund Balance, July 1	40,482	40,482	40,482	-
Prior Year Encumbrances Appropriated	17,183	17,183	17,183	-
Fund Balance, June 30	<u>\$ 12,341</u>	<u>\$ 12,341</u>	<u>\$ 20,318</u>	<u>\$ 7,977</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Beginning Balance July 1, 2013	Additions	Deductions	Ending Balance June 30, 2014
<u>District Agency Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ -	\$ 128,569	\$ (130,361)	\$ (1,792)
Total assets	<u>\$ -</u>	<u>\$ 128,569</u>	<u>\$ (130,361)</u>	<u>\$ (1,792)</u>
Liabilities:				
Due to other governments	\$ -	\$ 44	\$ -	\$ 44
Due to students	-	128,525	(130,361)	(1,836)
Total liabilities	<u>\$ -</u>	<u>\$ 128,569</u>	<u>\$ (130,361)</u>	<u>\$ (1,792)</u>
<u>Student Managed Activity Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 118,912	\$ 121,935	\$ (126,554)	\$ 114,293
Receivables				
Accounts	791	716	(791)	716
Total assets	<u>\$ 119,703</u>	<u>\$ 122,651</u>	<u>\$ (127,345)</u>	<u>\$ 115,009</u>
Liabilities:				
Accounts payable	\$ 37	\$ 414	\$ (37)	\$ 414
Intergovernmental payable	9	4	(9)	4
Due to students	119,657	122,233	(127,299)	114,591
Total liabilities	<u>\$ 119,703</u>	<u>\$ 122,651</u>	<u>\$ (127,345)</u>	<u>\$ 115,009</u>
<u>Total Agency Funds</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 118,912	\$ 250,504	\$ (256,915)	\$ 112,501
Receivables				
Accounts	791	716	(791)	716
Total assets	<u>\$ 119,703</u>	<u>\$ 251,220</u>	<u>\$ (257,706)</u>	<u>\$ 113,217</u>
Liabilities:				
Accounts payable	\$ 37	\$ 414	\$ (37)	\$ 414
Due to other governments	9	48	(9)	48
Due to students	119,657	250,758	(257,660)	112,755
Total liabilities	<u>\$ 119,703</u>	<u>\$ 251,220</u>	<u>\$ (257,706)</u>	<u>\$ 113,217</u>

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STATISTICAL SECTION

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**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

STATISTICAL SECTION

This part of the Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial position.

<u>Contents</u>	<u>Page</u>
Financial Trends: These schedules present trend information to demonstrate how the District's financial position and financial performance have changed over time.	S2 - S13
Revenue Capacity: These schedules present information to identify the capacity of the District's most significant local revenue source, property taxes.	S14 - S19
Debt Capacity: These schedules present information to assess the capacity of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	S20 - S23
Demographic and Economic Information: These schedules present information to show demographic and economic indicators of the environment within which the District's financial operations occur.	S24 - S25
Operating Information: These schedules present information about how the District's basic financial statements relate to the programs and services the District provides and the activities it performs.	S26 - S34
Sources: Sources are noted on the individual schedules.	

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
NET POSITION BY COMPONENT
ACCRUAL BASIS OF ACCOUNTING
LAST TEN FISCAL YEARS

<u>Governmental Activities</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Net Position:</u>				
Net investment in capital assets	\$ 40,058,592	\$ 36,707,854	\$ 33,870,976	\$ 17,194,091
Restricted	11,663,339	11,034,090	9,747,567	24,592,513
Unrestricted (deficit)	<u>11,688,582</u>	<u>9,369,113</u>	<u>10,025,932</u>	<u>6,919,739</u>
Total governmental activities net position	<u>\$ 63,410,513</u>	<u>\$ 57,111,057</u>	<u>\$ 53,644,475</u>	<u>\$ 48,706,343</u>

Source: Findlay CSD, Treasurer's Office.

Note: 2012 amounts have been restated due to the implementation of GASB Statement No. 65.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 15,084,461	\$ 13,598,457	\$ 11,666,148	\$ 8,230,530	\$ 8,719,128	\$ 6,520,579
22,508,530	3,546,125	2,789,266	1,665,886	1,113,020	632,623
4,627,370	4,826,479	5,798,930	5,705,257	157,661	(1,640,249)
<u>\$ 42,220,361</u>	<u>\$ 21,971,061</u>	<u>\$ 20,254,344</u>	<u>\$ 15,601,673</u>	<u>\$ 9,989,809</u>	<u>\$ 5,512,953</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

CHANGES IN NET POSITION
ACCRUAL BASIS OF ACCOUNTING

LAST TEN FISCAL YEARS

Governmental Activities	2014	2013	2012	2011
Expenses:				
Instruction:				
Regular	\$ 24,083,569	\$ 22,985,792	\$ 23,783,570	\$ 24,035,747
Special	8,265,718	6,886,178	6,927,703	7,731,994
Vocational	3,200,325	2,849,763	2,671,736	2,847,494
Adult/continuing	71,734	95,473	92,038	112,119
Other	6,202,914	5,561,892	5,027,978	4,233,845
Support services:				
Pupil	2,558,309	3,883,659	2,715,860	2,945,192
Instructional staff	2,441,485	4,451,017	4,571,308	4,829,089
Board of education	147,509	135,643	133,632	181,030
Administration	3,746,934	3,730,286	3,818,259	4,209,417
Fiscal	1,235,660	1,383,421	1,467,637	1,543,490
Business	338,924	-	-	-
Operations and maintenance	5,594,361	3,248,967	5,412,920	5,365,383
Pupil transportation	2,271,051	2,185,744	2,131,581	2,113,301
Central	257,891	117,913	151,120	165,664
Operation of non-instructional services:				
Other non-instructional services	602,798	649,898	577,016	596,615
Food service operations	1,367,641	1,625,835	1,911,192	1,881,937
Extracurricular activities	1,656,885	1,267,489	1,154,589	1,421,284
Interest and fiscal charges	2,916,386	2,942,525	2,962,353	2,994,671
Total governmental activities expenses	<u>\$ 66,960,094</u>	<u>\$ 64,001,495</u>	<u>\$ 65,510,492</u>	<u>\$ 67,208,272</u>

Note: 2012 amounts have been restated due to the implementation of GASB Statement No. 65.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 24,815,455	\$ 25,159,062	\$ 26,196,394	\$ 23,915,567	\$ 23,318,390	\$ 22,864,137
7,632,767	7,380,789	7,342,020	6,799,260	6,535,625	6,587,965
2,980,116	3,589,139	2,974,529	2,970,104	2,909,064	2,791,238
128,224	154,366	-	-	140,878	151,540
3,399,411	2,753,803	2,245,606	1,921,675	1,596,879	1,316,933
3,148,186	3,116,136	2,830,187	2,658,799	2,846,622	2,676,900
4,926,352	4,482,244	3,953,929	4,240,839	4,029,073	4,106,395
162,047	95,943	172,550	118,748	99,555	137,083
4,105,906	4,152,921	3,867,750	3,822,352	3,876,566	3,507,561
1,488,289	1,483,958	1,493,860	1,468,975	1,403,653	1,400,700
-	44,109	-	-	-	-
5,958,054	6,467,052	5,410,595	5,605,278	4,947,744	5,832,388
2,126,078	2,165,597	2,151,281	2,279,652	2,099,169	1,977,385
156,585	198,870	170,094	149,859	147,817	119,375
659,606	715,273	487,370	636,243	637,088	611,998
2,081,952	1,876,647	1,884,913	1,720,198	1,685,654	1,759,738
1,360,886	1,404,405	1,357,637	1,288,164	624,195	1,334,990
1,257,804	87,045	121,236	142,348	165,665	140,487
<u>\$ 66,387,718</u>	<u>\$ 65,327,359</u>	<u>\$ 62,659,951</u>	<u>\$ 59,738,061</u>	<u>\$ 57,063,637</u>	<u>\$ 57,316,813</u>

(continued)

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

CHANGES IN NET POSITION
ACCRUAL BASIS OF ACCOUNTING

LAST TEN FISCAL YEARS

Governmental Activities	2014	2013	2012	2011
<u>Program Revenues:</u>				
Charges for services:				
Instruction:				
Regular	\$ 1,847,438	\$ 1,580,078	\$ 1,781,710	\$ 1,988,965
Special	526,559	517,515	672,592	435,144
Vocational	785,502	743,312	716,532	929,015
Other	-	-	290	-
Support services:				
Pupil	-	-	-	-
Instructional staff	-	-	-	-
Board of education	439	-	-	-
Administration	12,099	-	-	-
Fiscal	123	-	-	-
Operations and maintenance	412,041	289,108	160,018	37,051
Pupil transportation	20,487	7,170	-	-
Central	7,082	-	-	-
Operation of non-instructional services:				
Other non-instructional services	181,632	159,904	-	-
Food service operations	528,281	520,556	624,541	736,579
Extracurricular activities	688,814	467,293	554,939	520,371
Operating grants and contributions:				
Instruction:				
Regular	387,026	581,536	546,041	2,119,682
Special	4,708,837	3,324,901	3,077,825	3,759,551
Vocational	392,353	393,492	411,411	303,867
Adult/continuing	-	-	-	-
Other	184,879	16,800	42,058	242,953
Support services:				
Pupil	250,377	244,165	284,880	295,454
Instructional staff	290,662	1,019,780	1,008,606	1,254,666
Administration	11,530	17,956	17,279	17,972
Fiscal	-	-	-	-
Operations and maintenance	294,957	312,536	314,011	276,576
Pupil transportation	111,015	100,728	93,044	173,935
Central	-	-	20,960	5,000
Operation of non-instructional services:				
Other non-instructional services	439,458	480,775	429,531	409,875
Food service operations	1,114,686	1,068,542	1,239,951	1,108,268
Extracurricular activities	52,304	112,994	54,889	706,197
Capital grants and contributions:				
Instruction:				
Regular	590,524	-	11,000	-
Support services:				
Pupil	-	-	-	-
Board of education	77,678	-	-	-
Administration	140,845	-	-	-
Fiscal	444,078	-	-	-
Operations and maintenance	-	-	-	-
Pupil transportation	-	-	-	-
Extracurricular activities	13,540	100,000	-	-
Total governmental activities program revenues	<u>\$ 14,515,246</u>	<u>\$ 12,059,141</u>	<u>\$ 12,062,108</u>	<u>\$ 15,321,121</u>
Net Revenue/(Expense)	<u>\$ (52,444,848)</u>	<u>\$ (51,942,354)</u>	<u>\$ (53,448,384)</u>	<u>\$ (51,887,151)</u>

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 1,986,350	\$ 2,497,334	\$ 2,452,073	\$ 1,656,483	\$ 1,512,624	\$ 2,374,274
448,454	488,310	397,500	427,012	299,111	-
1,058,036	304,113	603,375	758,526	140,361	262,919
-	-	70,000	70,000	86,361	-
-	-	-	-	126,193	-
2	-	141	-	158,216	-
-	-	-	-	5,110	-
1,748	5,854	10,327	1,555	193,363	-
-	17	-	39	71,657	-
70,474	56,178	79,575	71,215	264,997	4,382
459	2,365	969	6	130,801	-
952	1,785	-	386	6,874	-
157,449	163,838	48,618	149,192	159,541	563,926
894,769	884,000	851,519	916,764	986,582	959,673
479,054	512,494	447,455	559,006	460,840	582,406
938,302	1,324,528	604,819	1,876,450	584,900	692,205
1,944,128	2,947,794	2,932,001	2,667,431	862,771	907,967
381,644	403,721	392,516	438,074	136,363	87,544
86,920	-	-	-	-	-
-	845	8	35,954	17	31,655
309,615	301,711	308,060	343,123	385,658	180,353
1,072,593	1,010,815	950,239	1,177,811	966,238	1,509,883
18,939	17,883	17,347	21,245	18,281	11,070
-	327	-	-	1,662	-
282,329	258,053	385,098	451,959	43,889	64,827
73,492	89,528	84,846	91,738	-	-
23,485	52,930	21,989	27,108	33,535	20,249
475,578	499,572	468,226	454,785	457,241	331,054
1,217,708	1,059,803	903,208	896,264	814,692	882,758
580,973	18,098	17,976	16,055	-	-
-	121,271	233,259	74,601	-	49,875
-	8,004	31,767	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	13,295	297	-	-	-
-	158,378	20,071	16,375	-	-
-	5,236	7,613	-	-	-
<u>\$ 12,503,453</u>	<u>\$ 13,208,080</u>	<u>\$ 12,340,892</u>	<u>\$ 13,199,157</u>	<u>\$ 8,907,878</u>	<u>\$ 9,517,020</u>
<u>\$ (53,884,265)</u>	<u>\$ (52,119,279)</u>	<u>\$ (50,319,059)</u>	<u>\$ (46,538,904)</u>	<u>\$ (48,155,759)</u>	<u>\$ (47,799,793)</u>

(continued)

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
 CHANGES IN NET POSITION
 ACCRUAL BASIS OF ACCOUNTING
 LAST TEN FISCAL YEARS

<u>Governmental Activities</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Revenues and				
<u>Other Changes in Net Position:</u>				
Property taxes levied for:				
General purposes	\$ 25,863,927	\$ 24,466,445	\$ 26,068,254	\$ 25,022,687
Debt service	2,978,497	2,864,622	3,148,655	2,891,446
Capital projects	1,770,634	1,687,333	1,825,682	1,743,558
Grants and entitlements				
not restricted to specific programs	26,971,165	25,516,833	26,451,719	27,200,127
Grants and entitlements restricted for				
Ohio School Facilities Commission	-	-	-	-
Investment earnings	314,511	780,537	673,443	788,385
Increase (decrease) in fair value of investments	165,012	(812,351)	-	-
Payments in-lieu of taxes	174,910	-	-	-
Gain on sale of assets	-	-	-	-
Miscellaneous	505,648	905,517	693,998	726,930
Total governmental activities general revenues	<u>\$ 58,744,304</u>	<u>\$ 55,408,936</u>	<u>\$ 58,861,751</u>	<u>\$ 58,373,133</u>
Change in Net Position	<u>\$ 6,299,456</u>	<u>\$ 3,466,582</u>	<u>\$ 5,413,367</u>	<u>\$ 6,485,982</u>

Source: Findlay CSD, Treasurer's Office.

Note: 2012 amounts have been restated due to the implementation of GASB Statement No. 65.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 22,896,396	\$ 25,284,305	\$ 27,357,581	\$ 28,441,147	\$ 29,122,910	\$ 28,074,070
1,702,134	108,061	108,061	106,330	108,061	108,061
1,622,185	1,793,374	1,995,210	1,106,943	-	-
27,944,202	25,247,868	24,497,427	20,714,263	21,941,335	21,047,772
18,410,485	-	-	-	-	-
854,036	694,018	509,130	1,069,510	489,690	208,720
-	-	-	-	-	-
-	-	-	-	-	-
144,042	-	-	-	-	-
560,085	708,370	504,321	712,575	970,619	806,576
<u>\$ 74,133,565</u>	<u>\$ 53,835,996</u>	<u>\$ 54,971,730</u>	<u>\$ 52,150,768</u>	<u>\$ 52,632,615</u>	<u>\$ 50,245,199</u>
<u>\$ 20,249,300</u>	<u>\$ 1,716,717</u>	<u>\$ 4,652,671</u>	<u>\$ 5,611,864</u>	<u>\$ 4,476,856</u>	<u>\$ 2,445,406</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

FUND BALANCES - GOVERNMENTAL FUNDS
MODIFIED ACCRUAL BASIS OF ACCOUNTING

LAST TEN FISCAL YEARS

<u>Governmental Funds</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>General Fund:</u>				
Fund Balance:				
Nonspendable	\$ 88,850	\$ 118,446	\$ 118,456	\$ 153,624
Assigned	2,145,977	3,401,843	1,236,841	1,964,729
Unassigned (deficit)	9,814,605	5,889,856	8,660,868	5,122,427
Reserved	-	-	-	-
Unreserved	-	-	-	-
Total general fund	<u>\$ 12,049,432</u>	<u>\$ 9,410,145</u>	<u>\$ 10,016,165</u>	<u>\$ 7,240,780</u>
<u>Other Governmental Funds:</u>				
Fund Balance:				
Nonspendable	\$ 637,756	\$ 636,057	\$ 634,886	\$ 641,382
Restricted	11,302,752	12,357,926	36,614,180	70,597,302
Committed	100,000	228,736	707,531	200,000
Unassigned (deficit)	(601)	(83,806)	(64,758)	(61,130)
Reserved	-	-	-	-
Unreserved, reported in:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Permanent fund	-	-	-	-
Total other governmental funds	<u>\$ 12,039,907</u>	<u>\$ 13,138,913</u>	<u>\$ 37,891,839</u>	<u>\$ 71,377,554</u>
Total governmental funds	<u>\$ 24,089,339</u>	<u>\$ 22,549,058</u>	<u>\$ 47,908,004</u>	<u>\$ 78,618,334</u>

Source: Findlay CSD, Treasurer's Office.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
2,881,936	3,811,682	2,971,277	2,975,065	3,013,053	3,551,749
<u>3,335,028</u>	<u>3,393,209</u>	<u>2,815,693</u>	<u>2,110,152</u>	<u>(1,710,892)</u>	<u>(4,031,490)</u>
<u>\$ 6,216,964</u>	<u>\$ 7,204,891</u>	<u>\$ 5,786,970</u>	<u>\$ 5,085,217</u>	<u>\$ 1,302,161</u>	<u>\$ (479,741)</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,807,585	1,597,917	2,059,883	1,789,430	1,236,298	1,562,345
1,649,729	1,033,743	662,125	438,552	656,201	167,442
54,459,468	783,510	148,734	(144,932)	(361,931)	(1,428,827)
96,811	68,440	60,841	54,297	30,273	631,738
<u>\$ 59,013,593</u>	<u>\$ 3,483,610</u>	<u>\$ 2,931,583</u>	<u>\$ 2,137,347</u>	<u>\$ 1,560,841</u>	<u>\$ 932,698</u>
<u>\$ 65,230,557</u>	<u>\$ 10,688,501</u>	<u>\$ 8,718,553</u>	<u>\$ 7,222,564</u>	<u>\$ 2,863,002</u>	<u>\$ 452,957</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
MODIFIED ACCRUAL BASIS OF ACCOUNTING

LAST TEN FISCAL YEARS

Governmental Funds	2014	2013	2012	2011
Revenues:				
From local sources:				
Taxes	\$ 30,706,695	\$ 29,016,594	\$ 31,115,695	\$ 29,657,440
Payment in lieu of taxes	174,910	202,827	164,014	160,004
Tuition	2,775,017	2,584,716	2,754,251	2,922,363
Earnings on investments	282,481	797,745	895,844	692,126
Charges for services	528,281	520,556	624,541	736,579
Extracurricular	720,617	484,423	565,694	533,387
Classroom materials and fees	406,042	367,008	375,215	372,291
Rental income	412,041	270,014	160,018	165,277
Contributions and donations	1,581,188	494,554	366,731	377,333
Contract services	60,069	58,219	30,903	45,454
Other local revenues	759,346	756,389	677,759	438,692
Intergovernmental - Intermediate	-	-	-	-
Intergovernmental - State	29,213,125	28,028,512	29,970,887	41,535,537
Intergovernmental - Federal	5,801,140	5,649,228	6,410,389	7,994,456
Increase (decrease) in fair value of investments	165,012	(812,351)	-	-
Total revenues	73,585,964	68,418,434	74,111,941	85,630,939
Expenditures:				
Current:				
Instruction:				
Regular	24,081,493	23,021,813	23,527,813	24,239,559
Special	8,068,212	6,773,630	6,842,708	7,860,250
Vocational	2,957,248	2,634,910	2,568,092	2,827,020
Adult/continuing	71,287	96,140	92,651	112,271
Other	6,202,914	5,561,892	5,028,013	4,233,845
Support services:				
Pupil	2,524,652	5,090,474	4,218,995	2,949,238
Instructional staff	2,400,412	4,384,397	4,572,768	4,914,694
Board of education	147,509	135,643	133,632	181,030
Administration	3,634,690	3,847,219	3,787,213	4,142,449
Fiscal	1,200,695	1,406,882	1,457,419	1,528,310
Business	338,924	-	-	-
Operations and maintenance	5,913,734	5,631,954	5,645,094	5,664,620
Pupil transportation	2,600,092	2,076,964	2,057,066	2,375,884
Central	173,464	121,610	161,638	183,106
Operation of non-instructional services:				
Other non-instructional services	540,297	607,178	549,242	595,773
Food service operations	1,638,844	1,625,328	1,879,055	1,839,679
Extracurricular activities	1,609,160	1,412,382	1,463,091	1,432,812
Facilities acquisition and construction	3,489,851	25,055,954	36,606,836	2,949,104
Debt service:				
Principal retirement	1,560,548	1,499,571	1,295,510	1,258,396
Interest and fiscal charges	2,852,534	2,892,806	2,923,859	2,948,324
Bond issuance costs	-	-	-	-
Total expenditures	72,006,560	93,876,747	104,810,695	72,236,364
Excess (deficiency) of revenues over (under) expenditures	1,579,404	(25,458,313)	(30,698,754)	13,394,575
Other Financing Sources (Uses):				
Transfers in	22,574	150,624	271,394	348,273
Transfers (out)	(22,574)	(150,624)	(271,394)	(348,273)
Sale of capital assets	-	92,972	-	20
Proceeds of loans	-	-	-	-
Sale of bonds	-	-	-	-
Premium on bonds	-	-	-	-
Total other financing sources (uses)	-	92,972	-	20
Net change in fund balances	\$ 1,579,404	\$ (25,365,341)	\$ (30,698,754)	\$ 13,394,595
Debt service as a percentage of noncapital expenditures	6.62%	6.80%	6.40%	6.14%

Source: Findlay CSD, Treasurer's Office.

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$	26,173,376	\$ 28,225,572	\$ 29,267,804	\$ 29,598,094	\$ 29,144,263	\$ 27,278,445
	-	-	-	-	-	-
	3,200,512	2,988,178	2,561,600	2,656,155	2,773,147	2,528,218
	692,725	829,673	664,436	835,528	419,503	189,744
	833,365	884,000	851,519	916,764	986,582	961,169
	493,079	532,585	475,029	573,569	487,563	579,910
	400,580	406,072	358,127	365,305	355,339	326,309
	48,655	42,764	-	-	-	-
	355,576	394,901	-	-	-	293,109
	60,152	-	-	-	-	-
	557,258	758,709	1,062,082	1,178,209	970,619	864,178
	-	-	-	-	115,870	1,263
	30,197,993	28,723,675	26,078,163	24,510,586	22,519,432	21,761,800
	6,884,097	4,486,472	5,561,700	4,311,602	3,719,171	4,086,262
	-	-	-	-	-	-
	<u>69,897,368</u>	<u>68,272,601</u>	<u>66,880,460</u>	<u>64,945,812</u>	<u>61,491,489</u>	<u>58,870,407</u>
	24,749,868	24,630,850	26,634,467	23,456,663	23,841,116	22,851,215
	7,685,426	7,207,072	7,120,328	6,712,383	6,633,764	6,562,357
	2,999,561	3,433,998	2,835,411	2,864,128	2,870,132	2,774,174
	128,340	155,179	-	-	140,288	151,806
	3,399,411	2,768,086	2,222,197	1,921,652	1,590,336	1,319,245
	3,239,492	3,057,755	2,774,078	2,649,120	2,821,732	2,660,619
	4,911,676	4,557,078	3,752,110	4,181,270	4,008,697	4,166,714
	162,047	96,451	170,763	118,748	99,138	137,324
	4,050,210	4,112,967	3,743,620	3,816,757	3,766,790	3,555,187
	1,472,052	1,450,467	1,457,330	1,443,722	1,383,808	1,396,875
	-	44,346	-	-	-	-
	5,936,118	6,420,137	6,297,877	5,545,420	5,036,278	5,442,055
	2,029,893	2,544,164	2,138,796	2,191,111	2,002,206	1,869,871
	158,250	191,755	166,780	147,223	147,729	119,694
	623,539	658,433	437,777	603,278	616,342	588,603
	2,089,882	1,893,068	1,839,020	1,694,138	1,666,276	1,775,874
	1,364,871	1,412,921	1,348,542	1,276,019	729,828	1,342,774
	3,286,354	1,202,504	1,353,395	1,294,927	1,818,243	573,018
	401,812	388,149	959,328	514,167	441,312	403,946
	1,014,501	88,219	124,867	144,066	152,355	140,487
	500,721	-	-	-	-	-
	<u>70,204,024</u>	<u>66,313,599</u>	<u>65,376,686</u>	<u>60,574,792</u>	<u>59,766,370</u>	<u>57,831,838</u>
	(306,656)	1,959,002	1,503,774	4,371,020	1,725,119	1,038,569
	39,591,629	75,000	665,000	1,255,000	1,280,000	590,000
	(39,591,629)	(75,000)	(665,000)	(1,255,000)	(1,280,000)	(590,000)
	152,500	-	-	-	-	6,375
	-	-	-	-	713,611	95,651
	54,192,135	-	-	-	-	-
	509,424	-	-	-	-	-
	<u>54,854,059</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>713,611</u>	<u>102,026</u>
\$	<u>54,547,403</u>	\$ <u>1,959,002</u>	\$ <u>1,503,774</u>	\$ <u>4,371,020</u>	\$ <u>2,438,730</u>	\$ <u>1,140,595</u>
	2.87%	0.75%	1.76%	1.11%	1.03%	0.95%

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

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

Calendar Year	Real Estate Property		General Tangible Personal Property		Public Utility Tangible Personal Property	
	Assessed Valuation	Estimated Actual Valuation (a)	Assessed Valuation	Estimated Actual Valuation (a)	Assessed Valuation	Estimated Actual Valuation (a)
2014	\$ 736,299,030	2,103,711,514	\$ -	\$ -	\$ 32,567,900	\$ 37,008,977
2013	745,725,300	2,130,643,714	-	-	24,973,460	28,378,932
2012	741,894,780	2,119,699,371	-	-	23,297,920	26,474,909
2011	745,637,250	2,130,392,143	-	-	22,501,820	25,570,250
2010	784,269,630	2,240,770,371	-	-	21,541,150	24,478,580
2009	780,240,270	2,229,257,914	1,358,660	5,434,640	20,228,090	22,986,466
2008	774,075,810	2,211,645,171	30,088,700	120,354,800	18,881,860	21,456,659
2007	732,408,130	2,092,594,657	61,443,228	245,772,912	22,421,120	25,478,545
2006	721,298,790	2,060,853,686	89,606,733	358,426,932	22,255,930	25,290,830
2005	709,762,130	2,027,891,800	121,231,428	484,925,712	22,704,310	25,800,352

Source: Hancock County Auditor.

(a) These amounts are calculated based on the following percentages:

Real estate property is assessed at 35 percent of estimated actual value for 2013.

Public utility tangible personal property is assessed at 88 percent of estimated actual value for 2013.

Total Property		Assessed Valuation as a Percent of Estimated Actual Valuation	Direct Property Tax Rate
Assessed Valuation	Estimated Actual Valuation		
\$ 768,866,930	\$ 2,140,720,492	35.92%	\$ 64.95
770,698,760	2,159,022,646	35.70%	64.95
765,192,700	2,146,174,281	35.65%	64.95
768,139,070	2,155,962,393	35.63%	64.99
805,810,780	2,265,248,951	35.57%	64.18
801,827,020	2,257,679,020	35.52%	60.75
823,046,370	2,353,456,631	34.97%	60.75
816,272,478	2,363,846,115	34.53%	60.75
833,161,453	2,444,571,447	34.08%	58.25
853,697,868	2,538,617,864	33.63%	58.25

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**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATION)

LAST TEN CALENDAR YEARS

Calendar Year	Direct Rates					Overlapping Rates					Total
	Voted			Unvoted	Total Direct	City of Findlay	Hancock County	Hancock County Park District	Findlay Hancock Public Library		
	General	Bond	Permanent Improvement								
2014	\$ 52.95	\$ 4.20	\$ 2.50	\$ 5.30	\$ 64.95	\$ 3.20	\$ 7.80	\$ 0.80	\$ 0.50	77.25	
2013	52.95	4.20	2.50	5.30	64.95	3.20	7.80	0.80	0.50	77.25	
2012	52.95	4.20	2.50	5.30	64.95	3.20	7.80	0.80	0.50	77.25	
2011	52.95	4.24	2.50	5.30	64.99	3.20	7.80	0.80	0.50	77.29	
2010	52.95	3.43	2.50	5.30	64.18	3.20	7.80	0.80	-	75.98	
2009	52.95	-	2.50	5.30	60.75	3.20	7.80	0.80	-	72.55	
2008	52.95	-	2.50	5.30	60.75	3.20	7.80	0.80	-	72.55	
2007	52.95	-	2.50	5.30	60.75	3.20	7.80	0.80	-	72.55	
2006	52.95	-	-	5.30	58.25	3.20	5.00	0.80	-	67.25	
2005	52.95	-	-	5.30	58.25	3.20	5.00	0.80	-	67.25	

Source: Hancock County Auditor.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

PRINCIPAL TAXPAYERS
REAL ESTATE PROPERTY

DECEMBER 31, 2013 AND DECEMBER 31, 2004

December 31, 2013			
Taxpayer	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Ohio Power	\$ 44,643,440	1	5.81%
Marathon Oil Company	30,614,630	2	3.98%
Wells Fargo Bank	23,999,980	3	3.12%
BB Findlay Limited Partnership	20,286,000	4	2.64%
Whirlpool	18,498,830	5	2.41%
Ohio Lagistics LTD	16,044,400	6	2.09%
Findlay Shopping Center	15,820,400	7	2.06%
Ball Metal	15,420,260	8	2.01%
Kohl's Department Store	12,466,340	9	1.62%
Hercules Tire & Rubber	11,069,110	10	1.44%
	\$ 208,863,390		\$ 768,866,930

December 31, 2004			
Taxpayer	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Cooper Tire & Rubber	\$ 31,802,426	1	4.03%
Whirlpool	30,863,800	2	3.91%
Ohio Power	29,761,140	3	3.77%
BB Findlay Limited Partnership	19,917,480	4	2.52%
Marathon Oil Company	18,708,690	5	2.37%
Ball Metal	16,754,570	6	2.12%
Kohls	14,199,440	7	1.80%
Findlex	13,995,510	8	1.77%
Owens Brockway Plastic	13,662,760	9	1.73%
Lowe's	11,701,060	10	1.48%
	\$ 201,366,876		\$ 789,924,174

Source: Hancock County Auditor.

Note: Tax information is available on a calendar year basis. Therefore, principal taxpayer information for real estate

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**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN CALENDAR YEARS

Calendar Year	Current Taxes Levied	Delinquent Taxes Levied	Total Taxes Levied	Current Taxes Collected	Percent of Current Tax Levy Collected
2013	\$ 29,426,706	\$ 1,928,138	\$ 31,354,844	\$ 28,088,483	95.45%
2012	29,184,426	1,687,688	30,872,114	28,026,040	96.03%
2011	28,946,533	1,629,467	30,576,000	28,039,998	96.87%
2010	28,973,886	1,787,797	30,761,683	27,474,394	94.82%
2009	25,476,595	1,581,190	27,057,785	24,393,739	95.75%
2008	25,255,090	1,439,707	26,694,797	25,050,955	99.19%
2007	27,606,133	1,425,582	29,031,715	26,762,857	96.95%
2006	25,261,004	1,413,478	26,674,482	24,452,652	96.80%
2005	25,029,980	1,017,364	26,047,344	24,220,645	96.77%
2004	19,877,400	792,485	20,669,885	19,531,217	98.26%

Source: Hancock County Auditor.

An adjustment was made to 2009 and 2010 total taxes collected due to an estimate made by the treasurer of amounts paid ahead, Board of Revision adjustments and penalty fees.

Delinquent Taxes Collected	Total Taxes Collected	Total Taxes Collected as a Percent of Total Tax Levy
\$ 880,527	\$ 28,969,010	92.39%
863,835	28,889,875	93.58%
926,797	28,966,795	94.74%
994,922	28,469,316	92.55%
789,927	25,183,666	93.07%
966,563	26,017,518	97.46%
880,735	27,643,592	95.22%
787,587	25,240,239	94.62%
694,439	24,915,084	95.65%
569,908	20,101,125	97.25%

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Long-Term Debt				Total Long-Term Debt	Total Long-Term Debt Per Student	Total Long-Term Debt Per Capita	Percentage of Total Long-Term Debt to Total Personal Income
	Asbestos Removal Loans	Capital Leases	General Obligation Bonds	Energy Conservation Loans				
2014	\$ -	\$ -	\$ 50,815,409	\$ -	\$ 50,815,409	\$ 8,718	\$ 1,167	4.70%
2013	-	355,548	51,952,871	-	52,308,419	9,086	1,260	4.81%
2012	30,700	694,419	53,030,165	-	53,755,284	9,268	1,305	5.31%
2011	103,101	1,017,528	53,889,727	-	55,010,356	9,642	1,335	5.43%
2010	203,415	1,325,610	54,709,439	-	56,238,464	9,610	1,443	5.94%
2009	311,476	1,619,361	-	-	1,930,837	324	50	0.20%
2008	419,537	1,899,449	-	-	2,318,986	387	62	0.24%
2007	527,598	2,166,510	-	584,206	3,278,314	499	86	0.34%
2006	635,659	2,421,149	-	735,673	3,792,481	577	98	0.39%
2005	743,721	2,680,810	-	95,651	3,520,182	541	88	0.36%

Source: Findlay CSD, Treasurer's Office.

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST FIVE FISCAL YEARS

Fiscal Year	General Obligation Bonded Debt			Percentage of Actual Taxable Value of Property	Net Bonded Debt Per Capita
	General Obligation Bonds	Debt Service Available Balance	Net Bonded Debt		
2014	\$ 50,815,409	\$ 1,394,652	\$ 49,420,757	2.31%	\$ 1,135
2013	51,952,871	1,225,964	50,726,907	2.35%	1,222
2012	53,030,165	1,252,581	51,777,584	2.41%	1,257
2011	53,889,727	1,246,050	52,643,677	2.44%	1,278
2010	54,709,439	1,023,729	53,685,710	2.37%	1,378

Source: Findlay CSD, Treasurer's Office.

The District did not have general obligation bonds outstanding prior to fiscal year 2010.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

DIRECT AND OVERLAPPING DEBT

JUNE 30, 2014

<u>Government Entity</u>	<u>Governmental Activities Outstanding Debt</u>	<u>Percentage Applicable to the District (a)</u>	<u>Amount Applicable to the District</u>
<u>Direct debt:</u>			
Findlay City School District	\$ 50,815,409	100.00%	\$ 50,815,409
Total direct debt	<u>50,815,409</u>		<u>50,815,409</u>
<u>Overlapping debt:</u>			
City of Findlay	6,890,000	87.75%	6,045,975
Hancock County	6,619,790	44.66%	2,956,398
Total overlapping debt	<u>13,509,790</u>		<u>9,002,373</u>
Total direct and overlapping debt	<u>\$ 64,325,199</u>		<u>\$ 59,817,782</u>

Sources: Findlay CSD, Treasurer's Office; City of Findlay; and Hancock County 2013 CAFRs.

(a) Percentages applicable to the District were determined by dividing the 2013 assessed valuation of the government entity located within the boundaries of the District by the 2013 assessed valuation of the government entity in total.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

LEGAL VOTED DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year	Legal Voted Debt Limitation (a)	Total Debt Applicable to Limitation	Debt Service Available Balance	Net Debt Applicable to Limitation	Legal Voted Debt Margin	Net Debt Applicable to Limitation as a Percent of Voted Debt Limitation
2014	\$ 69,198,024	\$ 50,107,135	\$ 1,394,652	\$ 48,712,483	\$ 20,485,541	70.40%
2013	69,362,888	51,312,135	1,225,964	50,086,171	19,276,717	72.21%
2012	68,867,343	52,442,135	1,252,581	51,189,554	17,677,789	74.33%
2011	69,132,516	53,342,135	1,246,050	52,096,085	17,036,431	75.36%
2010	72,517,597	54,192,135	1,023,729	53,168,406	19,349,191	73.32%
2009	70,221,624	-	-	-	70,221,624	0.00%
2008	69,666,823	-	-	-	69,666,823	0.00%
2007	65,916,732	-	-	-	65,916,732	0.00%
2006	74,984,531	-	1,731	(1,731)	74,986,262	0.00%
2005	76,832,808	-	365	(365)	76,833,173	0.00%

Source: Findlay CSD, Treasurer's Office.

(a) Ohio Revised Code states that the legal voted debt limitation is 9% of the total assessed valuation.

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

Fiscal Year	Average Daily Membership	Population	Total Personal Income	Per Capita Personal Income (1)	Median Age	Unemployment Rates		
						Hancock County	Ohio	United States
2014	5,829	43,537	\$ 1,081,676,765	\$ 24,845	35.9	4.0%	5.7%	5.9%
2013	5,757	41,526	1,086,693,894	26,169	35.9	5.6%	7.5%	7.3%
2012	5,800	41,202	1,012,291,938	24,569	36.0	8.4%	7.2%	8.2%
2011	5,705	41,202	1,012,291,938	24,569	35.9	8.9%	9.7%	9.7%
2010	5,852	38,967	946,742,232	24,296	34.8	9.5%	10.1%	9.6%
2009	5,956	38,375	974,456,375	25,393	35.0	9.1%	10.5%	10.2%
2008	5,992	37,492	979,703,452	26,131	37.6	5.1%	5.7%	3.6%
2007	6,565	38,173	978,106,779	25,623	37.2	4.5%	5.6%	4.6%
2006	6,571	39,118	974,351,144	24,908	37.2	4.4%	5.4%	4.3%
2005	6,507	40,175	966,891,725	24,067	37.2	4.9%	7.4%	5.1%

Sources: Findlay CSD, Treasurer's Office; City of Findlay; Hancock County; Ohio Department of Education; Ohio Department Of Development; and U.S. Census Bureau, ODJFS

(1) Per capita personal income information was not available to the Findlay CSD. The information was obtained from the City of Findlay CAFR.

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO**

PRINCIPAL EMPLOYERS

DECEMBER 31, 2013 AND DECEMBER 31, 2004

December 31, 2013			
Employer	Employees	Rank	Percentage of Total Employment
Cooper Tire and Rubber Co.	2,040	1	5.44%
Whirlpool Corporation	1,670	2	4.45%
Marathon Oil Co.	1,565	3	4.17%
Blanchard Valley Health	1,282	4	3.42%
Consolidated Biscuit	1,100	5	2.93%
Findlay City School District	859	6	2.29%
Nissan Brakes (dba Fledlex Corporation)	670	7	1.79%
Lowe's Distribution Center	600	9	1.60%
University of Findlay	542	8	1.45%
Kohls Distribution	450	10	1.20%
Total	10,778		28.74%
Total employment (a)	37,500		

December 31, 2004			
Employer	Employees	Rank	Percentage of Total Employment
Cooper Tire and Rubber Co.	2,250	1	5.98%
Whirlpool Corporation	2,075	2	5.52%
Blanchard Valley Regional Health Center	1,562	3	4.15%
Marathon Oil Co.	1,337	4	3.56%
Consolidated Biscuit Co.	983	5	2.61%
DTR Industries	810	6	2.15%
Findlay City School District	800	7	2.13%
Nissan Brakes (dba Fledlex Corporation)	750	8	1.99%
Lowe's Distribution Center	653	9	1.74%
Hancock County	615	10	1.64%
Total	11,835		31.48%
Total employment	37,600		

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
 STAFFING STATISTICS
 FULL TIME EQUIVALENTS BY TYPE AND FUNCTION
 LAST TEN FISCAL YEARS

Staff Type	2014	2013	2012	2011	2010
Teaching Staff:					
Elementary School	152	149	145	153	180
Middle School	82	81	80	91	95
High School	106	115	112	118	127
Administration:					
District	49	49	52	52	53
Auxiliary Staff:					
Counselors	12	12	12	13	14
Librarians	1	1	1	1	1
Psychologists	4	4	6	6	6
Speech, Physical and Occupational Therapists	8	9	8	10	8
Nurses and Mental Health Specialists	1	1	1	1	7
Support Staff:					
Secretarial, Finance Clerks, EMIS	44	45	46	46	47
Aides	80	81	87	99	74
Program Directors (After / Before School & Alumni)	5	5	5	5	6
Food Services	30	38	30	44	33
Monitors and Security	33	21	21	28	20
Custodial	42	37	40	43	44
Maintenance	6	6	7	7	8
Bus Drivers	23	26	25	23	22
Mechanics	2	2	2	3	3
Extracurricular Coaches	99	110	106	126	96
Total	779	792	786	869	844

Staff Function	2014	2013	2012	2011	2010
Instruction:					
Regular	347	322	315	386	380
Other	115	122	127	87	125
Support Services:					
Pupil	28	31	32	34	38
Administration	83	84	83	91	80
Fiscal	6	6	7	7	7
Operations and maintenance	78	83	83	107	89
Pupil transportation	23	32	31	29	29
Extracurricular activities	99	112	108	128	96
Total	779	792	786	869	844

Source: Findlay CSD, Treasurer's Office.

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
188	182	189	184	187
97	99	97	107	109
128	128	138	140	141
50	51	49	50	50
14	14	14	14	13
1	1	1	1	1
5	4	6	7	7
8	8	9	8	8
7	6	7	7	7
49	44	43	43	43
73	73	65	71	74
5	6	6	7	6
33	34	34	36	35
25	19	16	12	11
46	47	48	51	48
8	10	10	10	10
22	24	22	27	28
3	3	3	3	3
<u>105</u>	<u>105</u>	<u>105</u>	<u>108</u>	<u>108</u>
<u>867</u>	<u>858</u>	<u>862</u>	<u>886</u>	<u>889</u>

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
389	385	393	399	396
128	123	119	123	133
38	37	40	40	38
78	73	72	73	74
7	7	7	7	7
91	95	96	101	97
29	31	28	33	34
<u>107</u>	<u>107</u>	<u>107</u>	<u>110</u>	<u>110</u>
<u>867</u>	<u>858</u>	<u>862</u>	<u>886</u>	<u>889</u>

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
 CAPITAL ASSET STATISTICS
 LAST TEN FISCAL YEARS

<u>Governmental Activities</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Capital Assets:</u>				
Land	\$ 903,313	\$ 903,313	\$ 903,313	\$ 903,313
Land improvements	3,352,387	3,468,709	1,337,825	1,114,696
Buildings and improvements	81,068,090	10,487,397	10,837,623	11,050,215
Equipment and furniture	2,974,232	2,237,965	1,933,872	1,782,181
Vehicles	1,893,753	1,534,134	1,635,930	1,747,985
Construction in progress	402,539	68,304,656	42,097,591	4,392,858
Total	<u>\$ 90,594,314</u>	<u>\$ 86,936,174</u>	<u>\$ 58,746,154</u>	<u>\$ 20,991,248</u>

Source: Findlay CSD, Treasurer's Office.

Note: Capital asset amounts reported above are presented net of accumulated depreciation.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 903,313	\$ 416,459	\$ 416,459	\$ 416,459	\$ 416,459	\$ 416,459
1,173,880	775,784	342,671	299,982	313,496	214,037
10,707,832	10,811,313	10,161,543	8,574,033	8,843,491	7,530,937
1,793,395	1,887,798	1,862,297	1,085,859	1,038,673	509,283
1,549,718	1,637,940	1,202,164	1,132,511	528,158	583,970
2,010,671	-	-	-	-	242,588
<u>\$ 18,138,809</u>	<u>\$ 15,529,294</u>	<u>\$ 13,985,134</u>	<u>\$ 11,508,844</u>	<u>\$ 11,140,277</u>	<u>\$ 9,497,274</u>

**FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
BUILDING INFORMATION
LAST TEN FISCAL YEARS**

<u>Building</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<u>High School</u>					
Square footage	246,608	246,608	246,608	246,608	246,608
Student enrollment	1,895	1,916	2,020	1,859	1,924
<u>Central Middle School</u>					
Square footage	-	-	105,912	105,912	105,912
Student enrollment	-	-	821	429	435
<u>Donnell Middle School</u>					
Square footage	116,884	116,884	70,605	70,605	70,605
Student enrollment	576	595	-	461	467
<u>Glenwood Middle School</u>					
Square footage	112,545	112,545	70,605	70,605	70,605
Student enrollment	617	620	437	396	383
<u>Bigelow Hill Elementary School</u>					
Square footage	31,645	31,645	31,645	31,645	31,645
Student enrollment	288	202	198	227	266
<u>Chamberlin Hill Elementary School</u>					
Square footage	31,645	31,645	31,645	31,645	31,645
Student enrollment	248	249	243	235	253
<u>Jacobs Elementary School</u>					
Square footage	31,645	31,645	31,645	31,645	31,645
Student enrollment	348	276	287	289	271
<u>Jefferson Elementary School</u>					
Square footage	25,509	25,509	25,509	25,509	25,509
Student enrollment	237	224	222	219	221
<u>Lincoln Elementary School</u>					
Square footage	57,892	57,892	57,892	57,892	57,892
Student enrollment	349	334	357	391	432
<u>Northview Elementary School</u>					
Square footage	36,246	36,246	36,246	36,246	36,246
Student enrollment	339	370	346	243	253
<u>Washington Elementary School</u>					
Square footage	31,645	31,645	31,645	31,645	31,645
Student enrollment	110	211	203	208	228
<u>Whittier Elementary School</u>					
Square footage	31,930	31,930	31,930	31,930	31,930
Student enrollment	414	395	402	408	372
<u>Wilson Vance Elementary School</u>					
Square footage	38,193	38,193	38,193	38,193	38,193
Student enrollment	408	365	362	340	346
<u>Bus Garage</u>					
Square footage	3,000	3,000	3,000	3,000	3,000
<u>Maintenance Building</u>					
Square footage	5,000	5,000	5,000	5,000	5,000
<u>Millstream East</u>					
Square footage	-	-	28,152	28,152	28,152
<u>Millstream South</u>					
Square footage	-	-	21,000	21,000	21,000
<u>Millstream Career Center</u>					
Square footage	85,467	85,467	-	-	-

Source: Findlay CSD, Treasurer's Office.

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
246,608	246,608	246,608	246,608	246,608
2,145	2,121	2,325	2,293	2,209
105,912	105,912	105,912	105,912	105,912
433	449	492	467	487
70,605	70,605	70,605	70,605	70,605
487	420	460	473	467
70,605	70,605	70,605	70,605	70,605
370	391	428	441	440
31,645	31,645	31,645	31,645	31,645
280	230	252	245	245
31,645	31,645	31,645	31,645	31,645
254	225	247	247	264
31,645	31,645	31,645	31,645	31,645
260	288	315	308	297
25,509	25,509	25,509	25,509	25,509
241	249	273	272	244
57,892	57,892	57,892	57,892	57,892
434	396	434	471	490
36,246	36,246	36,246	36,246	36,246
252	277	303	319	308
31,645	40,287	40,287	40,287	40,287
219	203	222	240	265
31,930	31,930	31,930	31,930	31,930
346	356	390	383	384
38,193	38,193	38,193	38,193	38,193
367	387	424	412	407
3,000	3,000	3,000	3,000	3,000
5,000	5,000	5,000	5,000	5,000
28,152	28,152	28,152	28,152	28,152
21,000	31,645	31,645	31,645	31,645
-	-	-	-	-

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities		Governmental Funds		Average Daily Membership	ADM Percent Change
	Expenses	Expense Per Pupil	Expenditures	Expenditure Per Pupil		
2014	\$ 66,960,094	\$ 11,487	\$ 72,006,560	\$ 12,353	5,829	1.25%
2013	64,001,495	11,117	93,876,747	16,307	5,757	3.02%
2012	65,528,482	11,726	104,810,695	18,756	5,588	-2.05%
2011	67,208,272	11,781	72,236,364	12,662	5,705	-2.51%
2010	66,387,718	11,344	70,204,024	11,997	5,852	-1.75%
2009	65,327,359	10,968	66,313,599	11,134	5,956	-0.60%
2008	62,659,951	10,457	65,376,686	10,911	5,992	-8.73%
2007	59,738,061	9,099	60,574,792	9,227	6,565	-0.09%
2006	57,063,637	8,684	59,766,370	9,095	6,571	0.98%
2005	57,316,813	8,808	57,831,838	8,888	6,507	1.86%

Source: Findlay CSD, Treasurer's Office.

Student Attendance Percentage	Students on Free & Reduced Lunches	Percentage of Students on Free & Reduced Lunches	Teaching Staff	Student/Teacher Ratio
96.6%	2,390	41.0%	340	17.14
95.4%	2,280	39.6%	345	16.69
91.2%	2,488	44.5%	337	16.58
93.1%	2,269	39.8%	362	15.76
95.5%	1,855	31.7%	418	14.00
93.9%	2,330	39.1%	440	13.54
93.9%	2,161	36.1%	454	13.20
95.4%	1,911	29.1%	424	15.48
95.4%	2,037	31.0%	431	15.25
95.4%	1,874	28.8%	437	14.89

FINDLAY CITY SCHOOL DISTRICT
HANCOCK COUNTY, OHIO
 CERTIFIED STAFF STATISTICS
 JUNE 30, 2014

Education	Number of Certified Staff	Percentage of Certified Staff	Salary Range	Average Salary
Bachelor's Degree	34	9.32%	\$35,274-\$76,046	\$ 57,574.53
Bachelor's Degree plus 15 hours	14	3.84%	\$43,186-76,046	\$ 55,483.71
Bachelor's Degree plus 30 hours	18	4.93%	\$36,838-76,046	\$ 57,131.06
Master's Degree	133	36.44%	\$27,007.50-76,046	\$ 57,465.47
Master's Degree plus 15 hours	57	15.62%	\$26,123.50-76,046	\$ 57,429.51
Master's Degree plus 30 hours	103	28.22%	\$20,823.08-76,046	59,590.71
Non-Degree	6	1.64%	\$30,893.50-75,062	\$ 58,964.58
Total	365	100.00%		

Experience	Number of Teachers	Percentage of Teachers	Salary Range	Average Salary
0 - 5 years	57	15.62%	\$35,274-\$49,028	\$ 41,530
6 - 10 years	71	19.45%	20,832.08-62805	51,457
11 - 20 years	129	35.34%	30,893.50-71,826	61,857
Over 20 years	108	29.59%	31,756.96-76,046	68,967
Total	365	100.00%		

Source: Findlay CSD, Treasurer's Office.



Dave Yost • Auditor of State

FINDLAY CITY SCHOOL DISTRICT

HANCOCK COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 24, 2015**