

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2015



Dave Yost • Auditor of State

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

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**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Federal Grantor Pass Through Grantor Program Title	Grant Award Year	Federal CFDA Number	Receipts	Disbursements
U.S. DEPARTMENT OF AGRICULTURE				
<i>Passed Through Ohio Department of Education</i>				
Nutrition Cluster				
Non-Cash Assistance (Food Distribution):				
School Breakfast Program	2015	10.553	\$ 26,103	\$ 26,103
National School Lunch Program	2015	10.555	122,209	122,209
Cash Assistance:				
School Breakfast Program	2015	10.553	170,619	170,619
National School Lunch Program	2015	10.555	799,068	799,068
Total Nutrition Cluster			<u>1,117,999</u>	<u>1,117,999</u>
Total U.S. Department of Agriculture			<u>1,117,999</u>	<u>1,117,999</u>
U.S. DEPARTMENT OF EDUCATION				
<i>Passed Through Ohio Department of Education</i>				
Title I				
Title I Grants to Local Educational Agencies	2014/2015	84.010	782,583	785,486
Total Title I Cluster			<u>782,583</u>	<u>785,486</u>
Special Education:				
Special Education Grants to States	2014/2015	84.027	1,727,380	1,717,407
Special Education Preschool Grants	2015	84.173	19,412	19,788
Total Special Education			<u>1,746,792</u>	<u>1,737,195</u>
English Language Acquisition State Grants	2014/2015	84.365	39,743	34,802
Improving Teacher Quality State Grants	2014/2015	84.367	119,696	122,598
ARRA - Race to the Top	2015	84.395	9,800	9,800
Total U.S. Department of Education			<u>2,698,614</u>	<u>2,689,881</u>
Total			<u>\$ 3,816,613</u>	<u>\$ 3,807,880</u>

The accompanying notes are an integral part of this schedule.

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2015**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

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

NOTE C – FOOD DONATION PROGRAM

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



Dave Yost • Auditor of State

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

Gahanna-Jefferson Public School District
Franklin County
160 South Hamilton Road
Gahanna, Ohio 43230

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, each major fund, and the aggregate remaining fund information of the Gahanna-Jefferson Public School District, Franklin County, Ohio (the District) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 18, 2015, wherein we noted the District adopted the provisions of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

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

Dave Yost
Auditor of State
Columbus, Ohio

December 18, 2015



Dave Yost • Auditor of State

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

Gahanna-Jefferson Public School District
Franklin County
160 South Hamilton Road
Gahanna, Ohio 43230

To the Board of Education:

Report on Compliance for Each of the Major Federal Program

We have audited the Gahanna-Jefferson Public School District, Franklin County, Ohio (the District) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the Gahanna-Jefferson Public School District's major federal programs for the year ended June 30, 2015. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the District's major federal programs.

Management's Responsibility

The 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 District's compliance for each of the District's major federal programs 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 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 District's major programs. However, our audit does not provide a legal determination of the District's compliance.

Basis for Qualified Opinion on Child Nutrition Cluster

As described in finding 2015-001 in the accompanying schedule of findings, the District did not comply with requirements regarding equipment and real property management applicable to its Child Nutrition Cluster major federal program. Compliance with this requirement is necessary, in our opinion, for the District to comply with requirements applicable to this program.

Qualified Opinion on Child Nutrition Cluster

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on Child Nutrition Cluster* paragraph, the Gahanna-Jefferson Public School District complied, in all material respects, with the requirements referred to above that could directly and materially affect its *Child Nutrition Cluster* for the year ended June 30, 2015.

Unmodified Opinion on the Other Major Federal Program

In our opinion, Gahanna-Jefferson Public School District complied in all material respects with the requirements referred to above that could directly and materially affect its other major federal program identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings for the year ended June 30, 2015.

Report on Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the District's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on 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 District's internal control over compliance.

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program's compliance requirement will not be prevented, or timely detected and corrected. A *significant deficiency in internal control over compliance* is a deficiency or a combination of deficiencies in internal control over compliance with a federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings as item 2015-001 to be a material weakness.

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

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.

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

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Gahanna-Jefferson Public School District, Franklin County, Ohio (the District) as of and for the year ended June 30, 2015 and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 18, 2015, wherein we noted the District adopted the provisions of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. We conducted our audit to opine on the District's' basic financial statements. The accompanying schedule of federal awards receipts and expenditures presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Dave Yost
Auditor of State
Columbus, Ohio

December 18, 2015

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**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2015**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	Yes
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Qualified - Child Nutrition Cluster Unmodified – Special Education Cluster
(d)(1)(vi)	Are there any reportable findings under § .510(a)?	No
(d)(1)(vii)	Major Programs (list):	<ul style="list-style-type: none"> • Child Nutrition Cluster <ul style="list-style-type: none"> - School Breakfast Program, CFDA # 10.553; - National School Lunch Program, CFDA #10.555 • Special Education Cluster <ul style="list-style-type: none"> - Special Education Grants to States, CFDA #84.027 - Special Education – Preschool Grant, CFDA #84.173
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

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

None

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2015
(Continued)**

3. FINDINGS FOR FEDERAL AWARDS

Finding Number	2015-001
CFDA Title and Number	Child Nutrition Cluster (CFDA #10.553/10.555)
Federal Award Number / Year	2015
Federal Agency	U.S. Department of Agriculture
Pass-Through Agency	Ohio Department of Education

**Equipment and Real Property Management on Federal Funds
Material Noncompliance and Material Weakness**

7 CFR §3015.169 states recipient procedures for managing equipment shall, as a minimum, meet the following requirements (including replacement equipment) until such actions as transfer, replacement or disposal takes place: (a) Property records shall be maintained accurately. (Subpart D of this part contains retention and access requirements for these records.) The records shall include for each item of equipment the following: (1) A description of the equipment including manufacturer's serial numbers. (2) An identification number, such as the manufacturer's serial number. (3) Identification of the grant under which the recipient acquired the equipment. (4) The information needed to calculate the Federal share of the equipment (see § 3015.172). (5) Acquisition date and unit acquisition cost. (6) Location, use and condition of the equipment and the date the information was reported. (7) All pertinent information on the ultimate transfer, replacement, or disposal of the equipment. (b) Every two years, at a minimum, a physical inventory shall be conducted and the results reconciled with the property records to verify the existence, current utilization, and continued need for the equipment. Any discrepancies between quantities determined by the physical inspection and those shown in the accounting records shall be investigated to determine the causes of the differences. (c) In order to insure adequate safeguards to prevent loss, damage or theft of equipment, a control system shall be used. Any loss, damage or theft of equipment shall be investigated and fully documented. The awarding agency may require a report of the circumstances involving the loss, damage, or theft of equipment. (d) In order to keep the equipment in good condition, adequate maintenance procedures shall be implemented. (e) Where equipment is to be sold and the Federal government is to have a right to part or all of the proceeds, selling procedures shall be established which will provide for competition to the extent practicable and result in the highest possible return.

During testing of the District's federally purchased assets related to the Child Nutrition Cluster grant, we determined that the District did not have support that they followed all Federal Compliance guidelines when accounting for assets purchased with Federal Funds. We noted that no assets over \$5,000 purchased with Federal monies contained support documentation that they followed Federal Compliance Requirements.

Failure to properly account for the District's capital assets can result in misappropriation of the assets and potential future questioned costs if these Federal assets are later sold by the District.

We recommend that the District implement and monitor procedures over the management of federally purchased assets in order to assure that all Federal Compliance Requirements are being met.

Officials' Response: See Corrective Action Plan.

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**CORRECTIVE ACTION PLAN
OMB CIRCULAR A -133 § .315 (c)
JUNE 30, 2015**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2015-001	<p>In order to assure that all Federal compliance requirements are met when purchasing equipment, the District will follow the following procedures:</p> <ol style="list-style-type: none">1. Separate all Federal funds with a specific cost center.2. The District will create a form listing all requirements per 7 CFR 215.34. The fixed asset accountant will check off each requirement on the list indicating the item has been met.3. Modify the current inventory form to add a space to include the CFDA number associated with the Federal grant from which each equipment is purchased.	1/31/2016	Linda Green

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

BOARD OF EDUCATION
Franklin County, Ohio



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For Fiscal Year
Ended June 30, 2015

Prepared by:
Julio Valladares, MBA
Treasurer/CFO

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**Comprehensive
Annual Financial Report**

of the

**Gahanna-Jefferson Public School District
Gahanna, Ohio**

For Fiscal Year Ended June 30, 2015

Issued by:

Office of the Treasurer

Julio C. Valladares, MBA
Treasurer/CFO

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**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

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**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
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**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
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**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
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I. INTRODUCTORY SECTION

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

Gahanna-Jefferson Public School District
Elected Officials and Administrative Staff
as of June 30, 2015

BOARD OF EDUCATION MEMBERS

President	Mr. Matthew Campbell
Vice President	Mrs. Jill Schuler
Member	Mr. Lew Griffin
Member	Mr. Jason Phillips
Member	Mrs. Windy McKenna

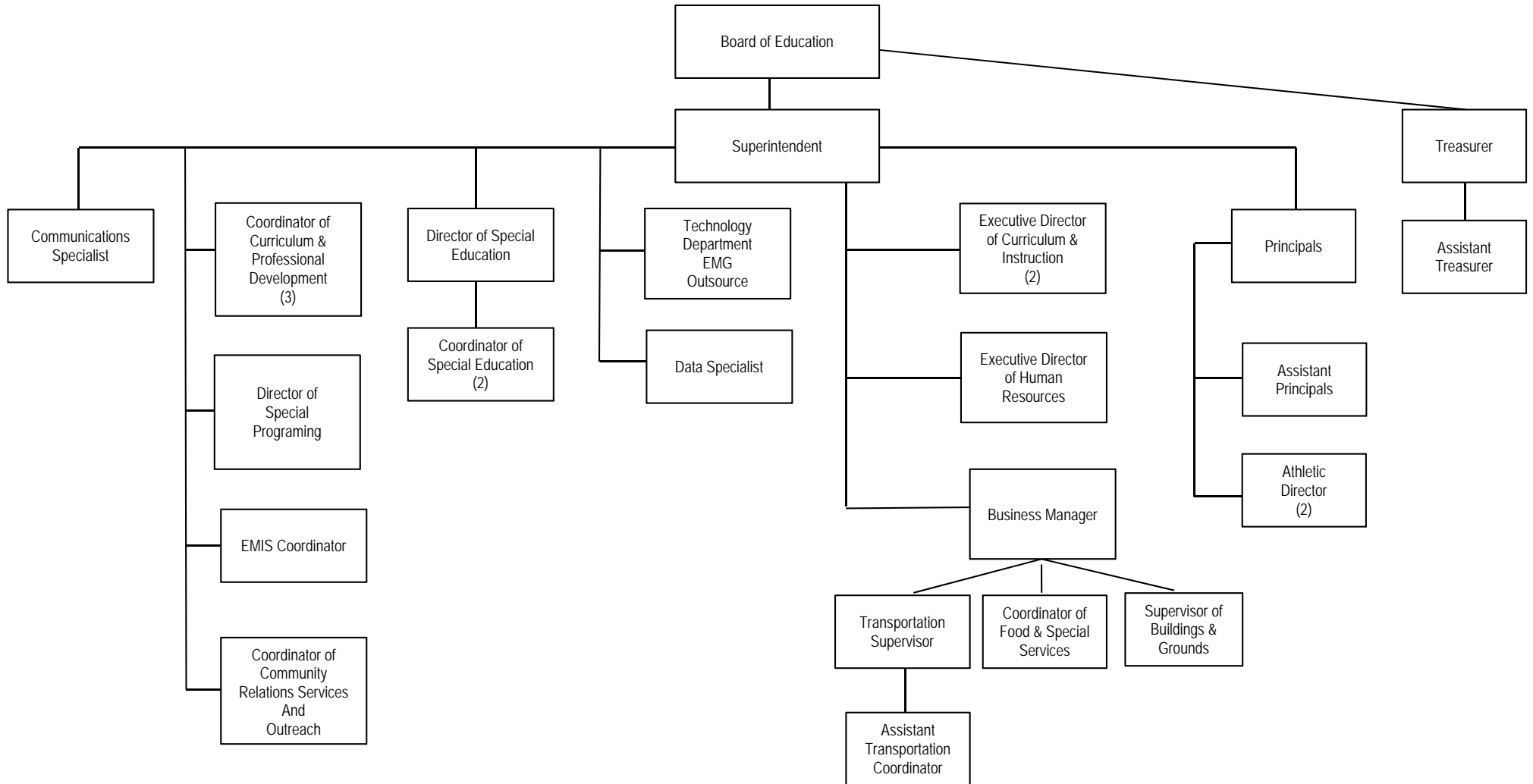
APPOINTED OFFICIALS

Superintendent (Interim)	Mr. Scott Schmidt
Treasurer	Mr. Julio Valladares

ADMINISTRATIVE STAFF

Executive Director - Human Resources	Mr. Matt Cygnor
Executive Director of Curriculum	Mrs. Beth Spieth
Director of Special Education Services	Mrs. Sue Wieging
Principal, Lincoln High School	Mr. Robert Dodd
Principal, Middle School West	Mr. Colon Lewis
Principal, Middle School East	Mr. Brad Barboza
Principal, Middle School South	Mrs. Robin Murdock
Principal, Blacklick Elementary School	Mrs. Kristen Groves
Principal, Chapelfield Elementary School	Mrs. Shea Reed
Principal, Goshen Elementary School	Mr. Melanie McGue
Principal, High Point Elementary School	Mrs. Kathleen Erhard
Principal, Jefferson Elementary School	Mrs. Roben Frentzel
Principal, Lincoln Elementary School	Mr. Jim Micciulla
Principal, Royal Manor Elementary School	Mr. Rick Oxley

Gahanna-Jefferson Public Schools Organization Chart





Gahanna - Jefferson Public Schools

160 South Hamilton Road • Gahanna, OH 43230
(614) 471-7065 • Fax (614) 478-5568

December 18, 2015

TO THE BOARD OF EDUCATION AND CITIZENS OF THE GAHANNA-JEFFERSON CITY SCHOOL DISTRICT:

As Treasurer and Superintendent of the Gahanna-Jefferson City School District (the District), we are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) issued by the District. This CAFR for the year ended June 30, 2015 is prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using the guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

This CAFR is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes management's discussion and analysis, the basic financial statements, notes to the basic financial statements, and supplemental data, as well as the Independent Accountants' Report on the financial statements. The statistical section provides pertinent financial, economic and demographic information, generally presented on a multi-year basis.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the Independent Auditor's Report.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

The Office of the Treasurer is responsible for the accuracy of the data presented and the completeness and fairness of this presentation. We believe the data presented are necessary to enable the reader to acquire the maximum understanding of the District's financial activity.

The District is a public school system and is a fiscally independent political subdivision of the State of Ohio. The District operates one high school, three middle schools and seven elementary schools. The District is located east of Columbus, Ohio in Franklin County and encompasses all of the City of Gahanna, a major portion of Jefferson Township, and smaller portions of the City of Columbus and Mifflin Township. The District and municipal boundaries are not coterminous.

This report includes all funds of the District. The District provides a full range of traditional and nontraditional educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory and vocational levels; a broad range of co-curricular and extracurricular activities; adult and community education offerings; and special education programs and facilities.

In addition to providing these general activities, the District has administrative responsibility for state funds distributed to private schools located within the District boundaries; therefore, in accordance with GASB Statement 24, this responsibility is included in the reporting entity in a special revenue fund. The private schools served are Gahanna Christian Academy, Columbus Academy, St. Matthew School and Shepherd Christian School. While these organizations share operational and services similar with the District, all are separate and distinct entities. Because of their independent nature, none of these organization's financial statements are included in this report.

Economic Condition and Outlook

Approximately 85% of the District's enrolled students reside in the City of Gahanna. Gahanna is a suburban community that has experienced little residential and commercial growth during the past few years. Approximately 95% of the City is developed. Jefferson Township, which until recently had been primarily rural, is now experiencing residential developments.

The District, along with many other public school systems in the state, still faces some difficult situations in the future since the primary funding source is property tax revenues. Ohio law, specifically House Bill 920, limits growth in real estate tax revenues by reducing millage as assessed values increase. This law keeps revenues from each levy relatively constant. Additionally, House Bill 95 and House Bill 66, included tax reductions and eliminated taxes on corporation's personal property for school districts, which ultimately lead to a pronounced shifting of tax burden to residential and agricultural property tax payers. However, House Bill 1, retained the state reimbursement of this revenue through 2013, budget bill HB153 eliminates the state reimbursement through the end of fiscal year 2012 instead of through the end of fiscal year 2013. However, HB59 reinstated the State direct payment reimbursement for the fiscal year 2014 and 2015 to the same levels as received in fiscal year 2013 which represents \$2.3 million for our District. More recently, HB64 re-activated the phase out for direct payments to school districts in two ways:

- 1) High wealth districts would lose up to 2% of total available resources from their replacement payments and
- 2) Low wealth districts would lose up to 1% of total resources, prorated by quintile.

Historically, the community has been supportive of education. This has been demonstrated by the passage of an \$8,250,000 bond issue in May 1994, and, a combined 6.3 mill permanent operating levy and a \$28.5 million bond issue in November 1998. The District issued those bonds during fiscal year 1999. In addition, a 6.5 mill permanent operating levy was passed in November 1995 and a 7.9 mill operating levy passed in May of 2006. A 5.2 mill operating levy was passed in May of 2011. Most recently, a 2.16 mill permanent improvement only levy passed in November 2014. The levy generates approximately \$3,000,000 each year for the maintenance and upkeep of buildings, buses, and technology. District management believes that by maintaining continued sound financial management practices, continued quality of program offerings, and the solid working relationship with the community, it is likely that community support will remain strong in the future.

In February 24, 2012, the Gahanna-Jefferson Board of Education approved a ground lease for 85 years to Wagenbrenner Development, Inc., for design and construction of 24,000 sq. ft. of new commercial space on the remaining undeveloped land adjacent to Clark Hall, The Commons at Clark Hall. This ground lease provides GJPS with an additional annual revenue stream of \$132,000 for the first ten years of the lease agreement. Revenues from this agreement as well as revenues from Clark Hall's first floor leases will help offset the cost of building Clark Hall.

The City of Gahanna continues to develop retail opportunities within the school district, including the most recent Shops at Rocky Fork development. Gallas Zadeh Development, in conjunction with Wagenbrenner, has invested \$8,300,000 in the 27,000 square foot building, future home to many restaurants, retailers, and service providers.

The District and Its Facilities

The District serves an area of 32 square miles in and around the City of Gahanna. It is located in Franklin County, approximately 10 miles east of downtown Columbus, the state capital. The Gahanna-Jefferson City School District is a suburban district experiencing little or no growth in the last 10 years. Gahanna’s population in 2004 was approximately 34,469 residents. During 2014, according to the City of Gahanna, the city’s population decreased to 33,323 residents.

From school year 2004-05 to school year to 2014-15, the District has experienced a growth in enrollment of 350 students or 5.1%. Projections in the coming years are being projected modestly.

The District’s facilities include seven elementary schools (Grades K-5) with 3,239 students, three middle schools (Grades 6 to 8) with 1,681 students, one high school (Grades 9-12) with 2,323 students, for a total of 7,243 students within the District. Other facilities within the District include a maintenance building, a bus garage, the central office and several athletic fields.

Major Initiatives

While Ohio’s Learning Standards guide teaching and learning in the Gahanna-Jefferson schools, the focus of the district is on the growth and development of the individual student. The Gahanna-Jefferson Graduate Profile, formally introduced during the 2009-10 school year, embodies the skills that are critical for every student in the changing world of the 21st century. The ability to be a responsible community member, collaborative team member, comprehensive problem solver, effective communicator and proficient technology user enhances students’ capacity to learn, process and assimilate the content identified in the standards. These skills are essential for the creative, innovative thinking which will drive the changes of the future.

This poster, a symbol of the district’s diversity and commitment to the daily focus on these skills, is visible in every classroom, hall and building in the district. Students are assuming more and more responsibility for their learning as they make choices about how they learn and demonstrate their level of understanding.

The practice of frequent, ongoing assessment of daily learning and student understanding is evident throughout the district. Instruction is shaped by student needs that are identified with the evidence and data derived from the daily evaluation of student work. The ultimate



goal for every student is the development of thorough understanding and comprehension represented by the ability to coherently articulate, demonstrate and apply skills and concepts to new situations and real life problems.

As technology has exponentially increased the speed of communication across long distances and all languages, making the world smaller and more accessible, so is it changing the ways of teaching and learning. Students collaborate virtually with one another inside the district's buildings as well as with others across the street, the state, country and world.

Flexibility in the way course credit is earned and the way students learn is expanding for all grades. Students in grades 7-12 are offered many options for earning credit, including working toward college and high school credit simultaneously, earning credit for experiences and learning that take place outside the classroom and earning credit through online options. It is an exciting time for the students and community of Gahanna as an educational transformation is taking place in response to the changing world in which we live.

Lincoln High School students attend classes on the second and third floors of Clark Hall. The first floor is leased to Eastland-Fairfield Career & Technical Schools, Columbus State Community College and Education First Credit Union. These unique partnerships provide career training to students, provide postsecondary academic options to students and the community as well as to help finance the cost of construction of the building.

Gahanna-Jefferson is a progressive district, constantly growing and changing to better meet the needs of both students and community.

Departmental Focus

Technology

During the 2014–2015 academic year, the Technology Department focused on adding student and staff services in the wireless infrastructure and teacher computing areas. These upgrades have been made possible due to the previous year's network upgrades. We will be able to leveraging this investment to provide better accessibility to educational systems, which are shifting from independent *standalone* systems to integrated services that can be more cost effectively added by using the existing services.

Gahanna-Jefferson is also proud to be among the leaders in using our technological capabilities to take advantage of important new educational opportunities that include hosted and cloud-based services for learning, expanded communication and enhancing student learning. Below you will find some of the most significant technology projects completed in the Gahanna-Jefferson City School District.

Network-Based Initiatives

While the driver for all technology improvement in schools is to support student learning, the widest impact projects are increasingly network-based both because a solid network core can be leveraged to cost-effectively deliver a range of services that formerly required expensive individual standalone systems in separate buildings, and because networks have become necessary for even the most simple of tasks - such as computers that require a network connection and login before they can be used.

Wireless Infrastructure

The District leveraged new E-Rate opportunities to help subsidize a new wireless system in all buildings. The new technologies made possible by this upgrade will allow more devices to connect to our network wirelessly with appropriate bandwidth/throughput to meet the increase in devices and accessibility to educational resources.

Security

This now encompasses two areas: security for protection of student/staff data and the network itself, and using the network as a base for systems implemented for the protection of students and staff. Gahanna updated its computer Anti-virus system this year to one more appropriate to defend against malicious intent.

School Security Cameras

The district has equipped all schools with secure entryways by installing electronic door buzzers and cameras. The cameras allow the office staff to monitor access to the buildings.

The district has also teamed up with local authorities by installing emergency responder buttons at the front desk of each building and in various locations throughout the high school. With the push of a button, the local authorities are alerted and dispatched immediately.

Future projects will consist of updating the districts' camera systems from analog systems to digital systems. Digital systems will enable expanded viewing capabilities that will allow the district to enhance its safety procedures.

Student and Teacher Devices

The district is able to leverage the new wireless infrastructure to increase our device count. We made an investment into Chrome books, laptops and desktops. The desktops replaced an aging fleet of teacher workstations with the appropriate computing power needed to run the classroom software and peripherals. Chrome books are also leveraged as a cost effective mobile device for student use K-8 and new laptop carts were placed at the High School to leverage their ever-increasing computing needs.

Video Conferencing

The district leveraged opportunities through local Straight A grants to implement enterprise level video conferencing systems. These new system will help connect our students to new opportunities never before available due to travel constraints.

Partnership Development

To increase effectiveness and reduce costs, the district continues to develop and expand a range of business, community, vendor, and other partnerships.

One long-standing partnership for the district encompasses both the business and community sectors: the Gahanna-Jefferson Education Foundation. Comprised primarily of community business leaders, the GJEF provides funding for expanded technology purchases. Additionally, the "Fund-a-Need" initiative created in 2011 continues to be a very successful initiative which identifies goals shared by both the Curriculum and Technology departments as their funding target.

Financial Information

The District's accounting system is organized on a "fund" basis. Each fund is a separate self-balancing accounting entity. All District funds, except Proprietary Funds and Fiduciary Funds are reported on the modified accrual basis of accounting, whereby revenues are recognized when measurable and available, and expenditures are recognized when the related liability is incurred, except for principal and interest on long-term debt which is recorded when due. Proprietary and Fiduciary funds are accounted for on the full accrual basis of accounting. Both basis of accounting are in accordance with GAAP as applied to governmental units and consistent with GASB Code. Sec. 1600; "Basis of Accounting".

Internal Controls

District Management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from their implementation; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary Controls

The District maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's Board of Education. Activities of all funds are included in the annual appropriated budget. The level of budgetary control at which expenditures cannot legally exceed the appropriated amount is established at the fund level of expenditure. Additionally, the District maintains an encumbrance system as a useful technique of accomplishing budgetary control. Under encumbrance accounting, purchase orders, contracts, and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Risk Management

The District carries all-risk property insurance, liability and excess insurance. The employees in positions that deal with money are bonded and medical coverage for employees is provided through a self-insured medical program offered by the District. Additionally, the District moved to being self-insured for workers' compensation during fiscal year 2013.

Independent Auditors

The basic financial statements of the District for the year ending June 30, 2015, were audited by the State Auditor's Office, whose opinion thereon is included at the beginning of the Financial Section of this report.

Certificate of Achievement Program

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a

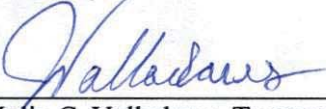
Certificate of Achievement for Excellence in Financial Reporting to the Board of Education of the Gahanna-Jefferson City School District, Ohio for its comprehensive annual financial report (CAFR) for the fiscal year ending June 30, 2014. The Certificate of Achievement is a prestigious award that recognizes conformance with the highest standards for preparation of state and local government financial reports.

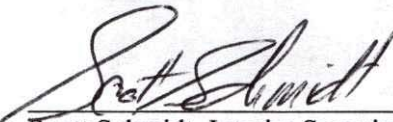
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements and we are submitting it to the GFOA.

Acknowledgments

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the conscientious efforts of the treasurer's office staff and assistance of other central office administrators and staff. The assistance of the Franklin County Auditor's office in providing information is appreciated. Without the leadership and support of the Board of Education of the District, preparation of this report would not have been possible. Most importantly, we would like to thank the Citizens of the District for the opportunity to continue to improve the professionalism in financial reporting that they expect and deserve.

Sincerely,


Julio C. Valladares, Treasurer/CFO


Scott Schmidt, Interim Superintendent



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Gahanna-Jefferson Public School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014



Executive Director/CEO

II. FINANCIAL SECTION

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Gahanna-Jefferson Public School District
Franklin County
160 South Hamilton Road
Gahanna, Ohio 43230

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Gahanna-Jefferson Public School District, Franklin County, Ohio (the District), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Gahanna-Jefferson Public School District, Franklin County, Ohio, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 18 to the financial statements, during the year ended June 30, 2015, the District adopted Governmental Accounting Standard No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. We did not modify our opinion regarding this matter.

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

Supplementary and Other Information

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

The introductory section, the financial section's combining statements, individual fund 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 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 18, 2015, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Dave Yost
Auditor of State
Columbus, Ohio

December 18, 2015

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2015
UNAUDITED

As management of the Gahanna-Jefferson Public School District (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with the additional information we have furnished in our letter of transmittal, which immediately precedes this analysis.

Financial Highlights

Key financial highlights for 2015 are as follows:

- The liabilities and deferred inflows of resources of the District exceeded its assets and deferred outflows of resources at the close of the most recent fiscal year by \$80.9 million (negative net position).
- The District's total net position increased by \$4.2 million, a 4.9% increase in comparison with the prior fiscal year.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$29.0 million, an increase of \$2.5 million in comparison with the prior fiscal year. Of this amount, \$9.7 million is available for spending at the District's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned balance for the general fund was \$9.7 million, or 12.0% of total general fund expenditures.
- The District's total general obligation bonded debt decreased \$1.5 million, or 5.4%, in comparison with the prior fiscal year-end.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2015
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The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

These two statements report the District's net position and changes in them. The change in net position provides the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the District.

In the Statement of Net Position and the Statement of Activities, all of the District's activities are reported as governmental including instruction, support services, community services, non-instructional services and extracurricular activities.

The government-wide financial statements can be found on pages 21-22 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2015
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The District maintains 20 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service fund, and permanent improvement fund, each of which are considered major funds. Data from the other 17 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements and schedules elsewhere in this report.

The District adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 23-27 of this report.

Proprietary Funds. Proprietary funds use the accrual basis of accounting; the same as on the entity-wide statements. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various funds. The District uses an internal service fund to account for health and dental claims and premiums. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the governmental-wide financial statements.

The basic proprietary fund financial statements can be found on pages 28-30 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on page 31-32 of this report.

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. The notes to the basic financial statements begin on page 33 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 71-76 of this report.

The combining and individual fund statements and schedules referred to earlier in connection with nonmajor governmental funds can be found on pages 77-102 of this report.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2015
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Government-Wide Financial Analysis

The table below provides a summary of the District's net position for 2015 and 2014:

Net Position		Governmental Activities	
	<u>2015</u>	<u>Restated</u>	<u>2014</u>
Current and Other Assets	\$ 120,543,848	\$	106,238,987
Capital Assets	45,742,656		46,703,190
Total Assets	<u>166,286,504</u>		<u>152,942,177</u>
Deferred Charge on Refunding	268,370		-
Pension	8,068,363		7,186,945
Total Deferred Outflows of Resources	<u>8,336,733</u>		<u>7,186,945</u>
Current Liabilities	11,986,866		12,968,718
Long-term Liabilities:			
Due Within One Year	3,820,692		3,525,545
Due in More Than One Year:			
Net Pension Liability	111,477,328		132,545,356
Other Amounts	40,084,810		35,637,812
Total Liabilities	<u>167,369,696</u>		<u>184,677,431</u>
Property Taxes	67,924,464		60,574,153
Pension	20,278,981		-
Total Deferred Inflows of Resources	<u>88,203,445</u>		<u>60,574,153</u>
Net Investment in Capital Assets	16,238,475		14,463,359
Restricted	7,202,327		6,693,603
Unrestricted	(104,390,706)		(106,279,424)
Total Net Position	<u>\$ (80,949,904)</u>		<u>\$ (85,122,462)</u>

During 2015, the District adopted GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27," which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the District's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2015
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Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability. GASB 68 takes an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

Under the new standards required by GASB 68, the net pension liability equals the District's proportionate share of each plan's collective:

1. Present value of estimated future pension benefits attributable to active and inactive employees' past service.
2. Minus plan assets available to pay these benefits.

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the District is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system as against the public employer. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability. As explained above, changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension liability, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required pension payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability is satisfied, this liability is separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68, the District's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's change in net pension liability not accounted for as deferred inflows/outflows.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2015
UNAUDITED

As a result of implementing GASB 68, the District is reporting a net pension liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. This implementation also had the effect of restating net position at June 30, 2014, from \$40,235,949 to negative \$85,122,462.

Current and Other Assets increased significantly in comparison with the prior fiscal year-end. This increase primarily consists of an increase in Pooled Cash and Cash Equivalents as a result of the Tax Anticipation Notes issued during the fiscal year.

A large portion of the District's net position reflect its investment in capital assets (e.g., land, buildings, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

The table below shows the change in net position for fiscal year 2015 and 2014:

Change in Net Position		
	2015	2014
Program Revenues		
Charges for Services	\$ 3,631,152	\$ 4,083,824
Operating Grants	6,267,701	6,004,187
Capital Grants	24,392	-
General Revenues		
Property Taxes	55,977,206	55,951,123
Unrestricted Grants and Entitlements	21,911,181	20,623,626
Payments in Lieu of Taxes	4,688,817	5,306,422
Investment Earnings	84,326	38,255
Miscellaneous	945,159	372,197
Total Revenues	93,529,934	92,379,634
Program Expenses		
Instructional	54,590,411	54,370,922
Support Services	27,687,648	26,848,987
Community Services	2,022,911	1,644,122
Food Service Operations	2,484,571	2,584,174
Extra Curricular Activities	1,364,749	1,278,620
Interest and Fiscal Charges	1,005,180	1,140,390
Bond Issuance Costs	201,906	-
Total Expenses	89,357,376	87,867,215
Change in Net Position	4,172,558	4,512,419
Net Position at Beginning of Year, Restated	(85,122,462)	N/A
Net Position at End of Year	\$ (80,949,904)	\$ (85,122,462)

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
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The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$7,186,945 computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB 68, the 2015 statements report pension expense of \$5,341,636.

Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

Total 2015 program expenses under GASB 68	\$	89,357,376
Pension expense under GASB 68		(5,341,636)
2015 contractually required contribution		<u>7,012,101</u>
Adjusted 2015 program expenses		91,027,841
 Total 2014 program expenses under GASB 27		 <u>87,867,215</u>
 Increase in program expenses not related to pension	 \$	 <u><u>3,160,626</u></u>

Operating grants increased slightly in comparison with the prior fiscal year. This increase is primarily the result of an increase in state funding relating to the Straight A Grant.

Unrestricted grants and entitlements increased significantly in comparison with the prior fiscal year. This increase is primarily the result of additional foundation revenue received.

Total Expenses increased only slightly in comparison with the prior fiscal year.

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.

	<u>Total Cost of 2015 Services</u>	<u>Total Cost of 2014 Services</u>	<u>Net Cost of 2015 Services</u>	<u>Net Cost of 2014 Services</u>
Governmental Activities				
Instructional	\$ 54,590,411	\$ 54,370,922	\$ 51,051,494	\$ 50,896,003
Support Services	27,687,648	26,848,987	26,049,136	24,814,652
Community Services	2,022,911	1,644,122	312,907	69,044
Food Service Operations	2,484,571	2,584,174	(79,020)	73,069
Extracurricular Activities	1,364,749	1,278,620	892,528	786,046
Interest and Fiscal Charges	1,005,180	1,140,390	1,005,180	1,140,390
Bond Issuance Costs	201,906	-	201,906	-
	<u>\$ 89,357,376</u>	<u>\$ 87,867,215</u>	<u>\$ 79,434,131</u>	<u>\$ 77,779,204</u>
Total				

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2015
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Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at year-end.

The District's governmental funds reported a combined ending fund balance of \$29.0 million, an increase of \$2.5 million in comparison with the prior fiscal year. Of this amount, \$9.7 million is available for spending at the District's discretion (unassigned fund balance). The schedule below indicates the fund balances and the total change in fund balances as of June 30, 2015 for all major and nonmajor governmental funds.

Funds:	Fund Balance June 30, 2015	Fund Balance June 30, 2014	Increase/ (Decrease)
General	\$ 21,890,258	\$ 20,122,060	\$ 1,768,198
Debt Service	3,436,145	3,907,414	(471,269)
Permanent Improvement	2,448,505	-	2,448,505
Other Governmental	1,263,748	2,524,730	(1,260,982)
Total	\$ 29,038,656	\$ 26,554,204	\$ 2,484,452

General Fund

The general fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$9.7 million, while total fund balance was \$21.9 million. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 12.0 percent of total general fund expenditures, while total fund balance represents 27.9 percent of that same amount.

The fund balance of the District's general fund increased by \$1.8 million during the current fiscal year. The details of this increase are as follows:

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
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The table that follows assists in illustrating the revenues of the general fund.

	2015	2014	Change
<u>Revenues:</u>			
Taxes	\$ 52,515,444	\$ 53,171,236	-1.2%
Payments in Lieu of Taxes	5,042,189	5,270,828	-4.3%
Tuition	713,808	672,170	6.2%
Interest Earnings	73,337	39,267	86.8%
Intergovernmental	21,968,566	20,596,156	6.7%
Other Revenue	1,863,489	1,837,950	1.4%
Total Revenues	<u>\$ 82,176,833</u>	<u>\$ 81,587,607</u>	<u>0.7%</u>

Intergovernmental revenue increased significantly in comparison with the prior fiscal year. This increase is primarily the result of an increase in foundation revenue.

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

	2015	2014	Change
<u>Expenditures:</u>			
Instruction	\$ 51,687,996	\$ 50,894,464	1.6%
Support Services	25,153,980	24,943,399	0.8%
Community Services	5,299	7,508	-29.4%
Extracurricular Activities	907,161	893,401	1.5%
Capital Outlay	184,800	861,998	100.0%
Debt Service:			
Principal Retirement	614,567	613,714	0.1%
Interest and Fiscal Charges	31,909	42,164	-24.3%
Total Expenditures	<u>\$ 78,585,712</u>	<u>\$ 78,256,648</u>	<u>0.4%</u>

Total Expenditures remained fairly consistent in comparison with the prior fiscal year, increasing less than 1 percent.

Debt Service Fund

The debt service fund has a total fund balance of \$3.4 million, all of which is restricted for the payment of debt service. The net decrease in fund balance during the current year was \$471,269. This decrease represents the amount in which current year debt service requirements outstripped the property tax and related receipts and transfers in.

Permanent Improvement Fund

The permanent improvement fund has a total fund balance of \$2.4 million. This was the first year of operation for the permanent improvement fund.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
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General Fund Budgetary 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. Budgetary information is presented only for the general fund in the financial statements.

The District's final estimated revenues and other financing sources exceeded the original estimate by approximately \$1.0 million. This increase was mainly the result of an increase in intergovernmental revenues from the State. The District's final estimated revenues and other financing sources exceeded actual amounts by approximately \$3.2 million. The difference was mainly the result of the district redirecting (inter-fund transfers) \$2,028,783 of property taxes directly into the debt service fund.

The District's final appropriations were approximately \$2.9 million less than original amounts. The District's final appropriations exceeded actual expenditures and other financing uses by approximately \$1.0 million. This variance is the result of conservative budgeting.

Capital Assets

At fiscal year-end, the District had \$45.7 million (net of accumulated depreciation) invested in land, buildings and improvements, equipment, vehicles, and textbooks, a decrease of \$960,534 in comparison with the prior fiscal year. This decrease represents the amount in which current year depreciation of \$2.7 million exceeded current year additions of \$1.8 million.

See note 8 to the basic financial statements for additional information on Capital Assets.

Debt Administration

At fiscal year-end, the District's general bonded debt totaled \$26.5 million, a decrease of \$1.5 million in comparison with the prior fiscal year. This decrease represents the amount in which current year principal payments and amortization, totaling \$8.6 million, exceeded new debt and accretion, totaling \$7.1 million.

See note 9 to the basic financial statements for additional information on long-term obligations.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2015
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Economic Conditions and Outlook

Like most municipal entities, the City of Gahanna's financial condition was impacted by the national economic downturn of the last few years. However, calendar year 2011 was the beginning of economic recovery in Gahanna. While revenues have been in flux due to the economic downturn, the City has maintained a fund balance in excess of its mandatory emergency reserve. The administration and Council are working together to effectively manage the City's resources and plan strategically for the future. As the City enters 2016 and beyond, maintaining a conservative fiscal approach will continue to be crucial for Gahanna in order for the City to provide excellent services to businesses and residents within available resources.

The extension of the new Tech Center Drive and bridge project over I-270 has improved access to the existing 295 businesses and over 5,000 employees in the immediate area while positioning new land for development with the potential to double the number of employees in the area and spur additional investments along South Hamilton Road and in the region. An extended day hotel with 220 units was built representing not only an estimated investment of about \$20 million, but also adds a long term tax revenue stream for Gahanna-Jefferson Public Schools in the neighborhood of over \$337,000. Other infrastructure improvements around Tech Center Drive are on the horizon to increase competitiveness necessary to attract higher quality commercial users.

Since the District's approval of a ground lease to Wagenbrenner Development in January of 2012 for design and construction of 24,000 square feet of new commercial space on the remaining underdeveloped land adjacent to Clark Hall titled "The Clark Commons", the District is now reaping the benefits of not only receiving a revenue stream through the annual ground lease payment of \$132,000, but also generating tax revenues of approximately \$100,000 annually.

The developer invested over \$6 million to build two single stories mixed retail buildings to house 9 to 12 retailers. Construction started in February 2012 and turned it to the tenants for fit out in July 2012. Some tenants opened for business in November 2012, and the last tenant was operating in late April 2013. The mixed retail buildings houses commercial "class A" facilities such as Rusty Bucket, and Panera to mention a few. Currently tenancy is at 100 percent occupancy.

Request for Information

This financial report is designed to provide our citizen's, 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. Julio Valladares, Treasurer, Gahanna-Jefferson Public School District, 160 S. Hamilton Road, Gahanna, Ohio 43230.

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BASIC FINANCIAL STATEMENTS

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**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

STATEMENT OF NET POSITION
AS OF JUNE 30, 2015

	Governmental Activities
Assets	
Cash and Cash Equivalents	\$ 26,372,425
Cash with Fiscal Agent	143,800
Receivables:	
Property Taxes - Current	85,453,607
Property Taxes - Delinquent	1,634,797
Accounts	52,638
Accrued Interest	17,329
Payments in Lieu of Taxes	6,149,795
Due From Other Governments	608,148
Prepaid Assets	76,702
Materials and Supplies Inventory	34,607
Capital Assets:	
Non-depreciable Capital Assets	7,701,290
Depreciable Capital Assets	38,041,366
Total Assets	166,286,504
Deferred Outflows of Resources	
Deferred Charge on Refunding	268,370
Pension	8,068,363
Total Deferred Outflows of Resources	8,336,733
Liabilities	
Accounts Payable	615,448
Accrued Wages and Benefits Payable	7,516,292
Due to Other Governments	1,309,911
Accrued Interest Payable	132,984
Claims Payable	698,615
Unearned Revenue	1,713,616
Long-Term Liabilities	
Due Within One Year	3,820,692
Due in More Than One Year:	
Net Pension Liability	111,477,328
Other Amounts Due in More Than One Year	40,084,810
Total Liabilities	167,369,696
Deferred Inflows of Resources	
Property and Other Local Taxes	67,924,464
Pension	20,278,981
Total Deferred Inflows of Resources	88,203,445
Net Position	
Net Investment in Capital Assets	16,238,475
Restricted for:	
Debt Service	3,410,850
Permanent Improvements	2,458,290
Building Fund	590,602
Locally Funded Programs	77,106
Extracurricular Activities	280,740
State Funded Programs	153,205
Federally Funded Programs	133,390
Food Service	98,144
Unrestricted	(104,390,706)
Total Net Position	\$ (80,949,904)

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
Instruction					
Regular Instruction	\$ 41,764,730	\$ 1,125,607	\$ 846,616	\$ -	\$ (39,792,507)
Special Instruction	12,101,803	-	1,325,733	-	(10,776,070)
Vocational Instruction	591,723	-	240,961	-	(350,762)
Other Instruction	132,155	-	-	-	(132,155)
Support Services					
Pupils	3,824,114	-	213,359	-	(3,610,755)
Instructional Staff	2,955,491	87,455	680,758	-	(2,187,278)
General Administration	1,546,581	-	-	-	(1,546,581)
School Administration	7,012,490	148,753	118,705	-	(6,745,032)
Fiscal Services	1,672,613	-	-	-	(1,672,613)
Business	144,103	-	-	-	(144,103)
Maintenance	6,083,191	342,333	-	-	(5,740,858)
Pupil Transportation	3,173,410	-	27,349	-	(3,146,061)
Central	1,275,655	-	19,800	-	(1,255,855)
Community Services	2,022,911	48,679	1,636,933	24,392	(312,907)
Food Service Operations	2,484,571	1,406,104	1,157,487	-	79,020
Extra Curricular Activities	1,364,749	472,221	-	-	(892,528)
Interest and Fiscal Charges	1,005,180	-	-	-	(1,005,180)
Bond Issuance Costs	201,906	-	-	-	(201,906)
Total Governmental Activities	<u>\$ 89,357,376</u>	<u>\$ 3,631,152</u>	<u>\$ 6,267,701</u>	<u>\$ 24,392</u>	<u>(79,434,131)</u>
General Revenues					
Property Taxes Levied for:					
General Purposes					52,442,903
Debt Service					532,884
Permanent Improvement					3,001,419
Unrestricted Grants and Entitlements					21,911,181
Payments in Lieu of Taxes					4,688,817
Investment Earnings					84,326
Miscellaneous					945,159
Total General Revenues					<u>83,606,689</u>
Change in Net Position					<u>4,172,558</u>
Net Position Beginning of Year, Restated					(85,122,462)
Net Position End of Year					<u>\$ (80,949,904)</u>

See accompanying notes to the basic financial statements.

**GAHANNA JEEFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2015**

	General Fund	Debt Service Fund	Permanent Improvement Fund	Other Governmental Funds	Total Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 9,358,107	\$ 3,253,745	\$ 8,455,017	\$ 1,736,331	\$ 22,803,200
Receivables:					
Property Taxes - Current	80,190,167	661,858	4,601,582	-	85,453,607
Property Taxes - Delinquent	1,532,192	12,717	89,888	-	1,634,797
Accounts	44,028	-	-	4,347	48,375
Accrued Interest	17,329	-	-	-	17,329
Payments in Lieu of Taxes	6,149,795	-	-	-	6,149,795
Due From Other Governments	118,699	-	-	489,449	608,148
Interfund Receivable	49,477	-	-	-	49,477
Prepaid Assets	76,157	-	-	545	76,702
Materials and Supplies Inventory	-	-	-	34,607	34,607
Total Assets	97,535,951	3,928,320	13,146,487	2,265,279	116,876,037
Liabilities:					
Accounts Payable	254,258	-	19,219	341,971	615,448
Accrued Wages and Benefits Payable	7,107,710	-	-	408,582	7,516,292
Interfund Payable	36,009	-	-	51,486	87,495
Due to Other Governments	1,207,582	-	-	102,329	1,309,911
Matured Leave Benefits Payable	43,356	-	-	120	43,476
Unearned Revenue	961,832	-	-	-	961,832
Tax Anticipation Notes Payable	-	-	7,400,000	-	7,400,000
Total Liabilities	9,610,747	-	7,419,219	904,488	17,934,454
Deferred Inflows of Resources:					
Unavailable Revenue	1,778,815	12,717	89,888	97,043	1,978,463
Property and Other Local Taxes	64,256,131	479,458	3,188,875	-	67,924,464
Total Deferred Inflows of Resources	66,034,946	492,175	3,278,763	97,043	69,902,927
Fund Balances:					
Non-spendable:					
Prepaid Assets	76,157	-	-	545	76,702
Restricted for:					
Debt Service	-	3,436,145	-	-	3,436,145
Permanent Improvements	-	-	2,448,505	-	2,448,505
Building Fund	-	-	-	590,602	590,602
Locally Funded Programs	-	-	-	77,106	77,106
Extracurricular Activities	-	-	-	280,740	280,740
State Funded Programs	-	-	-	132,271	132,271
Federally Funded Programs	-	-	-	56,736	56,736
Food Service	-	-	-	98,144	98,144
Committed for:					
Community Recreation	-	-	-	27,604	27,604
Assigned for:					
Public School Support	181,688	-	-	-	181,688
Instruction	413,070	-	-	-	413,070
Support Services	423,527	-	-	-	423,527
Future Appropriations	11,000,390	-	-	-	11,000,390
Rotary	68,129	-	-	-	68,129
Unassigned	9,727,297	-	-	-	9,727,297
Total Fund Balances	21,890,258	3,436,145	2,448,505	1,263,748	29,038,656
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 97,535,951	\$ 3,928,320	\$ 13,146,487	\$ 2,265,279	\$ 116,876,037

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRAKLIN COUNTY**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
AS OF JUNE 30, 2015

Total Governmental Fund Balances \$ 29,038,656

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 45,742,656

Other long-term assets are not available to pay for current period expenditures and therefore are reported as a deferred inflow of resources in the funds.

Property Taxes Receivable	1,634,797
Payments in Lieu of Taxes Receivable	236,073
Due From Other Governments	97,043
Interest Receivable	10,550

An internal service fund is used by management to charge the cost of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position. 2,304,907

The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:

Deferred Outflows - Pension	8,068,363
Deferred Inflows - Pension	(20,278,981)
Net Pension Liability	(111,477,328)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

Bonds and Notes Payable	(29,924,989)
Bond Premium	(879,641)
Bond Discount	25,204
Deferred Amount on Refunding	268,370
Accrued Interest Payable	(132,984)
Capital Leases Payable	(432,848)
Compensated Absence Payable	(5,249,752)
	(36,326,640)

Net Position of Governmental Activities \$ (80,949,904)

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	General Fund	Debt Service Fund	Permanent Improvement Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
From Local Sources:					
Taxes	\$ 52,515,444	\$ 530,667	\$ 2,991,634	\$ -	\$ 56,037,745
Payments in Lieu of Taxes	5,042,189	25	-	-	5,042,214
Tuition	713,808	-	-	21,539	735,347
Charges for Services	-	-	-	1,398,388	1,398,388
Other Local	1,863,489	-	-	558,027	2,421,516
Intergovernmental - State	21,968,566	183,576	29,504	2,391,601	24,573,247
Intergovernmental - Federal	-	-	-	4,200,350	4,200,350
Investment Income	73,337	-	-	2,022	75,359
Total Revenues	<u>82,176,833</u>	<u>714,268</u>	<u>3,021,138</u>	<u>8,571,927</u>	<u>94,484,166</u>
Expenditures:					
Instruction:					
Regular	39,997,224	-	35,010	939,642	40,971,876
Special	10,930,720	-	-	1,321,963	12,252,683
Vocational	627,897	-	-	-	627,897
Other Instruction	132,155	-	-	-	132,155
Support services:					
Pupils	3,739,533	-	-	201,495	3,941,028
Instructional Staff	2,372,177	-	-	736,058	3,108,235
General Administration	539,299	-	-	980,000	1,519,299
School Administration	6,819,023	-	-	265,733	7,084,756
Fiscal Services	1,633,344	3,790	25,867	-	1,663,001
Business	94,903	-	-	10,053	104,956
Maintenance	5,980,202	-	-	-	5,980,202
Pupil Transportation	3,155,045	-	444,290	-	3,599,335
Central	820,454	-	-	19,800	840,254
Community Services	5,299	-	-	1,933,605	1,938,904
Food Service Operations	-	-	-	2,656,417	2,656,417
Extracurricular Activities	907,161	-	-	355,218	1,262,379
Capital Outlay	184,800	-	67,466	388,749	641,015
Debt service:					
Principal Retirement	614,567	2,405,811	-	-	3,020,378
Interest and Fiscal Charges	31,909	929,402	-	-	961,311
Bond Issuance Costs	-	201,906	-	-	201,906
Total Expenditures	<u>78,585,712</u>	<u>3,540,909</u>	<u>572,633</u>	<u>9,808,733</u>	<u>92,507,987</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,591,121</u>	<u>(2,826,641)</u>	<u>2,448,505</u>	<u>(1,236,806)</u>	<u>1,976,179</u>
Other Financing Sources (Uses):					
Refunding Bond Proceeds	-	6,725,000	-	-	6,725,000
Premium on Debt Issued	-	585,783	-	-	585,783
Sale of Assets	21,060	-	-	-	21,060
Inception of Capital Lease	184,800	-	-	-	184,800
Payment to Refunded Bonds Escrow	-	(7,008,370)	-	-	(7,008,370)
Transfers In	-	2,052,959	-	-	2,052,959
Transfers Out	(2,028,783)	-	-	(24,176)	(2,052,959)
Total Other Financing Sources (Uses)	<u>(1,822,923)</u>	<u>2,355,372</u>	<u>-</u>	<u>(24,176)</u>	<u>508,273</u>
Net Change in Fund Balances	1,768,198	(471,269)	2,448,505	(1,260,982)	2,484,452
Fund Balances - Beginning	20,122,060	3,907,414	-	2,524,730	26,554,204
Fund Balances - Ending	<u>\$ 21,890,258</u>	<u>\$ 3,436,145</u>	<u>\$ 2,448,505</u>	<u>\$ 1,263,748</u>	<u>\$ 29,038,656</u>

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

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, 2015

Net Change in Fund Balances - Total Governmental Funds	\$ 2,484,452
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
Depreciation Expense	(2,723,499)
Capital Outlay	1,762,965
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.	
Property Taxes - Delinquent	(60,539)
Payment in Lieu of Taxes	(353,397)
Due From Other Governments	(570,323)
Interest	8,967
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.	7,012,101
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities.	(5,341,636)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
Issuance of Bonds	(6,725,000)
Bond and Note Principal Repayments	2,405,811
Payment to Refunded Bond Escrow	7,008,370
Premium on Bonds	(585,783)
Capital Appreciation Bond Accretion and Amortization of Bond Discount	(17,115)
Inception of Capital Lease	(184,800)
Capital Lease Principal Repayments	614,567
Some expenses reported in the statement of activities, such as compensated absences payable, do not require the use of current financial resources and therefore are not reported as expenditures in the funds.	
Compensated Absences	439,130
Accrued Interest	(26,754)
The 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.	(974,959)
Change in Net Position of Governmental Activities	\$ 4,172,558

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

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, 2015

	Original Budget	Final Budget	Actual	Variance Over/(Under)
Revenues:				
Property Taxes	\$ 52,318,898	\$ 52,333,898	\$ 49,317,794	\$ (3,016,104)
Payments in Lieu of Taxes	5,081,063	5,221,297	5,516,741	295,444
Intergovernmental - State	21,421,700	22,016,091	21,968,566	(47,525)
Interest on Investments	30,000	78,300	78,189	(111)
Tuition	640,000	748,700	641,470	(107,230)
Other local Sources	1,888,159	2,004,836	1,683,221	(321,615)
Total Revenues	<u>81,379,820</u>	<u>82,403,122</u>	<u>79,205,981</u>	<u>(3,197,141)</u>
Expenditures:				
Instruction:				
Regular	41,597,006	40,735,040	40,210,584	524,456
Special	11,665,930	10,991,666	10,927,364	64,302
Vocational	730,647	620,105	620,105	-
Other Instruction	227,702	132,155	132,155	-
Support Services:				
Pupils	3,795,131	3,737,109	3,720,000	17,109
Instructional Staff	2,400,633	2,485,807	2,437,830	47,977
General Administration	714,736	610,681	610,462	219
School Administration	6,727,416	6,975,285	6,923,612	51,673
Fiscal Services	1,699,473	1,692,001	1,673,787	18,214
Business	-	91,376	91,376	-
Maintenance	7,406,135	6,574,049	6,373,338	200,711
Pupil Transportation	3,318,838	3,394,937	3,366,283	28,654
Central	1,097,407	1,340,881	1,330,368	10,513
Extracurricular Activities	908,088	901,547	899,301	2,246
Capital Outlay	285,000	-	-	-
Total Expenditures	<u>82,574,142</u>	<u>80,282,639</u>	<u>79,316,565</u>	<u>966,074</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,194,322)</u>	<u>2,120,483</u>	<u>(110,584)</u>	<u>(2,231,067)</u>
Other Financing Sources (Uses):				
Sale of Assets	-	5,185	5,185	-
Contingencies	(231,000)	(100,000)	-	100,000
Transfers Out	(150,000)	(93,791)	(93,791)	-
Advances In	352,235	352,235	352,235	-
Advances Out	(500,000)	(49,477)	(49,477)	-
Total Other Financing Sources (Uses)	<u>(528,765)</u>	<u>114,152</u>	<u>214,152</u>	<u>100,000</u>
Net Change in Fund Balance	(1,723,087)	2,234,635	103,568	(2,131,067)
Fund Balances at Beginning of Year	6,428,287	6,428,287	6,428,287	-
Prior Year Encumbrances Appropriated	1,486,823	1,486,823	1,486,823	-
Fund Balances at End of Year	<u>\$ 6,192,023</u>	<u>\$ 10,149,745</u>	<u>\$ 8,018,678</u>	<u>\$ (2,131,067)</u>

See accompanying notes to the basic financial statements.

**GAHANNA JEEFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

STATEMENT OF NET POSITION
PROPRIETARY FUND
AS OF JUNE 30, 2015

	Governmental Activities - Internal Service Fund
Current Assets:	
Cash and Cash Equivalents	\$ 3,569,225
Cash with Fiscal Agent	143,800
Receivables:	
Accounts Receivable	4,263
Interfund Receivable	38,018
Total Current Assets	3,755,306
Total Assets	3,755,306
Current Liabilities:	
Claims Payable	698,615
Unearned Revenue	751,784
Total Current Liabilities	1,450,399
Total Liabilities	1,450,399
Net Position:	
Unrestricted	2,304,907
Total Net Position	\$ 2,304,907

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Governmental Activities - Internal Service Fund
Operating Revenues:	
Charges for Services	\$ 9,481,025
Total Operating Revenues	9,481,025
Operating Expenses:	
Purchased Services	896,852
Claims	9,560,171
Total Operating Expenses	10,457,023
Operating Income (Loss)	(975,998)
Non-Operating Revenues:	
Interest Revenue	1,039
Total Non-Operating Revenues	1,039
Change in Fund Net Position	(974,959)
Net Position Beginning of Year	3,279,866
Net Position End of Year	\$ 2,304,907

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Governmental Activities - Internal Service Fund
	Fund
Cash Flows from Operating Activities:	
Cash Received from Charges for Services	\$ 9,509,354
Cash Payments for Contract Services	(896,852)
Cash Payments for Claims	(9,406,692)
Net Cash Used for Operating Activities	(794,190)
Cash Flows from Investing Activities:	
Interest on Investments	937
Net Cash Provided by Investing Activities	937
Net Decrease in Cash and Cash Equivalents	(793,253)
Cash and Cash Equivalents at Beginning of Year	4,506,278
Cash and Cash Equivalents at End of Year	3,713,025
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	(975,998)
Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Changes in Assets and Liabilities:	
Accounts Receivable	(4,161)
Interfund Receivable	64
Claims Payable	153,479
Unearned Activities	32,426
Net Cash Used for Operating Activities	\$ (794,190)

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
AS OF JUNE 30, 2015

	Private-Purpose Trust	Agency Fund
Assets:		
Cash and Cash Equivalents	\$ 92,824	\$ 422,727
Accounts Receivable	46	3,346
Materials and Supplies Inventory	-	3,116
Total Assets	92,870	429,189
Liabilities:		
Accounts Payable	126	6,988
Due to Others	-	422,201
Total Liabilities	126	\$ 429,189
Net Position:		
Held for Special Trusts and Scholarships	\$ 92,744	

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Private-Purpose Trust
Additions:	
Gifts and Contributions	\$ 12,885
Interest	2
Other Local	13,513
Total Additions	26,400
 Deductions:	
Scholarships Awarded	15,132
Other Expenses	18,528
Total Deductions	33,660
Change in Net Position	(7,260)
Net Position at Beginning of Year	100,004
Net Position at End of Year	\$ 92,744

See accompanying notes to the basic financial statements.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 1 – DESCRIPTION OF THE SCHOOL DISTRICT

The Gahanna Jefferson Public School District (the “District”) is located in Franklin County, Ohio. The District operates under a locally-elected, five member Board form of government and provides educational services as authorized or mandated by state and/or federal agencies. This Board controls the District’s thirteen instructional/support facilities staffed by 254 non-certificated employees, 555 certificated full-time teaching personnel, and 33 administrators. The District provides services to 7,243 students and other community members.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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”. The reporting entity is composed of the primary government, component units and other organizations that are included to ensure that the basic financial statements of the District are not misleading. 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. The District had no component units for the fiscal year ended June 30, 2015.

JOINTLY GOVERNED ORGANIZATIONS

The District participates in the Metropolitan Educational Technology Association (META). META is composed of over 200 members which includes school districts, joint vocational schools, educational service centers, and libraries covering 37 counties in Central Ohio. The META helps its members purchase services, insurances, supplies, and other items at a discounted rate. The governing board of META is composed of either the superintendent, a designated representative or a member of the board of education for each participating school district in Franklin County and one representative from each county outside of Franklin County. Each year, the participating school districts pay a membership fee to META to cover the costs of administering the program. Payments to META during the fiscal year totaled to \$141,041.

Financial information may be obtained from the Metropolitan Educational Technology Association, Scott Armstrong, who serves as Chief Financial Officer, at 2100 Citygate Dr., Columbus, OH 43219.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The District is a member of the Eastland-Fairfield Career and Technical School (School), a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the participating district's elected boards, which possesses its own budgeting and taxing authority. Financial information can be obtained from Dawn Lemley, who serves as Treasurer, at 4300 Amalgamated Place, Groveport, Ohio 43125. There were no payments to the School during the fiscal year.

UNDIVIDED INTEREST IN JOINT OPERATIONS

On February 21, 1996, a contract was entered into between the District and the City of Gahanna (City), a separate legal entity, to construct and operate a vehicle maintenance facility. Based on the terms of the agreement, the entities equally bore the cost related to the construction of the maintenance facility. In exchange for 4.699 acres of land that the City deeded to the District, the City received a credit of \$187,960 toward their share of the cost related to construction. The land was recorded in the District's governmental activities in fiscal year 1996. In 2000, the District's share of construction costs, totaling \$1,234,694, was recorded in the District's governmental activities as a capital asset. Each entity is responsible for managing the operations of their portion of the vehicle maintenance facility.

PUBLIC ENTITY RISK POOLS

The Ohio School Boards Association Workers' Compensation Group Rating Plan (the Plan) is a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Plan was established through the Ohio School Boards Association (OSBA) as a group purchasing pool. The intent of the plan is to achieve the benefit of a reduced premium for the District by virtue of its grouping with other participants in the plan. The workers' compensation experience of the District is still used to calculate an individual premium rate, but a discount is given to the District for being part of the group. The Sheakley Group provides administrative services to the plan.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary governmental is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods or services provided by a given program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The District has no enterprise funds.

C. Measurement Focus, basis of accounting and financial statement presentation

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes and payment in lieu of taxes are recognized as revenues in the year for which they are levied. 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.

Governmental fund financial statements are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available for advance, investment earnings, tuition, grants and student fees.

Deferred Outflows/Inflows of Resources – In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expenses/expenditure) until then. For the District, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refundings and for pensions. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension are explained in Note 12.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes, payment in lieu of taxes, unavailable revenue, and pension. Property taxes and payment in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 2015, but which were levied to finance fiscal year 2016 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue includes delinquent property taxes, intergovernmental revenues, and interest income. These amounts are only reported on the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension are reported on the government-wide statement of net position (See Note 12).

Expenditures/Expenses – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the Statement of Revenues, Expenditures and Changes in Fund Balance as an expenditure with a like amount reported as intergovernmental revenue.

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. Allocation of cost, such as depreciation and amortization, are not recognized in governmental funds.

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. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to specific District functions or activities. There are three categories of funds: governmental, proprietary and fiduciary. The District currently has all three types of funds.

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 purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities/deferred inflows of resources is reported as fund balance. The following is the District's governmental funds:

MAJOR GOVERNMENTAL FUNDS

General Fund – The general fund is used to account for all financial resources except those required to be accounted for 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.

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Permanent Improvement Fund – The permanent improvement fund is used to account for all transactions related to acquiring, constructing, or improving school facilities.

OTHER GOVERNMENTAL FUNDS - Other Governmental Funds of the District are used to account for grants and other resources whose use is restricted or committed for a particular purpose.

OTHER FUND TYPES

Internal Service Funds – Funds provided to account for money received from other funds as payment for providing medical, hospitalization, life, dental and workers’ compensation insurance. Payments are made to a third party administrator for claims payments, claims administration and stop-loss coverage.

Fiduciary Funds - Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. This includes the following funds:

Private Purpose Trust Fund – A trust fund accounts for money which has been set aside for scholarship purposes from which the income may be expended in accordance with the related trust agreements, but the principal stays intact.

Agency Fund – A fund used for activities that are purely custodial in nature (asset equal liabilities) and thus do not involve measurement of results of operations. The District’s has two agency funds to account for student managed activities and an employee flexible spending plan.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. However, the activity for interfund services in the internal service fund are consolidated with the Governmental Activities on the government-wide financial statements.

Proprietary funds distinguish operating revenues and expenses from non-operating 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 sales and services. Operating expenses for internal service fund includes the claims and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. 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 “Cash and Cash Equivalents” on the basic financial statements. The District has a segregated bank account for the health self-insurance internal service fund held separate from the District’s central bank account.

All investments are reported at fair value, which is based on quoted market prices.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

During the fiscal year, the District has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio). STAROhio is an investment pool managed by the State Treasurer's office, which allows governments within the State to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on the last day of the fiscal year.

The Ohio Revised Code authorizes the District to invest in United States and State of Ohio bonds, notes, money market and other obligations; bank certificates of deposit; banker's acceptances; commercial paper notes rated prime and issued by United States corporations; and STAROhio. It is management's policy to invest in all of the above types of investments.

Under existing Ohio statutes, all investment earnings are assigned to the general fund except those specifically related to certain trust funds, unless the Board of Education specifically directs interest to be recorded in other funds. Interest revenue credited to the general fund during fiscal year 2015 amounted to \$73,337 which includes \$46,210 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.

E. Inventory and Prepaid Items

All inventories are valued at cost using the first in, first out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. At fiscal year-end, inventory consists of donated food and purchased food and supplies held for resale.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year which services are consumed.

F. Capital Assets

General capital assets are those 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. Capital assets utilized by proprietary funds are reported on both statement types.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District's capitalization threshold is \$5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an assets life are not.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

All reported capital assets except land and construction in progress are depreciated. The District currently does not possess any infrastructure. 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>Estimated Lives</u>
Land improvements	20 years
Buildings and improvements	20-50 years
Furniture, fixtures and equipment	5-20 years
Vehicles	8 years
Instructional Supplies	6 years

G. Interfund Balances

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds.

On fund financial statements, receivables and payables resulting from short-term interfund loans between governmental funds are classified as “interfund receivable/payable.” Advances to/from other funds are long-term advances made between governmental funds that are not expected to be repaid within one year. These amounts are eliminated in the governmental activities column on the statement of net position.

H. Compensated Absences

GASB Statement No. 16, “Accounting for Compensated Absences”, specifies the method used to accrue liabilities for leave benefits. Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that is probable that benefits will result in termination payments. The liability is an estimate based on the District’s past experience of making termination payments. The total liability for vacation and severance payments has been calculated using pay rates in effect at fiscal year-end, and reduced to the maximum payment allowed by labor contract and/or statute, plus any additional salary related payments.

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

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Unearned Revenue

Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earnings process is complete, those assets must be offset by a corresponding liability for unearned revenue.

J. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term debt are reported in the government-wide financial statements as well as 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 judgments, compensated absences, and contractually required pension contributions that will be paid from governmental funds (typically the General fund) 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 are recognized as a liability on the fund financial statements when due.

K. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

L. Fund Balance

In accordance with Governmental Accounting Standards Board Statements No. 54, Fund Balance Reporting, the District classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The following categories were used:

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash.

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

Committed – Fund balance is reported as committed when there are resources constrained for specific purposes that are internally imposed by formal action (resolution) of the government at the highest level of decision making authority, Board of Education.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assigned – Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria as restricted or committed. Although no specific resolution has been made, the District Board of Education authorizes the Treasurer to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget.

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

The District applies restricted resources first when disbursements are incurred for purposes for which both restricted and unrestricted (committed, assigned and unassigned) fund balance is available. The District considers assigned and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

M. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consist of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes represent restricted grants and contributions held at fiscal year-end. The District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

N. Bond Premiums

On government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the straight line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds. On the governmental fund financial statements, bond premiums are recognized in the current period.

O. Extraordinary and Special Items

Extraordinary items are transactions of 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. During the fiscal year, the District did not incur any transactions that would be classified as an extraordinary item or special item.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. 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.

Q. Budgetary Calendar

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budget documents within an established timetable. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources, and the Appropriations Resolution, all of which are prepared on the budgetary cash basis of accounting. All funds, except for agency funds, are required to be budgeted and appropriated. The legal level of budgetary control is at the fund level for all funds. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

The Certificate of Estimated Resources and the Appropriations Resolution are subject to amendment throughout the year with legal restriction that the appropriations cannot exceed estimated resources, as certified. The amount reported as the original budgeted revenues in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted revenues in the budgetary statement reflect the amounts in the amended certificate that was in effect at the time the final appropriations were passed by the Board of Education. The amounts reported as the original budgeted expenditures reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted expenditures represent the final appropriation amounts passed by the Board during the year.

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 3 - 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 moneys are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

Interim monies to 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 Treasurer's investment pool (STAR Ohio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time: and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

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

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

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

A. Deposits with Financial Institutions

At fiscal year-end, the carrying amount of the District deposits was \$10,697,645 (excluding \$300 maintained in petty cash) and the bank balance was \$11,075,955. Of the District's bank balance, \$6,918,214 was covered by federal deposit insurance while the remaining \$4,157,741 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.

B. Investments

At fiscal year-end, the District had the following investments and maturities:

Investment Type	Standard & Poor's Rating	Fair Value	Percent of Total	Investment Maturities	
				Within 1 Year	More than 1 Year
STAR Ohio	AAA	\$ 1,136,278	6.96%	\$ 1,136,278	\$ -
Money Market	AAA	7,217,259	44.18%	7,217,259	-
FHLB	AA+	515,072	3.15%	-	515,072
FFCB	AA+	2,000,140	12.25%	2,000,140	-
FHLMC	AA+	750,055	4.59%	-	750,055
FNMA	AA+	747,825	4.58%	-	747,825
CD's	N/A	3,967,202	24.29%	-	3,967,202
Total		<u>\$ 16,333,831</u>	<u>100.00%</u>	<u>\$ 10,353,677</u>	<u>\$ 5,980,154</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the District's investment policy limits investment portfolio maturities to five years or less, unless matched to a specific obligation or debt of the District. All investments outstanding at fiscal year-end mature within five years.

Credit Risk: The District does not have a formal investment policy limiting credit risk.

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

C. Reconciliation of Deposits and Investment to the Statement of Net Position

The following is a reconciliation of deposits and investments as reported above to cash and cash equivalents reported on the statement of net position at fiscal year-end:

Investments (summarized above)	\$ 16,333,831
Carrying Amount of Deposits	10,697,645
Petty Cash	300
Less: Fiduciary Cash and Investments	(515,551)
Total Cash and Cash Equivalents on Statement of Net Position	<u>\$ 26,516,225</u>

NOTE 4 - INTERFUND TRANSACTIONS

Interfund balances at fiscal year-end, as reported on the fund financial statements, consist of the following individual interfund receivables and payables:

Fund	Receivable	Payable
General Fund	\$ 49,477	\$ 36,009
Other Governmental Funds	-	51,486
Internal Service	38,018	-
Totals	<u>\$ 87,495</u>	<u>\$ 87,495</u>

The purpose of the General Fund interfund receivable and \$49,477 of the Other Governmental Funds payable is the result of short-term interfund loans made by the General Fund while the other funds await grant reimbursement. The Internal Service Fund receivable, General Fund Payable, and \$2,009 of the Other Governmental Funds payable is the result of Workers Compensation Premiums on wages earned but not yet paid that are due to the self-insurance fund.

During the fiscal year, the General Fund and the Building Fund transferred \$2,028,783 and \$24,176, respectively, to the Debt Service Fund for the purpose of making debt payments. Interfund transfers between governmental funds are eliminated for reporting in the statement of activities.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 5 - 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, public utility and tangible personal property (used in business) located in the District. Real property tax revenue received in calendar 2015 represents collections of calendar year 2014 taxes. Real property taxes received in calendar year 2015 were levied after April 1, 2015, on the assessed value listed as of January 1, 2015, the lien date. Assessed values for real property taxes are established by state law at thirty-five percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, state statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2015 represents collections of calendar year 2014 taxes. Public utility real and tangible personal property taxes received in calendar year 2015 became a lien December 31, 2014, were levied after April 1, 2015 and are collected in 2015 with real property taxes.

Accrued property tax receivable includes real property, public utility property and tangible personal property taxes which are measurable at fiscal year-end 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 of resources. On a full accrual basis, collectible delinquent property taxes have been reported as a receivable and revenue, while on a modified accrual basis the revenue has been reported as a deferred inflow of resources.

The assessed values upon which fiscal year 2015 taxes were collected are:

	2014 Second Half		2015 First Half	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$ 1,364,238,000	98.00%	\$ 1,377,318,150	97.92%
Public Utility Personal	27,862,000	2.00%	29,234,360	2.08%
Total	\$ 1,392,100,000	100.00%	\$ 1,406,552,510	100.00%
Tax rate per \$1,000 of assessed valuation	72.10		72.61	

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 6 – PAYMENTS IN LIEU OF TAXES

The District has entered into several Compensation Agreements with other local government entities resulting in the receipt of payments in lieu of taxes. The Compensation Agreements relate to the use of property tax abatements to encourage economic development. The District receives payments in lieu of taxes for projects at Broad Street, Easton, Creekside and other locations. For these projects, the District is to receive payments equal to the amount that the District would otherwise have received as real property tax payments derived from the improvements, absent the passage of the agreement. The District receives the payments directly from the County which collects the amounts for the agreements.

The District also receives payments in lieu of taxes from the City of Columbus, who has declared improvements to certain parcels of real property for the Stelzer-Stygler Community Reinvestment Area 100 percent exempt from property taxes. The District is to receive 46 percent of real property tax payments derived from the improvements had the exemption not been declared for improvements before March 25, 2002. For projects completed after March 25, 2002, the District will receive payments of 58 percent of real property tax payments derived from the improvements had the exemption not been declared and 50 percent of income tax collected for new employee payroll attributable to employment at each such project.

The District also receives payments in lieu of taxes from the City of Gahanna, whereas the City of Gahanna has declared improvements to certain parcels of real property within the City 100 percent exempt from property taxes. The District is to receive 50 percent of the amount of income taxes levied and collected by the City on employee payroll for that year, not to exceed 100 percent of the real property taxes foregone by the District for that year.

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 7 – LEASE AGREEMENTS

In August 2011, the District opened Clark Hall, a state-of-the-art learning facility that serves as an extension to the nearby Lincoln High School. In addition, the District entered into the following agreements related to Clark Hall.

Eastland-Fairfield Career and Technical School (EFCTS) - In May 2010, the District and EFCTS entered into a build-out, use and operations agreement granting EFCTS the right to occupy and use approximately 8,403 square feet of space in the Clark Hall Building from the District. The term of the agreement is for fifteen years, commencing on the earlier of the date of substantial completion of additional improvements and delivery of the premises in such condition to EFCTS, or the date on which EFCTS first occupies and uses the premises for its normal educational operations.

As part of the consideration for the rights granted to EFCTS under this agreement, EFCTS contributed \$1,251,472 towards the cost of completion of the base improvements. This contribution will serve as base rent for the term of the agreement. In addition, EFCTS agreed to pay the cost of additional improvements to the premises as may be necessary (beyond the base improvements) to finish, equip, furnish, and otherwise prepare the premises for EFCTS's initial occupancy and use. As of fiscal year-end, the District has received \$912,531 from EFCTS for additional improvements made.

Columbus State Community College (CSCC) - In January 2011, the District and CSCC entered into a three-year lease agreement allowing CSCC to lease approximately 10,958 square feet of space for annual payments in the amount of \$162,398, \$166,781 and \$171,712 for the first three-year period. In June 2014, the District and CSCC renewed a one-year lease for 10,436 square feet of space for an annual payment of \$144,828.

Education First Credit Union (Education First) - In June 2011, the District and Education First entered into a lease agreement allowing Education First to lease approximately 200 square feet of space. The lease term is for five years once the building is first occupied by Education First. The annual rent payments will be \$8,118, \$8,362, \$8,613, \$8,871 and \$9,137 for the five-year period.

On February 24, 2012, the District entered into a ground lease agreement with Wagenbrenner Development, Inc., for design and construction of 24,000 square feet of new commercial space on the remaining undeveloped land adjacent to Clark Hall titled "The Clark Commons". The term of the lease is for a period of 85 lease years commencing on the date on which the tenant commenced construction. The minimum rent payable under the lease, per annum, for the first ten lease years is \$132,000. The minimum rent payable will be adjusted every 10th lease year of the term.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 8 - CAPITAL ASSETS

Capital asset activity for the fiscal year was as follows:

Governmental Activities	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals/ Transfers</u>	<u>Ending Balance</u>
Nondepreciable Capital Assets				
Land	\$ 7,718,394	\$ -	\$ (17,104)	\$ 7,701,290
Construction in Progress	1,667,506	271,876	(1,939,382)	-
Total Nondepreciable Assets	<u>9,385,900</u>	<u>271,876</u>	<u>(1,956,486)</u>	<u>7,701,290</u>
Depreciable Capital Assets				
Land Improvements	6,301,190	-	697,498	6,998,688
Buildings and Improvements	66,411,762	240,297	1,258,988	67,911,047
Equipment and Fixtures	8,057,162	414,061	(104,927)	8,366,296
Vehicles	4,194,902	836,731	(626,662)	4,404,971
Textbooks	3,155,547	-	-	3,155,547
Total Depreciable Assets	<u>88,120,563</u>	<u>1,491,089</u>	<u>1,224,897</u>	<u>90,836,549</u>
Less accumulated depreciation				
Land Improvements	(5,319,176)	(145,992)	-	(5,465,168)
Buildings and Improvements	(35,220,773)	(1,417,234)	-	(36,638,007)
Equipment and Fixtures	(4,041,265)	(724,321)	104,927	(4,660,659)
Vehicles	(3,165,397)	(380,288)	626,662	(2,919,023)
Textbooks	(3,056,662)	(55,664)	-	(3,112,326)
Total accumulated depreciation	<u>(50,803,273)</u>	<u>(2,723,499)</u>	<u>731,589</u>	<u>(52,795,183)</u>
Depreciable Capital Assets, Net of accumulated depreciation	<u>37,317,290</u>	<u>(1,232,410)</u>	<u>1,956,486</u>	<u>38,041,366</u>
Capital Assets, Net	<u>\$ 46,703,190</u>	<u>\$ (960,534)</u>	<u>\$ -</u>	<u>\$ 45,742,656</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 8 - CAPITAL ASSETS (CONTINUED)

Depreciation was charged to governmental functions as follows:

	<u>Amount</u>
Instruction:	
Regular	\$ 1,595,146
Special	1,100
Vocational	1,374
Support Services:	
Pupil	2,430
Instructional Staff	21,086
General Administration	32,257
School Administration	11,643
Business	50,314
Operations and Maintenance	63,759
Pupil Transportation	380,846
Central	458,794
Community Services	24,352
Non-instructional	30,122
Extracurricular Activities	50,276
Total Depreciation Expense	<u><u>\$ 2,723,499</u></u>

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 9 - LONG-TERM OBLIGATIONS

During the fiscal year, the following changes occurred in long-term obligations:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
<u>General Obligation Debt</u>					
2005 Refunding	7,665,000	-	(7,665,000)	-	-
2005 Refunding (CAB)	901,040	37,782	-	938,822	938,822
2007 Series Bus Purchase	535,000	-	(125,000)	410,000	130,000
2009 Refunding	575,000	-	(125,000)	450,000	150,000
2010 A Learning Center Bonds	2,435,000	-	-	2,435,000	-
2010 A Bond Discount	(27,142)	-	1,938	(25,204)	-
2010 C Learning Center Bonds	4,215,030	-	(383,185)	3,831,845	383,185
2013 A and B					
Energy Conservation/Refunding	10,680,000	-	(270,000)	10,410,000	275,000
Premium	316,463	-	(22,605)	293,858	-
2014 Stadium Facility Note	696,948	-	(37,626)	659,322	38,718
2015 B Refunding					
Serial Bonds	-	6,725,000	-	6,725,000	30,000
Premium	-	354,462	-	354,462	-
Total General Obligation Debt	<u>27,992,339</u>	<u>7,117,244</u>	<u>(8,626,478)</u>	<u>26,483,105</u>	<u>1,945,725</u>
<u>Net Pension Liability</u>					
SERS	17,844,261	-	(2,657,838)	15,186,423	-
STRS	114,701,095	-	(18,410,190)	96,290,905	-
Total Net Pension Liability	<u>132,545,356</u>	<u>-</u>	<u>(21,068,028)</u>	<u>111,477,328</u>	<u>-</u>
2010 Certificates of Participation	4,605,000	-	(540,000)	4,065,000	565,000
2015 A Tax Anticipation Notes					
Serial Bonds	-	7,400,000	-	7,400,000	655,000
Premium	-	231,321	-	231,321	-
Capital Lease	862,615	184,800	(614,567)	432,848	214,264
Compensated Absences	5,703,403	652,803	(1,062,978)	5,293,228	440,703
Total Other Long-Term Debt	<u>11,171,018</u>	<u>8,468,924</u>	<u>(2,217,545)</u>	<u>17,422,397</u>	<u>1,874,967</u>
Total Governmental Activities	<u>\$ 171,708,713</u>	<u>\$ 15,586,168</u>	<u>\$ (31,912,051)</u>	<u>\$ 155,382,830</u>	<u>\$ 3,820,692</u>

Long-Term obligations of the District are included in the Statement of Net Position. Payments of principal and interest relating to these liabilities are recorded as expenditures in the Bond Retirement Fund.

2005 Refunding Bonds

In fiscal year 2006, the District issued \$9,119,993 in general obligation bonds with a net interest cost of 4.15% for the purpose of completing a refund of 1999 Bonds for the purpose of reducing interest payments. Principal payments on the general obligation bonds were made from the debt service fund. The source of revenue to retire the bonds was derived from voted property tax levies recorded in the debt service fund. The amount of defeased debt outstanding at fiscal year-end is \$6,740,000. In fiscal year 2015, the Bonds were advance refunded with the Series 2015B Bonds.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 9 - LONG-TERM OBLIGATIONS (CONTINUED)

At fiscal year-end, the outstanding balance of capital appreciation bonds (CAB) is \$938,822. The amount of interest added (accrued) to the principal value outstanding during the fiscal year was \$37,782.

During fiscal year 2006, the District issued general obligations refunding bonds to advance refund a portion of general obligation issues from 1999 series. The advance refunding reduced cash flows required for debt services by \$512,286 over the next 14 years.

2007 Bus Purchase Bonds

On December 6th, 2007, the District issued \$1,200,000 in general obligation bonds for the purpose of acquiring school buses. The maturity date for the bonds is December 01, 2017 with a net interest cost of 3.65%. The proceeds of the bonds issued were reported in the capital project/building fund (a nonmajor governmental fund). Principal payments on the bonds are made from the debt service fund.

2009 Refunding Bonds

In fiscal year 2009, the District issued \$6,380,000 in general obligation bonds with a net interest cost of 3.00% for the purpose of completing a refund of 1999 Bonds for the purpose of rolling over notes issued in September 2008 that were used for the purchase of land for a new High School learning center. Principal payments on the general obligation bonds were made from the debt service fund. The source of revenue to retire the bonds was derived from voted property tax levies recorded in the debt service fund. As a result of the advance refunding, the District reduced its total debt service requirements by \$513,093, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$407,313.

During fiscal year 2009, the District issued general obligation refunding bonds (series B) to advance refund a portion of general obligation issues from 1999 series building. The amount of defeased debt outstanding at fiscal year-end is \$0.

2010 Learning Center Bonds

On February 16, 2010, the District also issued \$14,682,770 in Learning Center Bonds for the purpose of school facilities construction in the Ohio School Facilities Commission program. The Series 2010A Bonds were issued in the amount of \$2,435,000 with interest costs increasing each year from 3.65 to 4.15 percent. The bonds were issued at a discount in the amount of \$34,897. This discount will be amortized over the life of the bond, on a straight-line basis. Payments on the bonds are made from the debt service fund. The bonds mature on December 1, 2028.

The Series 2010B Bonds were issued in the amount of \$6,500,000 with interest costs increasing each year from 5.04 to 6.10 percent. This issuance was issued as Build America Bonds with the District receiving payments from the federal government for interest payments. In fiscal year 2013, the Bonds were advance refunded with the Series 2013 Bonds.

The Series 2010C Bonds were issued in the amount of \$5,747,770 with interest costs 1.50 percent. This issuance was issued as Qualified School Construction Bonds. The bonds mature on February 16, 2025.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 9 - LONG-TERM OBLIGATIONS (CONTINUED)

2013 Energy Conservation and Refunding Bonds

On June 27, 2013, the District issued \$10,795,000 in Energy Conservation Bonds for the purpose of purchasing and installing energy conservation measures. The Series 2010A Bonds were issued in two parts for Series A with interest costs ranging from 1.50 to 4.00 percent. The 2013A-1 Bonds were issued in the amount of \$3,265,000 while the 2013A-2 Bonds were refunding bonds issued in the amount of \$6,395,000. The issuance refunded the 2010B Learning Center Bonds. The bonds were issued at a premium in the amount of \$339,067. This premium will be amortized over the life of the bond, on a straight-line basis. Payments on the bonds are made from the debt service fund. The bonds mature on December 1, 2028. As a result of the advance refunding, the District reduced its total debt service requirements by \$430,564, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new (debt) of \$347,113.

The Series 2013B Bonds were issued in the amount of \$1,135,000 with interest costs increasing each year from 0.55 to 1.65 percent. This issuance was Taxable Energy Conservation Bonds and will be used to fund energy projects of the District.

2014 Stadium Facility Construction and Improvement Note

On May 27, 2014, the District borrowed \$700,000 for the purpose of construction, improvement, furnishings, and equipping of stadium bleacher facilities, with related site improvements. The note will be paid from the debt service fund and has an interest rate of 3.00 percent. The note has a term of 180 months. Payments in the amount of \$4,835 are due on the 27th of every month with the final payment due on May 27, 2029.

2015 B Refunding Bonds

On April 14, 2015, the District issued \$6,725,000 in general obligation bonds for the purpose of advance refunding a portion of the Series 2005 Bonds. The bonds will be paid from the debt service fund and have interest rates ranging from 2.50 to 3.50 percent. As a result of the advance refunding, the District reduced its total debt service requirements by \$360,838, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new (debt) of \$345,777.

The following is a summary of future annual debt service requirements for maturity for the general obligation bonds:

Fiscal Year	Principal	Interest	Total
2016	\$ 1,945,725	\$ 764,327	\$ 2,710,052
2017	1,948,133	689,003	2,637,136
2018	1,974,349	643,218	2,617,567
2019	1,845,601	597,070	2,442,671
2020	1,886,852	550,458	2,437,310
2021-2025	9,400,186	1,906,907	11,307,093
2026-2029	6,859,143	511,002	7,370,145
Total	<u>\$ 25,859,989</u>	<u>\$ 5,661,985</u>	<u>\$ 31,521,974</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 9 - LONG-TERM OBLIGATIONS (CONTINUED)

Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation use 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 fiscal year-end are voted debt margin of \$126,589,726 and an unvoted debt margin of \$1,406,553.

2010 Certificates of Participation

On February 1, 2010, the District entered into a ground lease agreement with Gahanna-Jefferson Education Foundation (Foundation) whereas the District leases a parcel of land to the Foundation, and subsequently constructs school facilities on the land, and the Foundation, in turn, subleases the land, and leases the constructed school facilities to the District.

On February 16, 2010, the District issued \$6,565,000 in certificates of participation for the purpose of school facilities construction in the Ohio School Facilities Commission program. The maturity date for the bonds is December 1, 2021 with interest costs increasing each year from 1.42 to 5.54 percent. The proceeds of the bonds issued were reported in the capital project/building fund. Payments on the certificates were made from the debt service fund.

The Certificates of Participation evidence a proportionate interest in the base rent to be paid by the District under the ground lease agreement. Base rent payments will be recorded as expenditures in the debt service fund.

The following is a summary of future base rent payments for the certificates of participation:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 565,000	\$ 189,565	\$ 754,565
2017	595,000	164,888	759,888
2018	630,000	135,592	765,592
2019	670,000	102,497	772,497
2020	710,000	66,675	776,675
2021-2022	895,000	31,793	926,793
Total	<u>\$ 4,065,000</u>	<u>\$ 691,010</u>	<u>\$ 4,756,010</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 9 - LONG-TERM OBLIGATIONS (CONTINUED)

2015 A Permanent Improvement Levy Tax Anticipation Notes

On April 14, 2015, the District issued \$7,400,000 in permanent improvement levy tax anticipation notes. The source of revenue to retire the special obligation notes will be derived from voted property tax levies recorded in the permanent improvement fund. The notes will be paid from the debt service fund and have interest costs ranging from 2.00 to 3.00 percent. The notes were issued at a premium in the amount of \$231,321. This amortization will be amortized over the life of the notes, on a straight-line basis. The notes have a final maturity date of December 1, 2024.

The following is a summary of future base rent payments for the tax anticipation notes:

Fiscal Year	Principal	Interest	Total
2016	\$ 655,000	\$ 179,031	\$ 834,031
2017	690,000	144,150	834,150
2018	705,000	130,200	835,200
2019	720,000	115,950	835,950
2020	730,000	101,450	831,450
2021-2025	3,900,000	263,425	4,163,425
Total	<u>\$ 7,400,000</u>	<u>\$ 934,206</u>	<u>\$ 8,334,206</u>

Compensated Absences

Compensated absences represent accumulated vacation and an estimated severance liability for employees both eligible to retire and those expected to become eligible in the future. The entire compensated absences balance is reported on the entity-wide financial statements. For governmental fund financial statements, the compensated absences are reported only to the extent they have matured and will be paid with current financial resources. The noncurrent portion of the liability is not reported. For proprietary funds, the entire amount of compensated absences is reported as fund liability.

The District pays obligations related to employee compensation from the fund benefitting from their service, except for compensated absences, which are paid from the General Fund for governmental funds.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 10 – CAPITAL LEASE OBLIGATIONS

The District has entered into several lease agreements as lessee for financing the acquisition of equipment and a modular unit. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of future minimum lease payments as of the inception date. The assets acquired through these capital leases had a book value of \$864,926 (\$2,808,972 cost less \$1,944,046 accumulated depreciation) at June 30, 2015. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015, were as follows:

Fiscal Year	Principal	Interest	Total
2016	214,264	15,691	229,955
2017	137,594	7,917	145,511
2018	80,990	1,842	82,832
Total	<u>\$ 432,848</u>	<u>\$ 25,450</u>	<u>\$ 458,298</u>

NOTE 11 – RISK MANAGEMENT

A. Comprehensive

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the fiscal year, the District purchased insurance coverage from Ohio Casualty. Coverage provided by Ohio Casualty is as follows:

General Liability Coverage

Bodily Injury and Property Damage Limit (each offense)	\$1,000,000
General Aggregate Limit	\$2,000,000
Products-Completed Operations Aggregate Limit	\$2,000,000

Employer’s Liability – Stop Gap Coverage

Bodily Injury By Accident – Each Accident	\$1,000,000
Bodily Injury By Disease	\$1,000,000
Bodily Injury By Disease – Each Employee	\$1,000,000
Aggregate Limit	\$2,000,000

School Leaders Errors and Omissions Liability Coverage

Each Wrongful Act	\$1,000,000
Aggregate Limit	\$1,000,000

Employee Benefits Liability Coverage

Each Offense Limit	\$1,000,000
Aggregate Limit	\$3,000,000

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 11 – RISK MANAGEMENT (CONTINUED)

B. Employee Group Life, Medical, Dental and Vision Insurance

The District maintains an internal service “self-insurance” health insurance fund in connection with formalized risk management programs in an effort to minimize risk exposure and control claims and premium costs. The District, effective July 1, 2000, contracted with United HealthCare to be the third party administrator for the District’s health insurance program. The District pays 80% of the monthly premiums for a family plan and 90% for a single plan. The District provides dental insurance to employees through Delta Dental. The Board pays 100% of the monthly premium for dental insurance.

A claims liability of \$691,115 at fiscal year-end in the self-insurance internal service fund reflects an estimate of incurred but unpaid claims liability. This liability was estimated by a third party based on claims experience. The District has purchased stop loss coverage for individual employee claim amounts exceeding \$175,000. Unpaid claims at year-end are recorded as current claims payable because they would be due within 60 days from the end of the fiscal year.

A summary of the changes in the self-insurance claims liability for the years ended June 30 as follows:

	2015	2014	2013
Claims Liability at July 1	\$ 538,553	\$ 469,109	\$ 423,537
Incurred Claims	9,478,277	7,847,607	7,033,005
Claims Paid	(9,325,715)	(7,778,163)	(6,987,433)
Claims Liability at June 30	<u>\$ 691,115</u>	<u>\$ 538,553</u>	<u>\$ 469,109</u>

C. Workers’ Compensation

The District maintains an internal service “self-insurance” workers’ compensation insurance fund in connection with formalized risk management programs in an effort to minimize risk exposure and control claims and premium costs. A claims liability of \$7,500 at fiscal year-end in the workers’ compensation self-insurance internal service fund reflects an estimate of incurred but unpaid claims liability. This liability was estimated by a third party based on claims experience. The District, effective January 1, 2014, contracted with Hunter consulting Co. to be the third party administrator for the District’s insurance program. The District has purchased stop loss coverage for individual employee claim amounts exceeding \$450,000.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 12 – DEFINED BENEFIT PENSION PLAN

Net Pension Liability

The net pension liability reported on the statement of net position represents a liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net pension liability represents the District’s proportionate share of each pension plan’s collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan’s fiduciary net position. The net pension liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

Ohio Revised Code limits the District’s obligation for this liability to annually required payments. The District cannot control benefit terms or the manner in which pensions are financed; however, the District does receive the benefit of employees’ services in exchange for compensation including pension.

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan’s board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

The proportionate share of each plan’s unfunded benefits is presented as a long-term net pension liability on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in intergovernmental payable on both the accrual and modified accrual bases of accounting.

Plan Description - School Employees Retirement System (SERS)

Plan Description – District non-teaching employees participate in SERS, a cost-sharing multiple-employer defined benefit pension plan administered by SERS. SERS provides retirement, disability and survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Ohio Revised Code Chapter 3309. SERS issues a publicly available, stand-alone financial report that includes financial statements, required supplementary information and detailed information about SERS’ fiduciary net position. That report can be obtained by visiting the SERS website at www.ohsers.org under Employers/Audit Resources.

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Age and service requirements for retirement are as follows:

	Eligible to Retire on or before August 1, 2017 *	Eligible to Retire on or after August 1, 2017
Full Benefits	Any age with 30 years of service credit	Age 67 with 10 years of service credit; or Age 57 with 30 years of service credit
Actuarially Reduced Benefits	Age 60 with 5 years of service credit Age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or Age 60 with 25 years of service credit

* Members with 25 years of service credit as of August 1, 2017, will be included in this plan.

Annual retirement benefits are calculated based on final average salary multiplied by a percentage that varies based on year of service; 2.2 percent for the first thirty years of service and 2.5 percent for years of service credit over 30. Final average salary is the average of the highest three years of salary.

One year after an effective benefit date, a benefit recipient is entitled to a three percent cost-of-living adjustment (COLA). This same COLA is added each year to the base benefit amount on the anniversary date of the benefit.

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS’ Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System’s funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2015, the allocation to pension, death benefits, and Medicare B was 13.18 percent. The remaining 0.82 percent of the 14 percent employer contribution rate was allocated to the Health Care Fund.

The District’s contractually required contribution to SERS was \$1,139,847 for fiscal year 2015. Of this amount \$67,388 is reported as an intergovernmental payable.

Plan Description - State Teachers Retirement System (STRS)

Plan Description – District licensed teachers and other faculty members participate in STRS Ohio, a cost-sharing multiple-employer public employee retirement system administered by STRS. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about STRS’ fiduciary net position. That report can be obtained by writing to STRS, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Web site at www.strsoh.org.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. Benefits are established by Ohio Revised Code Chapter 3307. The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation will be 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of service. With certain exceptions, the basic benefit is increased each year by two percent of the original base benefit. For members retiring August 1, 2013, or later, the first two percent is paid on the fifth anniversary of the retirement benefit. Members are eligible to retire at age 60 with five years of qualifying service credit, or age 55 with 25 years of service, or 30 years of service regardless of age. Age and service requirements for retirement will increase effective August 1, 2015, and will continue to increase periodically until they reach age 60 with 35 years of service or age 65 with five years of service on August 1, 2026.

The DC Plan allows members to place all their member contributions and 9.5 percent of the 14 percent employer contributions into an investment account. Investment allocation decisions are determined by the member. The remaining 4.5 percent of the 14 percent employer rate is allocated to the defined benefit unfunded liability. 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 DB Plan and the DC Plan. In the Combined Plan, member contributions are allocated among investment choices by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60 with five years of services. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50.

New members who choose the DC plan or Combined Plan will have another opportunity to reselect a permanent plan during their fifth year of membership. Members may remain in the same plan or transfer to another STRS plan. The optional annuitization of a member's defined contribution account or the defined contribution portion of a member's Combined Plan account to a lifetime benefit results in STRS bearing the risk of investment gain or loss on the account. STRS has therefore included all three plan options as one defined benefit plan for GASB 68 reporting purposes.

A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. Eligible survivors of members who die before service retirement may qualify for monthly benefits. New members on or after July 1, 2013, must have at least ten years of qualifying service credit that apply for disability 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 – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The statutory maximum employee contribution rate was increased one percent July 1, 2014, and will be increased one percent each year until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2015, plan members were required to contribute 12 percent of their annual covered salary. The District was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The fiscal year 2015 contribution rates were equal to the statutory maximum rates.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

The District’s contractually required contribution to STRS was \$5,918,638 for fiscal year 2015. Of this amount, \$886,901 is reported as an intergovernmental payable.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$15,186,423	\$96,290,905	\$111,477,328
Proportion of the Net Pension Liability	0.300071%	0.395877%	
Pension Expense	\$893,085	\$4,448,551	\$5,341,636

At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$129,253	\$927,009	\$1,056,262
District contributions subsequent to the measurement date	<u>1,304,240</u>	<u>5,707,861</u>	<u>7,012,101</u>
Total Deferred Outflows of Resources	<u>\$1,433,493</u>	<u>\$6,634,870</u>	<u>\$8,068,363</u>
Deferred Inflows of Resources			
Net difference between projected and actual earnings on pension plan investments	<u>\$2,464,799</u>	<u>\$17,814,182</u>	<u>\$20,278,981</u>
Total Deferred Inflows of Resources	<u>\$2,464,799</u>	<u>\$17,814,182</u>	<u>\$20,278,981</u>

\$7,012,101 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2016	(\$583,560)	(\$4,221,793)	(\$4,805,353)
2017	(583,560)	(4,221,793)	(4,805,353)
2018	(583,560)	(4,221,793)	(4,805,353)
2019	<u>(584,866)</u>	<u>(4,221,794)</u>	<u>(4,806,660)</u>
Total	<u>(\$2,335,546)</u>	<u>(\$16,887,173)</u>	<u>(\$19,222,719)</u>

Actuarial Assumptions - SERS

SERS’ total pension liability was determined by their actuaries in accordance with GASB Statement No. 67, as part of their annual actuarial valuation for each defined benefit retirement plan. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts (e.g., salaries, credited service) and assumptions about the probability of occurrence of events far into the future (e.g., mortality, disabilities, retirements, employment termination). Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employers and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will take into account the employee’s entire career with the employer and also take into consideration the benefits, if any, paid to the employee after termination of employment until the death of the employee and any applicable contingent annuitant. In many cases actuarial calculations reflect several decades of service with the employer and the payment of benefits after termination.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2014, are presented below:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation	4.00 percent to 22 percent
COLA or Ad Hoc COLA	3 percent
Investment Rate of Return	7.75 percent net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

For post-retirement mortality, the table used in evaluating allowances to be paid is the 1994 Group Annuity Mortality Table set back one year for both men and women. Special mortality tables are used for the period after disability retirement.

The most recent experience study was completed June 30, 2010.

The long-term return expectation for the Pension Plan Investments has been determined using a building-block approach and assumes a time horizon, as defined in SERS’ Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes. The target allocation and best estimates of arithmetic real rates of return for each major assets class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	1.00 %	0.00 %
US Stocks	22.50	5.00
Non-US Stocks	22.50	5.50
Fixed Income	19.00	1.50
Private Equity	10.00	10.00
Real Assets	10.00	5.00
Multi-Asset Strategies	<u>15.00</u>	7.50
Total	<u><u>100.00 %</u></u>	

Discount Rate The total pension liability was calculated using the discount rate of 7.75 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.75 percent). Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.75 percent, as well as what each plan’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.75 percent), or one percentage point higher (8.75 percent) than the current rate.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's proportionate share of the net pension liability	\$21,666,513	\$15,186,423	\$9,736,107

Actuarial Assumptions - STRS

The total pension liability in the June 30, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
Projected salary increases	2.75 percent at age 70 to 12.25 percent at age 20
Investment Rate of Return	7.75 percent, net of investment expenses
Cost-of-Living Adjustments (COLA)	2 percent simple applied as follows: for members retiring before August 1, 2013, 2 percent per year; for members retiring August 1, 2013, or later, 2 percent COLA paid on fifth anniversary of retirement date.

Mortality rates were based on the RP-2000 Combined Mortality Table (Projection 2022—Scale AA) for Males and Females. Males’ ages are set-back two years through age 89 and no set-back for age 90 and above. Females younger than age 80 are set back four years, one year set back from age 80 through 89 and not set back from age 90 and above.

Actuarial assumptions used in the June 30, 2014, valuation are based on the results of an actuarial experience study, effective July 1, 2012.

The 10 year expected real rate of return on pension plan investments was determined by STRS’ investment consultant by developing best estimates of expected future real rates of return for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	31.00 %	8.00 %
International Equity	26.00	7.85
Alternatives	14.00	8.00
Fixed Income	18.00	3.75
Real Estate	10.00	6.75
Liquidity Reserves	1.00	3.00
Total	100.00 %	

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Discount Rate The discount rate used to measure the total pension liability was 7.75 percent as of June 30, 2014. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2014. Therefore, the long-term expected rate of return on pension plan investments of 7.75 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2014.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.75 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.75 percent) or one-percentage-point higher (8.75 percent) than the current rate:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's proportionate share of the net pension liability	\$137,850,927	\$96,290,905	\$61,145,110

Social Security System

Effective July 1, 1991, all employees not otherwise covered by School Employees Retirement System or State Teachers Retirement System have an option to choose Social Security. As of June 30, 2015, no members of the Board of Education have elected Social Security. The District's liability is 6.2 percent of wages paid.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 13 – OTHER POSTEMPLOYMENT BENEFITS

A. School Employees Retirement System

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

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

The Ohio Revised Code provides the statutory authority to fund SERS' postemployment benefits through employer contributions. Active members do not make contributions to the postemployment benefit plan.

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required pensions and benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund to be used to subsidize the cost of health care coverage. For the year ended June 30, 2015, the health care allocation is .82%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. By statute no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2015, the minimum compensation level was established at \$20,450. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contributions assigned to health care for the years ended June 30, 2015, 2014, and 2013 were \$201,623, \$129,245, and \$139,246, respectively. 33 percent has been contributed for fiscal year 2015 and 100 percent for fiscal years 2014 and 2013.

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

The financial reports of SERS' Health Care plan is included in its Comprehensive Annual Financial Report. The report can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 13 – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. State Teachers Retirement System

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

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

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

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

Funding Policy – Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contribution rate, 1% of covered payroll was allocated to post-employment health care for the years ended June 30, 2014 and 2013. Effective July 1, 2014, 0% of covered payroll was allocated to post-employment health care. The 14% employer contribution rate is the maximum rate established under Ohio law.

The District's required contributions for health care for the years ended June 30, 2015, 2014, and 2013 were \$0, \$431,384, and \$428,715, respectively. The entire amount has been contributed for each fiscal year.

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 14 - STATUTORY RESERVES

The District is required by state law to set-aside certain general fund revenue amounts, as defined by statute, into various reserves. These reserves are calculated and presented on a cash basis. During the current fiscal year, the reserve activity was as follows:

	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set-aside cash balance as of July 1, 2014	\$ -	\$ 1,000,303
Current fiscal year set-aside requirement	1,221,131	-
Qualifying Disbursements	<u>(4,942,265)</u>	<u>-</u>
Total	<u><u>(3,721,134)</u></u>	<u><u>1,000,303</u></u>
 Set-aside balance at June 30, 2015	 <u><u>\$ -</u></u>	 <u><u>\$ 1,000,303</u></u>

The District had qualifying disbursements during the year that reduced the set-aside amounts below zero for the textbook and capital acquisition reserves. This extra amount may not be used to reduce the set-aside requirement in future fiscal years. Although Senate Bill 345 eliminated the required budget stabilization set-aside effective April 10, 2001, the District has opted to maintain their designation to offset any budget deficit the District may experience in future fiscal years.

NOTE 15 –ENCUMBRANCES

The District encumbers funds with purchase orders to assign funds for those purchases of goods and services. Outstanding encumbrances in the General Fund, Permanent Improvement Fund, and Other Governmental Funds as of fiscal year end were \$1,071,165, \$609,664, and \$912,267, respectively.

NOTE 16 - CONTINGENCIES

A. Grants - The District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

School District Foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. Effective for the 2014-2015 school year, traditional school districts must comply with minimum hours of instruction, instead of a minimum number of school days each year. The funding formula the Ohio Department of Education (ODE) is legislatively required to follow will continue to adjust as enrollment information is updated by the District, which can extend past the fiscal year end. As of the date of this report, ODE has not finalized the impact of enrollment adjustments to the June 30, 2015 Foundation funding for the District; therefore, the financial statement impact is not determinable at this time. ODE and management believe this will result in either a receivable to or liability of the District.

B. Litigation - The District is currently not a party to any material legal proceedings.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance in accordance with 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 fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis).
- (d) Advances-In and Advance-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

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

Net Change in Fund Balance

	General Fund
Budget Basis	\$ 103,568
Adjustments (net):	
Public Support Fund Change	14,339
Rotary Fund Change	10,129
Revenue Accruals	723,856
Expenditure Accruals	147,899
Encumbrances	1,071,165
Interfund Transactions	(302,758)
GAAP Basis	\$ 1,768,198

With the implementation of GASB Statement No. 54, *Fund Balance Reporting*, the District’s Public School Support Fund and Special Rotary Fund, no longer meets the special revenue fund type criteria for reporting in the fiscal year-end external financial statements. As such, these funds are presented as part of the District’s General Fund in the year-end financial statements. The budgetary comparison information in the fiscal year-end financial statements is the legally adopted budget for the general fund, without modification for the funds no longer meeting the special revenue criteria.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 18 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF NET POSITION

For fiscal year ending June 30, 2015, the District has implemented the following:

For fiscal year 2015, the District implemented *GASB Statement No. 69 “Government Combinations and Disposals of Government Operations”* provides specific accounting and financial reporting guidance for combinations in the governmental environment. This Statement improves the decision usefulness of financial reporting by requiring that disclosures be made by governments about combination arrangements in which they engage and for disposals of government operations. The implementation of this statement did not have an effect on the financial statements of the District.

For fiscal year 2015, the District also implemented the Governmental Accounting Standards Board (GASB) Statement No. 68, “Accounting and Financial Reporting for Pensions” and GASB Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68.” GASB 68 established standards for measuring and recognizing pension liabilities, deferred outflows of resources deferred inflows of resources and expense/expenditure. The implementation of this pronouncement had the following effect on net position as reported June 30, 2014:

	Governmental Activities
Net Position June 30, 2014	40,235,949
Adjustments:	
Net Pension Liability	(132,545,356)
Deferred Outflows - Payments Subsequent to Measurement Date	7,186,945
Restated Net Position June 30, 2014	(85,122,462)

Other than employer contributions subsequent to the measurement date, the District made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available.

NOTE 19 – RECLASSIFICATION OF FUND BALANCES

During fiscal year 2015, the District reclassified the Building Fund from a major fund to Other Governmental Funds. The reclassification of the fund balance resulted in changes to beginning of year balances as detailed below:

	Building Fund	Other Governmental Funds
Fund Balance, June 30, 2014	\$ 2,212,980	\$ 311,750
Reclassification of Fund	(2,212,980)	2,212,980
Fund Balance, July 1, 2014	\$ -	\$ 2,524,730

REQUIRED SUPPLEMENTARY INFORMATION

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**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO**

LAST 2 FISCAL YEARS (1)

	<u>2014</u>	<u>2013</u>
District's Proportion of the Net Pension Liability	0.300071%	0.300071%
District's Proportionate Share of the Net Pension Liability	\$ 15,186,423	\$ 17,844,261
District's Covered-Employee Payroll	\$ 8,025,086	\$ 8,654,942
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	189.24%	206.17%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71.70%	65.52%

(1) Information prior to 2013 is not available.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
STATE TEACHERS RETIREMENT SYSTEM OF OHIO**

LAST 2 FISCAL YEARS (1)

	<u>2014</u>	<u>2013</u>
District's Proportion of the Net Pension Liability	0.395877%	0.395877%
District's Proportionate Share of the Net Pension Liability	\$ 96,290,905	\$ 114,701,095
District's Covered-Employee Payroll	\$ 43,138,423	\$ 42,871,508
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	223.21%	267.55%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	74.70%	69.30%

(1) Information prior to 2013 is not available.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO**

LAST EIGHT FISCAL YEARS (1)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Contractually Required Contribution	\$ 1,139,847	\$ 1,112,277	\$ 1,197,844	\$ 1,120,535	\$ 1,053,762	\$ 1,162,741	\$ 1,306,750	\$ 1,097,113
Contributions in relation to the contractually required contribution	\$ 1,139,847	\$ 1,112,277	\$ 1,197,844	\$ 1,120,535	\$ 1,053,762	\$ 1,162,741	\$ 1,306,750	\$ 1,097,113
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 8,648,310	\$ 8,025,086	\$ 8,654,942	\$ 8,331,117	\$ 8,383,150	\$ 8,587,452	\$ 13,279,980	\$ 11,172,230
Contributions as a percentage of covered-employee payroll	13.18%	13.86%	13.84%	13.45%	12.57%	13.54%	9.84%	9.82%

(1) Information prior to 2008 is not available.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO**

LAST TEN FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually Required Contribution	\$ 5,918,638	\$ 5,607,995	\$ 5,573,296	\$ 5,443,314	\$ 5,858,804	\$ 5,800,403	\$ 6,286,224	\$ 5,788,980	\$ 5,522,722	\$ 5,126,292
Contributions in relation to the contractually required contribution	\$ 5,918,638	\$ 5,607,995	\$ 5,573,296	\$ 5,443,314	\$ 5,858,804	\$ 5,800,403	\$ 6,286,224	\$ 5,788,980	\$ 5,522,722	\$ 5,126,292
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 42,275,986	\$ 43,138,423	\$ 42,871,508	\$ 41,871,649	\$ 45,067,723	\$ 44,618,485	\$ 48,355,569	\$ 44,530,615	\$ 42,482,477	\$ 39,433,015
Contributions as a percentage of covered-employee payroll	14.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%

**COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES**

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

Debt Service Fund – A fund used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Permanent Improvement Fund – A fund provided to account for all transactions related to acquiring, constructing, or improving school facilities.

Non-major Governmental Funds

Non-major Governmental Funds are established to account for revenues from specific sources, which legally, or otherwise, are restricted or committed to expenditures for specific purposes. A description of the District's Non-major Governmental Funds follows:

Building Fund - A fund used to account for the revenues and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs for acquiring capital facilities, including real property.

Public School Support - A fund used to account for specific local revenue sources, other than taxes or expendable trusts (i.e., profits from vending machines) that are restricted to expenditures for specified purposes approved by the board resolution. Such expenditures may include curricular and extra-curricular related purchases. This fund is for budgetary purposes only.

Food Service - A fund used to record financial transactions related to the District's food service operation.

Special Rotary Fund - A rotary fund provided to account for the transactions made in connection with supplemental education classes and the job-training program. Receipts include, but are not limited to, tuition from patrons and students and income from outside clients for production work. Expenditures include salaries and supplies. This fund is for budgetary purposes only.

Community Recreation - A rotary fund to account for monies received and expended in connection with the community Parks and Recreation summer camp program, which is intended to be self-sustaining.

Other Local Grants - A fund held by the District in a trustee capacity to be used as requested by the donating individual/agency.

District Managed Activities - 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 includes the athletic programs, the drama program, etc.

Auxiliary Services - A fund used to account for monies, which provide services and materials to pupils attending non-public schools within the District.

Teacher Development - A fund used to account for monies received and expended for the development of in-service programs.

Data Communication - A fund used to account for monies received in order for the District to obtain access to the Ohio Educational Computer Network.

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

Straight A - A fund used to account for state grants received for innovative projects under the Straight A grant.

Other State Grants - A fund used to account for state grants received from miscellaneous state organizations.

Ohio Residence Program - A fund used to account for federal funds used to provide for the new Ohio Residence Program.

IDEA-B - A fund used to account for federal funds used in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Title I School Improvement - A fund to help schools improve the teaching and learning of children failing, or most at risk of failing to meet challenging State academic achievement standards.

Title III - A fund used to account for federal funds for limited English proficiency.

Title I - A fund used to account for federal funds used to meet the special needs of educationally deprived children.

Early Childhood Special Education - A fund used to account for federal funds used for the improvement of services for handicapped children ages three through five.

Title II-A - A fund used to account for grants for improving teacher quality.

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF JUNE 30, 2015

	Capital	Special Revenue Funds		
	Project Fund			
	Building	Food Service	Community Recreation	Other Local Grants
Assets:				
Cash and Cash Equivalents	\$ 682,479	\$ 271,197	\$ 28,107	\$ 79,716
Receivables:				
Accounts	-	516	165	-
Due From Other Governments	-	-	-	-
Prepaid Assets	-	-	-	-
Materials and Supplies Inventory	-	34,607	-	-
Total Assets	682,479	306,320	28,272	79,716
Liabilities:				
Accounts Payable	91,877	31,631	668	2,610
Accrued Wages and Benefits Payable	-	119,516	-	-
Interfund Payable	-	551	-	-
Due to Other Governments	-	56,358	-	-
Matured Leave Benefits Payable	-	120	-	-
Total Liabilities	91,877	208,176	668	2,610
Deferred Inflows of Resources:				
Unavailable Revenue	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Non-spendable:				
Prepaid Assets	-	-	-	-
Restricted for:				
Building Fund	590,602	-	-	-
Locally Funded Programs	-	-	-	77,106
Extracurricular Activities	-	-	-	-
State Funded Programs	-	-	-	-
Federally Funded Programs	-	-	-	-
Food Service	-	98,144	-	-
Committed for:				
Community Recreation	-	-	27,604	-
Total Fund Balances	590,602	98,144	27,604	77,106
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 682,479	\$ 306,320	\$ 28,272	\$ 79,716

See accompanying notes to the basic financial statements.

Special Revenue Funds

District Managed Activities	Auxiliary Services	Teacher Development	Data Communication	Straight A Grant	Other State Grants	Ohio Residence Program
\$ 281,396	\$ 391,239	\$ 945	\$ -	\$ -	\$ 58	\$ -
3,666	-	-	-	-	-	-
-	-	-	-	19,055	6,546	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>285,062</u>	<u>391,239</u>	<u>945</u>	<u>-</u>	<u>19,055</u>	<u>6,604</u>	<u>-</u>
4,322	190,462	-	-	-	49	-
-	63,312	-	-	-	-	-
-	319	-	-	-	620	-
-	9,876	-	-	-	-	-
-	-	-	-	-	-	-
<u>4,322</u>	<u>263,969</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>669</u>	<u>-</u>
-	-	-	-	17,930	3,004	-
-	-	-	-	17,930	3,004	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
280,740	-	-	-	-	-	-
-	127,270	945	-	1,125	2,931	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>280,740</u>	<u>127,270</u>	<u>945</u>	<u>-</u>	<u>1,125</u>	<u>2,931</u>	<u>-</u>
<u>\$ 285,062</u>	<u>\$ 391,239</u>	<u>\$ 945</u>	<u>\$ -</u>	<u>\$ 19,055</u>	<u>\$ 6,604</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF JUNE 30, 2015
(CONTINUED)

	Special Revenue Funds			
	IDEA-B	Title I School Improvement	Title III	Title I
Assets:				
Cash and Cash Equivalents	\$ 693	\$ -	\$ 501	\$ -
Receivables:				
Accounts	-	-	-	-
Due From Other Governments	283,335	3,575	21,957	132,050
Prepaid Assets	545	-	-	-
Materials and Supplies Inventory	-	-	-	-
Total Assets	<u>284,573</u>	<u>3,575</u>	<u>22,458</u>	<u>132,050</u>
Liabilities:				
Accounts Payable	19,004	-	219	1,129
Accrued Wages and Benefits Payable	120,841	-	-	93,132
Interfund Payable	26,367	3,575	-	16,786
Due to Other Governments	21,013	-	-	13,401
Matured Leave Benefits Payable	-	-	-	-
Total Liabilities	<u>187,225</u>	<u>3,575</u>	<u>219</u>	<u>124,448</u>
Deferred Inflows of Resources:				
Unavailable Revenue	64,051	-	11,992	66
Total Deferred Inflows of Resources	<u>64,051</u>	<u>-</u>	<u>11,992</u>	<u>66</u>
Fund Balances:				
Non-spendable:				
Prepaid Assets	545	-	-	-
Restricted for:				
Building Fund	-	-	-	-
Locally Funded Programs	-	-	-	-
Extracurricular Activities	-	-	-	-
State Funded Programs	-	-	-	-
Federally Funded Programs	32,752	-	10,247	7,536
Food Service	-	-	-	-
Committed for:				
Community Recreation	-	-	-	-
Total Fund Balances	<u>33,297</u>	<u>-</u>	<u>10,247</u>	<u>7,536</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 284,573</u>	<u>\$ 3,575</u>	<u>\$ 22,458</u>	<u>\$ 132,050</u>

See accompanying notes to the basic financial statements.

<u>Special Revenue Funds</u>		
Early Childhood Special Education	Title II-A	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 1,736,331
-	-	4,347
4,334	18,597	489,449
-	-	545
-	-	34,607
<u>4,334</u>	<u>18,597</u>	<u>2,265,279</u>
-	-	341,971
-	11,781	408,582
376	2,892	51,486
-	1,681	102,329
-	-	120
<u>376</u>	<u>16,354</u>	<u>904,488</u>
-	-	97,043
-	-	97,043
-	-	545
-	-	590,602
-	-	77,106
-	-	280,740
-	-	132,271
3,958	2,243	56,736
-	-	98,144
-	-	27,604
<u>3,958</u>	<u>2,243</u>	<u>1,263,748</u>
<u>\$ 4,334</u>	<u>\$ 18,597</u>	<u>\$ 2,265,279</u>

See accompanying notes to the basic financial statements.

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Capital	Special Revenue Funds		
	Project Fund			
	Building	Food Service	Community Recreation	Other Local Grants
Revenues:				
From Local Sources:				
Tuition	\$ -	\$ -	\$ 21,539	\$ -
Charges for Services	-	1,398,388	-	-
Other Local	15,351	7,716	27,140	116,606
Intergovernmental - State	-	43,489	-	-
Intergovernmental - Federal	-	1,113,998	-	-
Investment Income	652	405	-	-
Total Revenues	16,003	2,563,996	48,679	116,606
Expenditures:				
Instruction:				
Regular	107,344	-	-	14,685
Special	-	-	-	-
Support services:				
Pupils	-	-	-	-
Instructional Staff	-	-	-	89,142
General Administration	980,000	-	-	-
School Administration	149,048	-	-	-
Business	-	-	-	-
Central	-	-	-	-
Community Services	-	-	49,926	-
Food Service Operations	-	2,656,417	-	-
Extracurricular Activities	-	-	-	-
Capital Outlay	377,813	-	-	-
Total Expenditures	1,614,205	2,656,417	49,926	103,827
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(1,598,202)	(92,421)	(1,247)	12,779
Other Financing Uses:				
Transfers Out	(24,176)	-	-	-
Total Other Financing Uses	(24,176)	-	-	-
Net Change in Fund Balances	(1,622,378)	(92,421)	(1,247)	12,779
Fund Balances - Beginning	2,212,980	190,565	28,851	64,327
Fund Balances - Ending	\$ 590,602	\$ 98,144	\$ 27,604	\$ 77,106

See accompanying notes to the basic financial statements.

Special Revenue Funds

District Managed Activities	Auxiliary Services	Teacher Development	Data Communication	Straight A Grant	Other State Grants	Ohio Residence Program
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
391,214	-	-	-	-	-	-
-	1,622,645	-	19,800	614,133	91,534	-
-	-	-	-	-	-	9,800
-	965	-	-	-	-	-
<u>391,214</u>	<u>1,623,610</u>	<u>-</u>	<u>19,800</u>	<u>614,133</u>	<u>91,534</u>	<u>9,800</u>
-	-	-	-	397,111	7,120	9,800
-	-	-	-	-	-	-
-	-	-	-	-	51,618	-
-	-	596	-	13,480	21,408	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
10,053	-	-	-	-	-	-
-	-	-	19,800	-	-	-
-	1,845,575	-	-	-	-	-
-	-	-	-	-	-	-
355,218	-	-	-	-	-	-
-	-	-	-	10,936	-	-
<u>365,271</u>	<u>1,845,575</u>	<u>596</u>	<u>19,800</u>	<u>421,527</u>	<u>80,146</u>	<u>9,800</u>
25,943	(221,965)	(596)	-	192,606	11,388	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
25,943	(221,965)	(596)	-	192,606	11,388	-
254,797	349,235	1,541	-	(191,481)	(8,457)	-
<u>\$ 280,740</u>	<u>\$ 127,270</u>	<u>\$ 945</u>	<u>\$ -</u>	<u>\$ 1,125</u>	<u>\$ 2,931</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
(CONTINUED)

	Special Revenue Funds			
	IDEA-B	Title I School Improvement	Title III	Title I
Revenues:				
From Local Sources:				
Tuition	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Other Local	-	-	-	-
Intergovernmental - State	-	-	-	-
Intergovernmental - Federal	1,946,664	51,126	49,708	867,015
Investment Income	-	-	-	-
Total Revenues	<u>1,946,664</u>	<u>51,126</u>	<u>49,708</u>	<u>867,015</u>
Expenditures:				
Instruction:				
Regular	328,611	-	-	-
Special	520,961	50,832	-	730,382
Support services:				
Pupils	149,877	-	-	-
Instructional Staff	530,129	-	34,771	-
General Administration	-	-	-	-
School Administration	116,685	-	-	-
Business	-	-	-	-
Central	-	-	-	-
Community Services	35,233	-	-	2,668
Food Service Operations	-	-	-	-
Extracurricular Activities	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>1,681,496</u>	<u>50,832</u>	<u>34,771</u>	<u>733,050</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	265,168	294	14,937	133,965
Other Financing Uses:				
Transfers Out	-	-	-	-
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	265,168	294	14,937	133,965
Fund Balance Beginning of Year	(231,871)	(294)	(4,690)	(126,429)
Fund Balance End of Year	<u>\$ 33,297</u>	<u>\$ -</u>	<u>\$ 10,247</u>	<u>\$ 7,536</u>

See accompanying notes to the basic financial statements.

<u>Special Revenue Funds</u>		
<u>Early Childhood Special Education</u>	<u>Title II-A</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ 21,539
-	-	1,398,388
-	-	558,027
-	-	2,391,601
23,746	138,293	4,200,350
-	-	2,022
<u>23,746</u>	<u>138,293</u>	<u>8,571,927</u>
-	74,971	939,642
19,788	-	1,321,963
-	-	201,495
-	46,532	736,058
-	-	980,000
-	-	265,733
-	-	10,053
-	-	19,800
-	203	1,933,605
-	-	2,656,417
-	-	355,218
-	-	388,749
<u>19,788</u>	<u>121,706</u>	<u>9,808,733</u>
3,958	16,587	(1,236,806)
-	-	(24,176)
-	-	(24,176)
3,958	16,587	(1,260,982)
-	(14,344)	2,524,730
<u>\$ 3,958</u>	<u>\$ 2,243</u>	<u>\$ 1,263,748</u>

See accompanying notes to the basic financial statements.

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Final Budget	Actual	Variance Over/(Under)
Debt Service Fund			
Total Revenues and Other Sources	\$ 11,240,001	\$ 11,240,001	\$ -
Total Expenditures and Other Uses	10,549,400	10,549,400	-
Net Change in Fund Balance	690,601	690,601	-
Fund Balance - July 1	2,908,503	2,908,503	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ 3,599,104</u>	<u>\$ 3,599,104</u>	<u>\$ -</u>
Permanent Improvement Fund			
Total Revenues and Other Sources	\$ 8,663,072	\$ 8,663,072	\$ -
Total Expenditures and Other Uses	1,163,079	1,163,079	-
Net Change in Fund Balance	7,499,993	7,499,993	-
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ 7,499,993</u>	<u>\$ 7,499,993</u>	<u>\$ -</u>
Building Fund			
Total Revenues and Other Sources	\$ 16,003	\$ 16,003	\$ -
Total Expenditures and Other Uses	2,522,906	2,522,906	-
Net Change in Fund Balance	(2,506,903)	(2,506,903)	-
Fund Balance - July 1	1,884,020	1,884,020	-
Prior Year Encumbrances Appropriated	1,069,782	1,069,782	-
Fund Balance - June 30	<u>\$ 446,899</u>	<u>\$ 446,899</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	Final Budget	Actual	Variance Over/(Under)
	<u> </u>	<u> </u>	
Public School Support			
Total Revenues and Other Sources	\$ 151,588	\$ 151,588	\$ -
Total Expenditures and Other Uses	153,724	153,724	-
Net Change in Fund Balance	(2,136)	(2,136)	-
Fund Balance - July 1	162,658	162,658	-
Prior Year Encumbrances Appropriated	5,473	5,473	-
Fund Balance - June 30	<u>\$ 165,995</u>	<u>\$ 165,995</u>	<u>\$ -</u>
Food Service			
Total Revenues and Other Sources	\$ 2,415,168	\$ 2,415,168	\$ -
Total Expenditures and Other Uses	2,630,796	2,630,796	-
Net Change in Fund Balance	(215,628)	(215,628)	-
Fund Balance - July 1	350,683	350,683	-
Prior Year Encumbrances Appropriated	68,735	68,735	-
Fund Balance - June 30	<u>\$ 203,790</u>	<u>\$ 203,790</u>	<u>\$ -</u>
Special Rotary			
Total Revenues and Other Sources	\$ 180,769	\$ 180,769	\$ -
Total Expenditures and Other Uses	170,727	170,727	-
Net Change in Fund Balance	10,042	10,042	-
Fund Balance - July 1	69,802	69,802	-
Prior Year Encumbrances Appropriated	2,390	2,390	-
Fund Balance - June 30	<u>\$ 82,234</u>	<u>\$ 82,234</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Over/(Under)</u>
Community Recreation			
Total Revenues and Other Sources	\$ 48,515	\$ 48,515	\$ -
Total Expenditures and Other Uses	51,523	51,523	-
Net Change in Fund Balance	(3,008)	(3,008)	-
Fund Balance - July 1	26,434	26,434	-
Prior Year Encumbrances Appropriated	3,634	3,634	-
Fund Balance - June 30	<u>\$ 27,060</u>	<u>\$ 27,060</u>	<u>\$ -</u>
 Other Local Grants			
Total Revenues and Other Sources	\$ 116,606	\$ 116,606	\$ -
Total Expenditures and Other Uses	207,045	207,045	-
Net Change in Fund Balance	(90,439)	(90,439)	-
Fund Balance - July 1	59,357	59,357	-
Prior Year Encumbrances Appropriated	50,120	50,120	-
Fund Balance - June 30	<u>\$ 19,038</u>	<u>\$ 19,038</u>	<u>\$ -</u>
 District Managed Activities			
Total Revenues and Other Sources	\$ 395,348	\$ 395,348	\$ -
Total Expenditures and Other Uses	415,616	415,616	-
Net Change in Fund Balance	(20,268)	(20,268)	-
Fund Balance - July 1	217,272	217,272	-
Prior Year Encumbrances Appropriated	45,062	45,062	-
Fund Balance - June 30	<u>\$ 242,066</u>	<u>\$ 242,066</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Final Budget	Actual	Variance Over/(Under)
Auxiliary Services			
Total Revenues and Other Sources	\$ 1,623,707	\$ 1,623,610	\$ (97)
Total Expenditures and Other Uses	2,235,646	2,151,232	84,414
Net Change in Fund Balance	(611,939)	(527,622)	84,317
Fund Balance - July 1	335,600	335,600	-
Prior Year Encumbrances Appropriated	277,400	277,400	-
Fund Balance - June 30	<u>\$ 1,061</u>	<u>\$ 85,378</u>	<u>\$ 84,317</u>
Teacher Development			
Total Revenues and Other Sources	\$ -	\$ -	\$ -
Total Expenditures and Other Uses	2,792	2,792	-
Net Change in Fund Balance	(2,792)	(2,792)	-
Fund Balance - July 1	8	8	-
Prior Year Encumbrances Appropriated	2,792	2,792	-
Fund Balance - June 30	<u>\$ 8</u>	<u>\$ 8</u>	<u>\$ -</u>
Data Communications			
Total Revenues and Other Sources	\$ 19,800	\$ 19,800	\$ -
Total Expenditures and Other Uses	19,800	19,800	-
Net Change in Fund Balance	-	-	-
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
Straight A			
Total Revenues and Other Sources	\$ 1,305,690	\$ 993,945	\$ (311,745)
Total Expenditures and Other Uses	993,945	993,945	-
Net Change in Fund Balance	311,745	-	(311,745)
Fund Balance - July 1	(601,952)	(601,952)	-
Prior Year Encumbrances Appropriated	601,952	601,952	-
Fund Balance - June 30	<u>\$ 311,745</u>	<u>\$ -</u>	<u>\$ (311,745)</u>
Other State Grants			
Total Revenues and Other Sources	\$ 103,041	\$ 88,612	\$ (14,429)
Total Expenditures and Other Uses	92,205	88,612	3,593
Net Change in Fund Balance	10,836	-	(10,836)
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ 10,836</u>	<u>\$ -</u>	<u>\$ (10,836)</u>
Ohio Residence Program			
Total Revenues and Other Sources	\$ 9,800	\$ 9,800	\$ -
Total Expenditures and Other Uses	9,800	9,800	-
Net Change in Fund Balance	-	-	-
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
IDEA B			
Total Revenues and Other Sources	\$ 2,269,008	\$ 1,753,140	\$ (515,868)
Total Expenditures and Other Uses	2,107,311	1,869,215	238,096
Net Change in Fund Balance	161,697	(116,075)	(277,772)
Fund Balance - July 1	(126,354)	(126,354)	-
Prior Year Encumbrances Appropriated	126,657	126,657	-
Fund Balance - June 30	<u>\$ 162,000</u>	<u>\$ (115,772)</u>	<u>\$ (277,772)</u>
 Title I School Improvement			
Total Revenues and Other Sources	\$ 53,589	\$ 51,127	\$ (2,462)
Total Expenditures and Other Uses	53,295	51,127	2,168
Net Change in Fund Balance	294	-	(294)
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ 294</u>	<u>\$ -</u>	<u>\$ (294)</u>
 Title III			
Total Revenues and Other Sources	\$ 77,740	\$ 39,743	\$ (37,997)
Total Expenditures and Other Uses	73,050	52,235	20,815
Net Change in Fund Balance	4,690	(12,492)	(17,182)
Fund Balance - July 1	(250)	(250)	-
Prior Year Encumbrances Appropriated	250	250	-
Fund Balance - June 30	<u>\$ 4,690</u>	<u>\$ (12,492)</u>	<u>\$ (17,182)</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Over/(Under)</u>
Title I			
Total Revenues and Other Sources	\$ 908,595	\$ 751,344	\$ (157,251)
Total Expenditures and Other Uses	874,045	753,332	120,713
Net Change in Fund Balance	34,550	(1,988)	(36,538)
Fund Balance - July 1	(17,860)	(17,860)	-
Prior Year Encumbrances Appropriated	17,860	17,860	-
Fund Balance - June 30	<u>\$ 34,550</u>	<u>\$ (1,988)</u>	<u>\$ (36,538)</u>
 Early Childhood Special Education			
Total Revenues and Other Sources	\$ 23,745	\$ 19,788	\$ (3,957)
Total Expenditures and Other Uses	23,745	19,788	3,957
Net Change in Fund Balance	-	-	-
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Title II-A			
Total Revenues and Other Sources	\$ 158,307	\$ 122,530	\$ (35,777)
Total Expenditures and Other Uses	152,269	123,266	29,003
Net Change in Fund Balance	6,038	(736)	(6,774)
Fund Balance - July 1	(6,039)	(6,039)	-
Prior Year Encumbrances Appropriated	6,107	6,107	-
Fund Balance - June 30	<u>\$ 6,106</u>	<u>\$ (668)</u>	<u>\$ (6,774)</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES

Internal Service Fund

Internal Service Funds are used to account for the financing of services provided by one department or agency to another department or agency on a cost reimbursement basis. A description of the District's Internal Service Fund follows:

Self-Funded Insurance Fund - A fund provided to account for money received from other funds as payment for providing medical, hospitalization, life and dental insurance. Payments are made to a third party administrator for claim payments, claims administration and stop-loss coverage.

Self-Funded Workers Compensation Fund - A fund provided to account for money received from other funds as payment for providing workers compensation coverage. Payments are made to a third party administrator for claim payments and claims administration.

**GAHANNA JEEFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
AS OF JUNE 30, 2015

	Self Funded Insurance	Self Funded Workers Compensation	Governmental Activities - Internal Service Fund
Current Assets:			
Cash and Cash Equivalents	\$ 3,237,309	\$ 331,916	\$ 3,569,225
Cash with Fiscal Agent	143,800	-	143,800
Receivables:			
Accounts Receivable	4,263	-	4,263
Interfund Receivable	-	38,018	38,018
Total Assets	<u>3,385,372</u>	<u>369,934</u>	<u>3,755,306</u>
Current Liabilities:			
Claims Payable	691,115	7,500	698,615
Unearned Revenue	751,784	-	751,784
Total Liabilities	<u>1,442,899</u>	<u>7,500</u>	<u>1,450,399</u>
Net Position:			
Unrestricted	1,942,473	362,434	2,304,907
Total Net Position	<u>\$ 1,942,473</u>	<u>\$ 362,434</u>	<u>\$ 2,304,907</u>

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Self Funded Insurance	Self Funded Workers Compensation	Governmental Activities - Internal Service Fund
Operating Revenues:			
Charges for Services	\$ 9,203,864	\$ 277,161	\$ 9,481,025
Total Operating Revenues	<u>9,203,864</u>	<u>277,161</u>	<u>9,481,025</u>
Operating Expenses:			
Purchased Services	841,869	54,983	896,852
Claims	9,478,277	81,894	9,560,171
Total Operating Expenses	<u>10,320,146</u>	<u>136,877</u>	<u>10,457,023</u>
Operating Income (Loss)	<u>(1,116,282)</u>	<u>140,284</u>	<u>(975,998)</u>
Non-Operating Revenues:			
Interest Revenue	1,039	-	1,039
Total Non-Operating Revenues	<u>1,039</u>	<u>-</u>	<u>1,039</u>
Change in Fund Net Position	(1,115,243)	140,284	(974,959)
Net Position Beginning of Year	3,057,716	222,150	3,279,866
Net Position End of Year	<u>\$ 1,942,473</u>	<u>\$ 362,434</u>	<u>\$ 2,304,907</u>

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Self Funded Insurance	Self Funded Workers Compensation	Governmental Activities - Internal Service Fund
Cash Flows from Operating Activities:			
Cash Received from Charges for Services	\$ 9,232,129	\$ 277,225	\$ 9,509,354
Cash Payments for Contract Services	(841,869)	(54,983)	(896,852)
Cash Payments for Claims	(9,325,715)	(80,977)	(9,406,692)
Net Cash Provided by/(Used for) Operating	(935,455)	141,265	(794,190)
Cash Flows from Investing Activities:			
Interest on Investments	937	-	937
Net Cash Provided by Investing Activities	937	-	937
Net Increase/(Decrease) in Cash and Cash Equivalents	(934,518)	141,265	(793,253)
Cash and Cash Equivalents at Beginning of Year	4,315,627	190,651	4,506,278
Cash and Cash Equivalents at End of Year	3,381,109	331,916	3,713,025
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Operating Income/(Loss)	(1,116,282)	140,284	(975,998)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Changes in Assets and Liabilities:			
Accounts Receivable	(4,161)	-	(4,161)
Interfund Receivable	-	64	64
Claims Payable	152,562	917	153,479
Unearned Activities	32,426	-	32,426
Net Cash Provided by/(Used for) Operating Activities	\$ (935,455)	\$ 141,265	\$ (794,190)

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
NET ASSET BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Final Budget	Actual	Variance Over/(Under)
Self-funded Insurance			
Total Revenues and Other Sources	\$ 9,293,066	\$ 9,293,066	\$ -
Total Expenses and Other Uses	10,264,284	10,264,284	-
Net Change in Fund Balance	(971,218)	(971,218)	-
Fund Balance - July 1	4,181,783	4,181,783	-
Prior Year Encumbrances Appropriated	7,149	7,149	-
Fund Balance - June 30	<u>\$ 3,217,714</u>	<u>\$ 3,217,714</u>	<u>\$ -</u>
Self-funded Workers Comp			
Total Revenues and Other Sources	\$ 277,226	\$ 277,226	\$ -
Total Expenses and Other Uses	135,961	135,961	-
Net Change in Fund Balance	141,265	141,265	-
Fund Balance - July 1	190,651	190,651	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ 331,916</u>	<u>\$ 331,916</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

Fiduciary Fund Type

Private Purpose Trust and Agency Funds

Private Purpose Trust Funds are used to account for assets held by a government in a trustee capacity. Agency Funds are used to account for assets held by a government as an agent for individuals, private organizations, other governments and/or other funds. A description of the District's Fiduciary Funds follows:

Private Purpose Trust Fund - A trust fund used to account for assets held by school system in a trustee capacity for individuals, private organizations, other governmental and/or other funds.

Student Activity Fund – An agency fund provided to account for those student activity programs, which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities, which consist of a student body, student president, student treasurer and faculty advisor.

Employee Flex Spending Account Fund – An agency fund provided to account for assets held by the District as an agent for the District's employees.

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
NET ASSET BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
Private Purpose Trust			
Total Revenues and Other Sources	\$ 26,355	\$ 26,355	\$ -
Total Expenses and Other Uses	37,214	37,214	-
Net Change in Fund Balance	(10,859)	(10,859)	-
Fund Balance - July 1	98,306	98,306	-
Prior Year Encumbrances Appropriated	2,847	2,847	-
Fund Balance - June 30	<u>\$ 90,294</u>	<u>\$ 90,294</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	Beginning Balance	Additions	Deductions	Ending Balance
Student-Managed Activities				
Assets				
Cash and Cash Equivalents	\$ 377,999	\$ 338,042	(340,425)	\$ 375,616
Accounts Receivable	-	3,346	-	3,346
Materials and Supplies Inventory	3,979	3,116	(3,979)	3,116
Total Assets	\$ 381,978	\$ 344,504	\$ (344,404)	\$ 382,078
Liabilities				
Accounts Payable	\$ 5,432	\$ 6,647	\$ (5,432)	\$ 6,647
Due To Students	376,546	337,857	(338,972)	375,431
Total Liabilities	\$ 381,978	\$ 344,504	\$ (344,404)	\$ 382,078
Employee Flexible Spending Account				
Assets				
Cash and Cash Equivalents	\$ 29,118	\$ 162,892	\$ (144,899)	\$ 47,111
Total Assets	\$ 29,118	\$ 162,892	\$ (144,899)	\$ 47,111
Liabilities				
Accounts Payable	\$ -	\$ 341	\$ -	\$ 341
Due To Students	29,118	162,551	(144,899)	46,770
Total Liabilities	\$ 29,118	\$ 162,892	\$ (144,899)	\$ 47,111
Total				
Assets				
Cash and Cash Equivalents	\$ 407,117	\$ 500,934	\$ (485,324)	\$ 422,727
Accounts Receivable	-	3,346	-	3,346
Materials and Supplies Inventory	3,979	3,116	(3,979)	3,116
Total Assets	\$ 411,096	\$ 507,396	\$ (489,303)	\$ 429,189
Liabilities				
Accounts Payable	\$ 5,432	\$ 6,988	\$ (5,432)	\$ 6,988
Due To Students	405,664	500,408	(483,871)	422,201
Total Liabilities	\$ 411,096	\$ 507,396	\$ (489,303)	\$ 429,189

III. STATISTICAL SECTION

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	S3
These schedules contain trend information to help the reader understand how the District’s financial performance and well-being have changed over time.	
Revenue Cap	S14
These schedules contain information to help the readers assess the District’s most significant local revenue source, the property tax.	
Debt Capacity	S21
These schedules present information to help the reader assess the affordability of the District’s current levels of outstanding debt and the District’s ability to issue additional debt in the future.	
Demographic and Economic Information	S25
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District’s financial activities take place.	
Operating Information	S27
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District’s financial activities take place.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
LAST TEN FISCAL YEARS**

FISCAL YEARS	INSTRUCTIONAL SERVICES	SUPPORT SERVICES	COMMUNITY SERVICES	FOOD SERVICE OPERATIONS	EXTRA-CURRICULAR	MISCELLANEOUS	CAPITAL OUTLAY	DEBT SERVICE	TOTAL
2006	42,858,430	20,938,272	1,314,358	-	1,190,475	42,792	1,957,782	4,065,728	72,367,837
2007	43,944,585	24,073,115	1,632,598	-	1,304,556	28,705	2,038,409	3,159,660	76,181,628
2008	47,130,905	23,855,015	1,345,075	-	1,193,075	62,913	2,965,881	3,157,285	79,710,149
2009	49,455,770	26,310,955	1,387,400	-	1,250,732	367,821	7,350,719	3,149,176	89,272,573
2010	54,900,622	26,354,779	1,436,421	-	1,162,198	-	2,431,619	3,440,842	89,726,481
2011	54,473,936	26,001,005	1,833,816	-	1,186,176	-	12,115,050	4,821,511	100,431,494
2012	52,511,092	25,197,868	1,207,619	2,408,128	1,208,808	-	2,011,411	4,906,715	89,451,641
2013	53,113,267	26,276,842	1,678,180	2,602,593	1,322,760	-	1,449,940	5,101,531	91,545,113
2014	53,015,630	26,366,807	1,668,884	2,505,257	1,213,519	-	4,337,138	5,074,540	94,181,775
2015	53,984,611	27,841,066	1,938,904	2,656,417	1,262,379	-	641,015	4,183,595	92,507,987

Notes:

(1) Includes General, Debt Service, Building and Other Governmental Funds.

Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS**

FISCAL YEARS	PROPERTY TAXES	STATE SOURCES	FEDERAL SOURCES	INVESTMENT INCOME	TUITION	OTHER	TOTAL
2006	40,696,200	17,909,113	1,643,414	1,372,968	190,516	2,785,216	64,597,427
2007	55,361,476	19,125,501	2,316,518	1,570,168	352,127	4,546,260	83,272,050
2008	48,148,561	21,192,714	2,093,886	1,206,670	300,879	2,262,595	75,205,305
2009	52,829,685	22,651,012	3,237,019	471,801	223,159	2,565,756	81,978,432
2010	48,473,563	22,752,983	3,069,668	127,532	220,438	5,275,187	79,919,371
2011	48,514,070	23,188,046	4,182,227	86,447	165,944	10,691,841	86,828,575
2012	54,493,804	21,868,411	5,631,883	37,855	328,310	8,817,055	91,177,318
2013	50,509,779	21,057,923	3,742,955	24,142	343,910	10,439,432	86,118,141
2014	55,699,974	22,935,265	3,628,047	41,700	672,170	9,054,765	92,031,921
2015	56,037,745	24,573,247	4,200,350	75,359	735,347	8,862,118	94,484,166

Notes:

(1) Includes General, Debt Service, Building and Other Governmental Funds.

Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

**Net Position by Component, Last Ten Fiscal Years
Amounts in Thousands (000's)(Accrual Basis of Accounting)**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities										
Net investment in capital assets	\$ 9,197	\$ 7,376	\$ 8,250	\$ 11,649	\$ 11,472	\$ 12,815	\$ 14,551	\$ 14,168	\$ 14,463	\$ 16,238
Restricted	5,087	3,504	3,183	2,815	1,391	3,342	6,105	6,495	6,694	7,202
Unrestricted	21,830	32,893	27,770	23,649	21,627	16,989	19,804	17,198	19,079	(104,390)
Total government activities net position	\$ 36,114	\$ 43,773	\$ 39,203	\$ 38,113	\$ 34,490	\$ 33,146	\$ 40,460	\$ 37,861	\$ 40,236	\$ (80,950)
Business-type activities										
Net investment in capital assets	\$ 133	\$ 108	\$ 93	\$ 78	\$ 68	\$ 54	\$ -	\$ -	\$ -	\$ -
Unrestricted	54	58	(175)	(246)	(30)	141	-	-	-	-
Total business-type activities net position	\$ 187	\$ 166	\$ (82)	\$ (168)	\$ 38	\$ 195	\$ -	\$ -	\$ -	\$ -
Primary government										
Net investment in capital assets	\$ 9,330	\$ 7,484	\$ 8,343	\$ 11,727	\$ 11,540	\$ 12,869	\$ 14,551	\$ 14,168	\$ 14,463	\$ 16,238
Restricted	5,087	3,504	3,183	2,815	1,391	3,342	6,105	6,495	6,694	7,202
Unrestricted	21,884	32,951	27,595	23,403	21,597	17,130	19,804	17,198	19,079	(104,390)
Total primary government net position	\$ 36,301	\$ 43,939	\$ 39,121	\$ 37,945	\$ 34,528	\$ 33,341	\$ 40,460	\$ 37,861	\$ 40,236	\$ (80,950)

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

The District raised its capitalization threshold in 2014.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

**Change in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)**

	2006	2007	2008	2009
Expenses				
Governmental Activities				
Instruction				
Regular	\$ 36,371,451	\$ 36,391,717	\$ 38,623,709	\$ 40,440,618
Special	8,800,208	9,324,084	10,095,409	10,698,891
Vocational	938,003	952,998	933,319	1,025,295
Other	-	-	-	-
Support Services				
Pupils	3,364,165	3,202,037	3,409,976	3,921,520
Instructional Staff	3,277,989	4,318,925	4,303,041	4,514,239
General Administration	29,741	363,011	505,563	287,677
School Administration	5,936,160	6,437,690	6,299,721	7,650,509
Fiscal Services	938,004	1,200,155	1,357,185	1,440,112
Business	27,402	33,553	70,033	55,637
Maintenance	5,357,488	6,423,038	6,593,690	6,136,603
Pupil Transportation	2,274,066	2,238,298	2,691,275	2,752,517
Central	370,746	362,329	520,399	399,149
Community Services	1,440,164	1,748,237	1,405,400	1,467,572
Food Service Operations	-	-	-	-
Extra Curricular Activities	1,285,184	1,396,326	1,284,493	1,357,943
Miscellaneous	42,792	28,705	68,817	463,980
Interest and Fiscal Charges	1,058,443	1,496,189	1,205,273	1,014,684
Total governmental activities expense	<u>71,512,006</u>	<u>75,917,292</u>	<u>79,367,303</u>	<u>83,626,946</u>
Business type activities				
Food Service	1,949,954	1,967,248	2,241,062	2,093,024
Special Rotary	138,392	152,540	236,420	172,298
Community Recreation	51,303	86,845	54,890	85,742
Total Business-Type activities	<u>2,139,649</u>	<u>2,206,633</u>	<u>2,532,372</u>	<u>2,351,064</u>
Total primary government expenses	<u>\$ 73,651,655</u>	<u>\$ 78,123,925</u>	<u>\$ 81,899,675</u>	<u>\$ 85,978,010</u>
Program Revenue				
Governmental Activities				
Charges for services				
Instruction				
Regular	\$ 196,672	\$ 189,732	\$ 220,021	\$ 615,908
Special	190,516	352,127	300,879	-
Vocational	-	-	-	-
Support Services				
Instructional Staff	-	-	-	-
School Administration	162,888	-	-	-
Maintenance	217,751	2,661,408	678,903	362,117
Community Services	-	-	-	-
Food Service Operations	-	-	-	-
Extra Curricular Activities	461,900	-	-	200,098
Interest and Fiscal Charges	-	-	-	412,053
Operating Grants/Contributions	3,716,244	4,098,242	4,573,343	4,969,118
Total governmental activities program revenue	<u>4,945,971</u>	<u>7,301,509</u>	<u>5,773,146</u>	<u>6,559,294</u>
Business type activities				
Charges for services				
Food Service	1,425,505	1,406,671	1,518,667	1,446,345
Special Rotary	157,443	174,504	169,766	178,818
Community Recreation	57,152	70,912	61,301	77,491
Operating Grants/Contributions	457,763	448,913	611,084	561,422
Total Business-Type Activities	<u>2,097,863</u>	<u>2,101,000</u>	<u>2,360,818</u>	<u>2,264,076</u>
Total primary government program revenue	<u>\$ 7,043,834</u>	<u>\$ 9,402,509</u>	<u>\$ 8,133,964</u>	<u>\$ 8,823,370</u>

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

(continued)

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
\$42,966,520	\$40,644,719	\$40,399,412	\$41,222,832	\$40,834,988	\$41,764,730
12,250,935	12,526,806	11,158,887	12,163,955	12,664,826	12,101,803
827,459	910,933	875,019	818,721	645,661	591,723
-	-	-	-	225,447	132,155
3,815,240	3,728,573	3,642,669	3,756,347	3,945,315	3,824,114
4,191,805	4,156,156	3,316,790	3,559,035	3,104,568	2,955,491
231,202	297,963	283,478	516,273	425,279	1,546,581
6,751,845	6,914,370	6,828,574	6,948,261	7,458,728	7,012,490
1,585,119	1,415,383	1,525,658	1,839,018	1,693,388	1,672,613
24,985	13,282	123,736	65,646	50,596	144,103
6,899,638	5,986,644	6,078,724	5,961,655	6,292,895	6,083,191
2,959,148	2,948,860	2,772,503	3,178,241	3,303,686	3,173,410
664,840	620,160	334,534	431,896	574,532	1,275,655
1,428,413	1,811,471	1,109,710	1,776,579	1,644,122	2,022,911
-	-	2,358,904	2,385,304	2,584,174	2,484,571
1,253,227	1,275,667	1,265,564	1,392,728	1,278,620	1,364,749
-	-	-	-	-	-
1,229,512	1,629,368	1,511,207	1,560,317	1,140,390	1,207,086
<u>87,079,888</u>	<u>84,880,355</u>	<u>83,585,369</u>	<u>87,576,808</u>	<u>87,867,215</u>	<u>89,357,376</u>
2,215,210	2,351,236	-	-	-	-
228,289	215,089	-	-	-	-
78,812	61,633	-	-	-	-
<u>2,522,311</u>	<u>2,627,958</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 89,602,199</u>	<u>\$ 87,508,313</u>	<u>\$ 83,585,369</u>	<u>\$ 87,576,808</u>	<u>\$ 87,867,215</u>	<u>\$ 89,357,376</u>
\$ 1,077,394	\$ 1,039,830	\$ 1,431,678	\$ 1,740,968	\$ 1,535,901	\$ 1,125,607
121,466	135,746	149,748	-	-	-
8,820	9,707	11,595	-	-	-
81,855	115,538	76,776	28,331	36,490	87,455
217,024	146,581	176,962	163,095	179,183	148,753
148,220	137,194	670,400	489,863	402,551	342,333
-	-	51,799	28,126	21,039	48,679
-	-	1,591,057	1,470,618	1,416,086	1,406,104
331,192	310,599	519,234	461,211	492,574	472,221
-	-	-	-	-	-
4,370,505	6,600,056	6,605,247	5,494,584	6,004,187	6,267,701
<u>6,356,476</u>	<u>8,495,251</u>	<u>11,284,496</u>	<u>9,876,796</u>	<u>10,088,011</u>	<u>9,898,853</u>
1,537,622	1,606,514	-	-	-	-
182,879	140,480	-	-	-	-
72,565	72,251	-	-	-	-
897,663	926,450	-	-	-	-
<u>2,690,729</u>	<u>2,745,695</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 9,047,205</u>	<u>\$ 11,240,946</u>	<u>\$ 11,284,496</u>	<u>\$ 9,876,796</u>	<u>\$ 10,088,011</u>	<u>\$ 9,898,853</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

**Change in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)**

(continued)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Net (Expense)/Revenue				
Governmental Activities	\$ (66,566,035)	\$ (68,615,783)	\$ (73,594,157)	\$ (77,067,652)
Business type activities	(41,786)	(105,633)	(171,554)	(86,988)
Total primary government net expense	<u>\$ (66,607,821)</u>	<u>\$ (68,721,416)</u>	<u>\$ (73,765,711)</u>	<u>\$ (77,154,639)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property taxes	\$ 40,850,429	\$ 55,642,673	\$ 47,142,393	\$ 53,167,192
Payment in Lieu of Taxes	1,688,835	1,695,120	1,304,735	1,376,107
Grants & entitlements not restricted to specific programs	16,102,786	17,343,777	19,367,447	20,918,913
Investment Earnings	1,331,365	1,592,381	1,152,125	513,427
Miscellaneous	58,169	-	58,846	1,816
Transfer	-	-	-	-
Total governmental activities general revenues and other changes	<u>60,031,584</u>	<u>76,273,951</u>	<u>69,025,546</u>	<u>75,977,455</u>
Business type activities				
Investment Earnings	3,868	3,629	4,599	1,029
Transfer	-	-	-	-
Total governmental activities general revenues and other changes	<u>3,868</u>	<u>3,629</u>	<u>4,599</u>	<u>1,029</u>
Total primary general government revenues and other changes	<u>\$ 60,035,452</u>	<u>\$ 76,277,580</u>	<u>\$ 69,030,145</u>	<u>\$ 75,978,484</u>
Change in Net Position				
Governmental Activities	\$ (6,534,451)	\$ 7,658,168	\$ (4,568,611)	\$ (1,090,197)
Business type activities	(37,918)	(102,004)	(166,955)	(85,959)
Total primary government	<u>\$ (6,572,369)</u>	<u>\$ 7,556,164</u>	<u>\$ (4,735,565)</u>	<u>\$ (1,176,156)</u>

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

(continued)

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
\$ (80,723,412)	\$ (76,385,104)	\$ (72,300,873)	\$ (77,700,012)	\$ (77,779,204)	\$ (79,434,131)
168,418	117,737	-	-	-	-
<u>\$ (80,554,994)</u>	<u>\$ (76,267,367)</u>	<u>\$ (72,300,873)</u>	<u>\$ (77,700,012)</u>	<u>\$ (77,779,204)</u>	<u>\$ (79,434,131)</u>
\$ 48,040,262	\$ 48,542,206	\$ 54,326,655	\$ 49,944,800	\$ 55,951,123	\$ 55,977,206
4,698,766	3,960,116	3,706,243	6,138,650	5,306,422	4,688,817
21,658,340	21,378,403	20,943,372	19,046,454	20,623,626	21,911,181
79,545	75,858	37,844	28,295	38,255	84,326
136,191	1,124,388	406,030	250,534	372,197	945,159
(37,000)	(40,200)	-	-	-	-
<u>74,576,104</u>	<u>75,040,771</u>	<u>79,420,144</u>	<u>75,408,733</u>	<u>82,291,623</u>	<u>83,606,689</u>
152	-	-	-	-	-
37,000	40,200	-	-	-	-
<u>37,152</u>	<u>40,200</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 74,613,256</u>	<u>\$ 75,080,971</u>	<u>\$ 79,420,144</u>	<u>\$ 75,408,733</u>	<u>\$ 82,291,623</u>	<u>\$ 83,606,689</u>
\$ (6,147,308)	\$ (1,344,333)	\$ 7,119,271	\$ (2,291,279)	\$ 4,512,419	\$ 4,172,558
205,570	157,937	-	-	-	-
<u>\$ (5,941,738)</u>	<u>\$ (1,186,396)</u>	<u>\$ 7,119,271</u>	<u>\$ (2,291,279)</u>	<u>\$ 4,512,419</u>	<u>\$ 4,172,558</u>

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

**Fund Balances, Governmental Funds, Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Nonspendable	N/A	N/A	N/A	N/A	355,766	80,294	75,181	178,360	77,029	76,157
Restricted	N/A	N/A	N/A	N/A	76,361	21,039	21,039	21,039	21,039	-
Assigned	N/A	N/A	N/A	N/A	21,760,223	17,321,066	19,769,034	15,434,774	14,528,932	12,086,804
Unassigned	N/A	N/A	N/A	N/A	1,554,210	1,816,378	1,657,930	2,704,366	5,495,060	9,727,297
Reserved	12,117,718	21,364,301	20,199,168	23,650,591	N/A	N/A	N/A	N/A	N/A	N/A
Unreserved	13,491,965	10,389,798	10,185,497	4,858,287	N/A	N/A	N/A	N/A	N/A	N/A
Total General Fund	25,609,683	31,754,099	30,384,665	28,508,878	23,746,560	19,238,777	21,523,184	18,338,539	20,122,060	21,890,258
Other Governmental Funds										
Nonspendable	N/A	N/A	N/A	N/A	-	-	-	-	545	545
Restricted	N/A	N/A	N/A	N/A	16,521,902	7,932,238	7,058,083	9,504,180	6,980,859	7,120,249
Committed	N/A	N/A	N/A	N/A	-	-	39,098	23,157	28,851	27,604
Unassigned	N/A	N/A	N/A	N/A	(131,478)	(677,150)	(126,376)	(207,403)	(578,111)	-
Reserved	1,064,339	2,040,747	1,436,104	1,138,999	N/A	N/A	N/A	N/A	N/A	N/A
Unreserved, reported in:										
Special Revenue Funds	118,658	(103,005)	(62,447)	52,341	N/A	N/A	N/A	N/A	N/A	N/A
Debt Service Fund	3,731,252	3,581,152	2,876,827	2,762,609	N/A	N/A	N/A	N/A	N/A	N/A
Capital Projects Fund	(385,650)	25,711	23,093	(5,546,366)	N/A	N/A	N/A	N/A	N/A	N/A
Total Governmental Funds	4,528,599	5,544,605	4,273,577	(1,592,417)	16,390,424	7,255,088	6,970,805	9,319,934	6,432,144	7,148,398

N/A- Fund Balance classifications are not applicable due to implementation of GASB 54 in fiscal year 2011 including restatement of fiscal year 2010.

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
Change in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2006	2007	2008	2009
Revenues:				
From local sources				
Taxes	\$ 40,696,200	\$ 55,361,476	\$ 48,149,561	\$ 52,829,685
Payment in Lieu of Taxes	-	-	-	-
Tuition	190,516	352,127	300,879	223,159
Charges for Services	-	-	-	-
Other local	2,728,046	4,546,260	2,262,595	2,565,756
Intergovernmental - State	17,909,113	19,125,501	21,192,714	22,651,012
Intergovernmental - Federal	1,643,414	2,316,518	2,093,886	3,237,019
Investment Income	1,372,968	1,570,168	1,206,670	471,801
Other revenue	58,169	-	-	-
Total Revenues	<u>\$ 64,598,426</u>	<u>\$ 83,272,050</u>	<u>\$ 75,206,305</u>	<u>\$ 81,978,432</u>
Expenditures (Current):				
Instruction				
Regular	\$ 33,447,171	\$ 33,872,461	\$ 36,265,900	\$ 37,981,359
Special	8,541,106	9,143,465	9,961,266	10,461,375
Vocational	870,153	928,659	897,834	998,076
Other Instruction	-	-	5,904	14,960
Support Services				
Pupils	3,280,871	3,161,377	3,335,452	3,897,932
Instructional Staff	3,232,645	4,277,794	4,270,215	4,423,349
General Administration	29,470	346,900	505,563	256,100
School Administration	5,777,700	6,343,711	6,040,972	7,523,175
Fiscal Services	932,190	1,194,468	1,323,788	1,432,424
Business	15,369	14,193	13,465	5,348
Maintenance	5,217,133	6,305,866	5,700,882	5,980,392
Pupil Transportation	2,122,912	2,121,376	2,330,467	2,429,630
Central	329,982	307,430	334,211	362,605
Community Services	1,314,358	1,632,598	1,345,075	1,387,400
Food Service Operations	-	-	-	-
Extra Curricular Activities	1,190,475	1,304,556	1,193,075	1,250,732
Miscellaneous	42,792	28,705	62,913	367,821
Capital Outlay	1,957,782	2,038,409	2,965,881	7,350,719
Debt Service:				
Principal Retirement	3,357,290	2,364,605	2,378,986	2,113,192
Interest and Fiscal Charges	708,438	795,055	778,299	1,062,447
Total Expenditures	<u>\$ 72,367,837</u>	<u>\$ 76,181,628</u>	<u>\$ 79,710,148</u>	<u>\$ 89,299,036</u>
Excess (deficiency) of revenue over (under) expenditures	\$ (7,769,411)	\$ 7,090,422	\$ (4,503,843)	\$ (7,320,604)
Other Financing (Sources) Uses				
Transfers in	-	430,303	-	-
Transfers (out)	-	(430,303)	-	-
Sale of Assets	-	-	-	-
Refunding issuance cost	(143,470)	-	-	-
Refunding bond issued	9,119,993	-	-	6,380,000
Payment refund bond escrow	(9,437,123)	-	-	(6,488,537)
Premium on bonds	460,600	-	-	240,654
Debt proceeds	-	-	1,200,000	-
Premium on notes issuance	-	-	16,840	-
Discount on Bonds Issued	-	-	-	-
Inception of Capital Lease	-	-	-	-
Total other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,216,840</u>	<u>\$ 132,117</u>
Net Change in Fund balances	<u>\$ (7,769,411)</u>	<u>\$ 7,090,422</u>	<u>\$ (3,287,003)</u>	<u>\$ (7,188,487)</u>
Debt Service as a percentage of non capital expenditures	5.8%	4.3%	4.1%	3.9%

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012

2010	2011	2012	2013	2014	2015
\$ 48,473,563	\$ 48,514,070	\$ 54,493,804	\$ 50,509,779	\$ 55,699,974	\$ 56,037,745
3,404,999	5,381,328	4,097,691	6,113,186	5,270,914	5,042,214
220,438	165,944	328,310	343,910	672,170	735,347
-	-	2,141,116	2,064,461	1,411,604	1,398,388
1,870,188	2,874,763	2,578,248	2,261,785	2,372,247	2,421,516
22,752,983	23,188,046	21,868,411	21,057,923	22,935,265	24,573,247
3,069,668	4,182,227	5,631,883	3,742,955	3,628,047	4,200,350
127,532	86,447	37,855	24,142	41,700	75,359
-	-	-	-	-	-
<u>\$ 79,919,371</u>	<u>\$ 84,392,825</u>	<u>\$ 91,177,318</u>	<u>\$ 86,118,141</u>	<u>\$ 92,031,921</u>	<u>\$ 94,484,166</u>
41,836,956	40,869,401	39,949,736	40,035,468	39,470,435	40,971,876
12,185,807	12,702,222	11,654,805	12,259,107	12,630,335	12,252,683
877,859	902,313	906,551	818,692	689,413	627,897
-	-	-	-	225,447	132,155
3,801,545	3,828,604	3,695,664	3,829,929	3,917,728	3,941,028
4,205,993	4,247,651	3,453,169	3,576,642	3,061,859	3,108,235
217,292	264,969	250,484	483,327	392,998	1,519,299
6,681,522	6,908,686	6,953,227	6,915,941	7,260,252	7,084,756
1,571,243	1,418,034	1,536,940	1,832,162	1,695,186	1,663,001
26,945	13,282	8,382	12,934	282	104,956
6,553,193	6,040,227	6,171,392	5,895,886	6,143,928	5,980,202
2,654,925	2,688,397	2,659,442	3,255,254	3,208,910	3,599,335
642,121	591,155	469,168	474,767	685,664	840,254
1,436,421	1,833,816	1,207,619	1,678,180	1,668,884	1,938,904
-	-	2,408,128	2,602,593	2,505,257	2,656,417
1,162,198	1,186,176	1,208,808	1,322,760	1,213,519	1,262,379
-	-	-	-	-	-
2,431,619	12,115,050	2,011,411	1,449,940	4,337,138	641,015
2,090,647	3,380,675	3,530,892	3,649,407	3,954,951	3,020,378
1,350,195	1,440,836	1,375,823	1,452,124	1,119,589	1,163,217
<u>\$ 89,726,481</u>	<u>\$ 100,431,494</u>	<u>\$ 89,451,641</u>	<u>\$ 91,545,113</u>	<u>\$ 94,181,775</u>	<u>\$ 92,507,987</u>
\$ (9,807,110)	\$ (16,038,669)	\$ 1,725,677	\$ (5,426,972)	\$ (2,149,854)	\$ 1,976,179
6,354,489	1,751,314	1,811,918	1,554,187	1,893,023	2,052,959
(6,391,489)	(1,791,514)	(1,811,918)	(1,554,187)	(1,893,023)	(2,052,959)
78,100	85,420	195	-	-	21,060
-	-	-	-	-	-
-	-	-	-	-	6,725,000
-	-	-	(6,542,611)	-	(7,008,370)
-	-	-	339,067	-	585,783
21,247,770	-	-	10,795,000	700,000	-
-	-	-	-	-	-
(34,897)	-	-	-	-	-
297,480	2,350,330	-	-	345,585	184,800
<u>\$ 21,551,453</u>	<u>\$ 2,395,550</u>	<u>\$ 195</u>	<u>\$ 4,591,456</u>	<u>\$ 1,045,585</u>	<u>\$ 508,273</u>
<u>\$ 11,744,343</u>	<u>\$ (13,643,119)</u>	<u>\$ 1,725,872</u>	<u>\$ (835,516)</u>	<u>\$ (1,104,269)</u>	<u>\$ 2,484,452</u>
3.9%	5.5%	5.6%	5.7%	5.7%	4.6%

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN CALENDAR YEARS (1)

YEAR	REAL PROPERTY		PERSONAL PROPERTY (2)		PUBLIC UTILITIES		TOTAL		Effective Tax Rate (Per \$1,000 of Assessed Value)	RATIO OF TOTAL ASSESSED TO TOTAL ESTIMATED ACTUAL VALUE
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE		
2005	1,327,022	3,791,493	76,267	100,072	35,025	305,068	1,438,314	4,196,633	59.24	34.27%
2006	1,360,220	3,886,343	49,266	262,752	32,861	93,889	1,442,347	4,242,984	69.35	33.99%
2007	1,400,668	4,001,909	30,126	241,008	26,670	76,200	1,457,464	4,319,117	65.80	33.74%
2008	1,441,225	4,117,784	3,093	49,488	28,476	81,360	1,472,794	4,248,632	68.98	34.67%
2009	1,444,827	4,128,077	1,546	39,920	29,890	85,400	1,476,263	4,244,397	66.73	34.78%
2010	1,450,461	4,144,174	0	0	29,283	83,666	1,479,744	4,227,840	66.73	35.00%
2011	1,358,220	3,880,629	0	0	26,808	76,594	1,385,028	3,957,223	72.10	35.00%
2012	1,357,814	3,879,469	0	0	26,468	75,623	1,384,282	3,955,092	72.10	35.00%
2013	1,364,238	3,897,823	0	0	27,862	79,606	1,392,100	3,977,429	72.10	35.00%
2014	1,377,318	3,935,194	0	0	29,234	83,991	1,406,553	4,018,723	72.61	35.00%

Note: (1) In thousands except ratios

(2) House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phased out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property was eliminated in calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the District due to the phasing out of the tax. In calendar years 2006-2010, the District will be fully reimbursed for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

Source: Office of the County Auditor, Franklin County, Ohio

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
CITY OF GAHANNA
LAST TEN FISCAL YEARS
(PER \$1,000 OF ASSESSED VALUATION) (1)

FISCAL YEAR	TOTAL RATE	-----SCHOOL DISTRICT-----			GAHANNA CITY	FRANKLIN COUNTY	EASTLAND JVS	COLUMBUS LIBRARY	MIFFLIN TOWNSHIP
		GENERAL FUND	BOND RETIREMENT FUND	TOTAL SCHOOL					
2005 for 2006	94.98	57.00	2.24	59.24	2.40	18.44	2.00	2.20	10.70
2006 for 2007	102.69	66.95	2.40	69.35	2.40	18.44	2.00	2.20	10.70
2007 for 2008	101.59	63.40	2.40	65.80	2.40	18.49	2.00	2.20	10.70
2008 for 2009	92.14	66.78	2.20	68.98	2.40	18.02	2.00	2.20	10.70
2009 for 2010	102.10	64.33	2.40	66.73	2.40	18.07	2.00	2.20	10.70
2010 for 2011	102.70	64.90	1.83	66.73	2.40	18.07	2.00	2.80	10.70
2011 for 2012	111.87	70.10	2.00	72.10	2.40	18.07	2.00	2.80	14.50
2012 for 2013	112.27	70.10	2.00	72.10	2.40	18.47	2.00	2.80	14.50
2013 for 2014	112.27	70.10	2.00	72.10	2.40	18.47	2.00	2.80	14.50
2014 for 2015	112.78	70.10	2.51	72.61	2.40	18.47	2.00	2.80	14.50

(1) The Gahanna-Jefferson City School District consists of five taxing Districts.

Source: Office of the County Auditor, Franklin County, Ohio

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
JEFFERSON TOWNSHIP
LAST TEN FISCAL YEARS
(PER \$1,000 OF ASSESSED VALUATION) (1)

FISCAL YEAR	TOTAL RATE	-----SCHOOL DISTRICT-----			FRANKLIN COUNTY	EASTLAND JVS	COLUMBUS LIBRARY	JEFFERSON TOWNSHIP
		GENERAL FUND	BOND RETIREMENT FUND	TOTAL SCHOOL				
2005 for 2006	92.46	57.00	2.24	59.24	18.44	2.00	2.20	10.58
2006 for 2007	99.68	66.95	2.05	69.00	18.44	2.00	2.20	10.46
2007 for 2008	99.61	63.80	2.00	65.80	18.49	2.00	2.20	9.49
2008 for 2009	102.10	66.78	2.40	69.18	18.02	2.00	2.20	9.54
2009 for 2010	100.17	64.73	2.00	66.73	18.07	2.00	2.20	9.54
2010 for 2011	100.77	64.90	1.83	66.73	18.07	2.00	2.80	9.54
2011 for 2012	106.14	72.10	2.00	74.10	18.07	2.00	2.80	9.54
2012 for 2013	106.94	72.10	2.00	74.10	18.47	2.00	2.80	9.57
2013 for 2014	107.94	70.10	2.00	72.10	18.47	2.00	2.80	12.57
2014 for 2015	109.08	70.10	2.51	72.61	18.47	2.00	2.80	13.20

(1) The Gahanna-Jefferson City School District consists of five taxing Districts.

Source: Office of the County Auditor, Franklin County, Ohio

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
MIFFLIN TOWNSHIP
LAST TEN FISCAL YEARS
(PER \$1,000 OF ASSESSED VALUATION) (1)

FISCAL YEAR	TOTAL RATE	-----SCHOOL DISTRICT-----			FRANKLIN COUNTY	EASTLAND JVS	COLUMBUS LIBRARY	MIFFLIN TOWNSHIP
		GENERAL FUND	BOND RETIREMENT FUND	TOTAL SCHOOL				
2005 for 2006	104.68	57.00	2.24	59.24	18.44	2.00	2.20	22.80
2006 for 2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	22.80
2007 for 2008	111.29	63.80	2.00	65.80	18.49	2.00	2.20	22.80
2008 for 2009	115.80	66.78	2.20	68.98	18.02	2.00	2.20	26.80
2009 for 2010	113.80	64.73	2.00	66.73	18.07	2.00	2.20	24.80
2010 for 2011	114.40	64.90	1.83	66.73	18.07	2.00	2.80	24.80
2011 for 2012	134.12	70.10	2.00	72.10	18.07	2.00	2.80	37.40
2012 for 2013	132.77	70.10	2.00	72.10	18.47	2.00	2.80	37.40
2013 for 2014	132.77	70.10	2.00	72.10	18.47	2.00	2.80	37.40
2014 for 2015	133.25	70.10	2.51	72.61	18.47	2.00	2.80	37.40

(1) The Gahanna-Jefferson City School District consists of five taxing Districts.

Source: Office of the County Auditor, Franklin County, Ohio

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
CITY OF COLUMBUS
LAST TEN FISCAL YEARS
(PER \$1,000 OF ASSESSED VALUATION) (1)

FISCAL YEAR	TOTAL RATE	-----SCHOOL DISTRICT-----			COLUMBUS CITY	FRANKLIN COUNTY	EASTLAND JVS	COLUMBUS LIBRARY
		GENERAL FUND	BOND RETIREMENT FUND	TOTAL SCHOOL				
2005 for 2006	85.02	57.00	2.24	59.24	3.14	18.44	2.00	2.20
2006 for 2007	92.73	66.95	2.05	69.00	3.14	18.44	2.00	2.20
2007 for 2008	91.63	63.80	2.00	65.80	3.14	18.49	2.00	2.20
2008 for 2009	100.17	66.78	2.00	68.78	1.63	18.02	2.00	2.20
2009 for 2010	92.14	64.73	2.00	66.73	3.14	18.07	2.00	2.20
2010 for 2011	102.85	64.90	1.83	66.73	1.63	18.07	2.00	2.80
2011 for 2012	98.11	70.10	2.00	72.10	3.14	18.07	2.00	2.80
2012 for 2013	98.51	70.10	2.00	72.10	3.14	18.07	2.00	2.80
2013 for 2014	98.51	70.10	2.00	72.10	3.14	18.47	2.00	2.80
2014 for 2015	99.02	70.10	2.51	72.61	3.14	18.47	2.00	2.80

(1) The Gahanna-Jefferson City School District consists of five taxing Districts.

Source: Office of the County Auditor, Franklin County, Ohio

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
TOP PRINCIPAL PROPERTY TAXPAYERS
2015 COLLECTION YEAR

	ASSESSED VALUATION	% OF TOTAL ASSESSED VALUATION
<u>PUBLIC UTILITIES</u>		
1. Ohio Power Company	\$23,263,370	1.65%
<u>REAL ESTATE</u>		
1. Distribution Land Corp	32,486,670	2.31%
2. Abbot Laboratories	10,713,020	0.76%
3. Stoneridge Plaza Shops	10,424,510	0.74%
4. Vista at Rocky Fork LP	7,910,010	0.56%
5. AERC Christopher Wren Inc	5,330,500	0.38%
6. Cole of Phoenix AZ inc.	4,577,910	0.33%
7. McCutcheon GE LLC	4,433,910	0.32%
8. McGraw-Hill	3,885,010	0.28%
9. Meritex Properties	3,771,690	0.27%
10. Casto Reynoldsburg New	3,710,000	0.26%
<u>TANGIBLE PERSONAL PROPERTY</u>		
Not applicable in 2015.		
<u>ALL OTHERS</u>	<u>1,296,045,910</u>	92.14%
TOTAL ASSESSED VALUATION	<u>\$1,406,552,510</u>	100.00%

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
TOP PRINCIPAL PROPERTY TAXPAYERS
2006 COLLECTION YEAR

	ASSESSED VALUATION	% OF TOTAL ASSESSED VALUATION
<u>PUBLIC UTILITIES</u>		
1. Columbus Southern Power Co.	\$21,717,540	1.51%
2. Ohio Bell Telephone Co.	5,163,730	0.36%
3. XO Communications	4,039,540	0.28%
4. Columbia Gas of Ohio Inc.	2,061,490	0.14%
<u>REAL ESTATE</u>		
1. Distribution Land Corp	38,727,540	2.69%
2. Abbot Laboratories	12,856,340	0.89%
3. Morse & Hamilton LP	9,924,360	0.69%
4. IOOFA Columbus Works LLC	8,897,000	0.62%
5. Vista at Rocky Fork LP	7,472,500	0.52%
6. M/I Homes of Central Ohio	7,232,110	0.50%
7. AERC Christopher Wren, Inc.	4,620,000	0.32%
8. Casto Reynoldsburg New	3,724,000	0.26%
9. Loupe-One LLC	3,682,000	0.26%
10. Rosebrook LTD	3,395,000	0.24%
<u>TANGIBLE PERSONAL PROPERTY</u>		
1. Lucent Technologies Inc.	15,251,453	1.06%
2. Limited Technology Services Inc.	8,421,323	0.59%
3. Limited Logistics Services Inc.	4,715,775	0.33%
4. McGraw Hill Companies Inc.	4,253,273	0.30%
5. Abbott Laboratories	4,059,443	0.28%
6. ADS Alliance Data Systems Inc.	1,282,973	0.09%
7. Siemens Airfield Solutions Inc.	1,238,618	0.09%
8. Tamarin Company	1,220,115	0.08%
9. Kroger Company	1,200,135	0.08%
10. Express LLC	1,133,775	0.08%
<u>ALL OTHERS</u>	<u>1,262,024,658</u>	87.74%
TOTAL ASSESSED VALUATION	<u>\$1,438,314,691</u>	100.00%

SOURCE: Office of the County Auditor, Franklin County. †
NOTE: Assessed Values are for the valuation year of 2014 and 2005 respectively.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN CALENDAR YEARS

COLLECTION YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	PERCENT OF LEVY COLLECTED	(1) DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	PERCENT OF TOTAL TAX COLLECTIONS TO TAX LEVY	OUTSTANDING DELINQUENT TAXES	PERCENT OF DELINQUENT TAXES TO TAX LEVY
2005	46,001,432	43,224,876	94.0%	1,104,077	44,328,953	96.4%	2,990,858	6.5%
2006	45,625,340	43,746,208	95.9%	1,224,642	44,970,850	98.6%	3,272,055	7.2%
2007	56,958,309	53,759,198	94.4%	1,705,498	55,464,696	97.4%	3,384,121	5.9%
2008	55,291,689	51,583,524	93.3%	1,554,593	53,138,117	96.1%	3,783,270	6.8%
2009	56,342,165	52,027,471	92.3%	1,665,056	53,692,527	95.3%	3,390,232	6.0%
2010	57,521,107	52,285,423	90.9%	1,574,795	53,860,218	93.6%	3,215,574	5.6%
2011	58,038,504	52,407,317	90.3%	1,269,208	53,676,525	92.5%	3,409,706	5.9%
2012	65,042,459	58,971,629	90.7%	1,671,087	60,642,716	93.2%	2,818,091	4.3%
2013	65,156,968	58,449,543	89.7%	1,509,943	59,959,486	92.0%	2,769,638	4.3%
2014	61,258,310	58,581,224	95.6%	1,267,400	59,848,624	97.7%	2,678,283	4.4%

Source: Office of the County Auditor, Franklin County, Ohio

(1) The delinquent taxes are not provided by County as to the year in which they apply but in which the year they are collected causing percentages to be greater than 100 percent

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
 COMPUTATION OF LEGAL DEBT MARGIN
 JUNE 30, 2015

Total Assessed Valuation (1)	\$1,406,552,510
Overall Debt Limitation:	
9% of assessed valuation	126,589,726
Gross Indebtedness	30,980,953
Less: Amount Available in Debt Service Fund	(3,436,145)
Less Exempt Debt:	
Energy Conservation Bonds	(750,000)
Net debt within limitations	26,794,808
Legal debt margin within 9% limitation	99,794,918
<hr/>	
Energy Conservation Debt Limitation:	
0.9% of assessed valuation	12,658,973
Net debt within 0.9% limitations	(750,000)
Energy Conservation debt margin	11,908,973
<hr/>	
Unvoted Debt Limitation:	
.10% of assessed valuation	1,406,553
Gross Indebtedness	0
Less Exempt Debt:	0.00
Net debt within limitations	0.00
Legal debt margin within .10% limitation	\$1,406,553

Note: (1) Assessed valuation from Page S19.

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA (1)
LAST TEN CALENDAR YEARS

CALENDAR YEAR	ESTIMATED POPULATION (1)	ASSESSED VALUE REAL & PERSONAL PROPERTY (2)	GENERAL BONDED DEBT (3)	Certificates of Participation (3)	Capital Leases (3)	RATIO BONDED DEBT TO ASSESSED VALUE	GROSS DEBT PER CAPITA
2005	34,469	1,438,314,691	24,662,018	-	-	0.0171	715.48
2006	35,000	1,442,347,097	22,603,324	-	-	0.0157	645.81
2007	34,170	1,451,510,389	21,961,420	-	-	0.0151	642.71
2008	34,355	1,427,337,730	19,946,041	-	-	0.0140	580.59
2009	35,200	1,406,552,510	32,737,172	6,565,000	246,833	0.0233	1,123.55
2010	34,355	1,476,263,460	30,420,060	6,095,000	2,174,673	0.0206	1,126.17
2011	33,248	1,385,028,070	27,999,155	5,615,000	1,661,966	0.0202	1,061.00
2012	33,248	1,384,281,560	30,090,634	5,120,000	1,130,744	0.0217	1,093.04
2013	34,051	\$1,392,099,780	27,992,339	4,605,000	862,615	0.0201	982.64
2014	33,323	\$1,406,552,510	26,483,105	4,065,000	432,848	0.0188	929.72

- Notes:
- (1) City of Gahanna
 - (2) Assessed value from Page S14
 - (3) Office of the Treasurer, Gahanna-Jefferson City School District

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
RATIO OF
ANNUAL GENERAL OBLIGATION BONDED DEBT SERVICE EXPENDITURES
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS

GENERAL OBLIGATION BOND DEBT SERVICE

FISCAL YEARS	PRINCIPAL	INTEREST	TOTAL	TOTAL GENERAL GOVERNMENTAL EXPENDITURES (1)	RATIO OF GENERAL OBLIGATION BOND DEBT SERVICE TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
2006	3,061,000	667,895	3,728,895	72,367,837	0.0515
2007	2,030,000	746,990	2,776,990	72,367,837	0.0384
2008	2,027,370	1,025,636	3,053,006	76,181,628	0.0401
2009	8,493,193	1,091,582	9,584,775	79,710,149	0.1202
2010	2,090,647	984,804	3,075,451	89,726,481	0.0343
2011	3,380,675	1,440,836	4,821,511	100,431,494	0.0480
2012	3,530,892	1,375,823	4,906,715	89,451,641	0.0549
2013	3,649,407	1,284,391	4,933,798	91,545,113	0.0539
2014	2,892,376	1,526,287	4,418,663	94,181,775	0.0469
2015	3,020,378	961,311	3,981,689	92,507,987	0.0430

Notes: (1) Includes General, Debt Service, and Other Governmental Funds.

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 2014

	Assessed Valuation	General Bonded Debt	(1) Percent Overlapping	Applicable To Gahanna-Jefferson City School District
Direct:				
Gahanna-Jefferson City School District	\$1,406,552,510	\$30,980,953	100.00%	\$30,980,953
Overlapping:				
Franklin County	26,358,683,610	234,865,000	5.34%	12,532,870
City of Columbus	14,438,048,710	2,417,912,479	1.02%	24,662,707
City of Gahanna	912,978,560	8,510,000	99.06%	8,430,006
Jefferson Township	473,943,340	878,500	72.82%	639,724
Mifflin Township	946,351,490	1,120,000	96.18%	1,077,216
Eastland Joint Vocational	7,325,658,850	2,450,000	19.11%	468,195
Solid Waste Authority of Central Ohio	27,571,040,965	<u>104,945,000</u>	5.09%	<u>5,341,701</u>
Total overlapping		<u>2,770,680,979</u>		<u>53,152,418</u>
Total direct and overlapping debt		<u><u>\$2,801,661,932</u></u>		<u><u>\$84,133,371</u></u>

Source: Office of the County Auditor, Franklin County, Ohio

- (1) The percent overlap calculation based on the percentage of assessed property tax valuation within District compared to the total assessed valuation for the overlapping entity.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

PROPERTY VALUE AND CONSTRUCTION
LAST CALENDAR TEN YEARS

CALENDAR YEAR	RESIDENTIAL		Commercial & Industrial		TOTAL # OF PERMITS	VALUE
	# OF PERMITS	VALUE	# OF PERMITS	VALUE		
2005	45	10,155,440	48	17,386,340	93	27,541,780
2006	35	10,224,098	65	32,387,770	100	42,611,868
2007	221	12,510,073	93	42,775,873	314	55,285,946
2008	100	6,759,578	72	12,760,419	172	19,519,997
2009	70	5,128,120	49	10,585,081	119	15,713,201
2010	77	4,264,504	54	24,612,909	131	28,877,413
2011	83	5,359,137	63	14,098,208	146	19,457,345
2012	102	6,752,503	94	33,361,710	196	40,114,213
2013	114	11,575,881	103	23,066,047	217	34,641,928
2014	12	3,523,409	27	37,469,390	39	40,992,799

Source: City of Gahanna.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

DEMOGRAPHICS AND OTHER MISCELLANEOUS STATISTICS

Enrollment - June, 2015 7,243

Staff - June, 2014

Certificated	549
Administrator	33
Classified	254
Psychologist	6
Total Staff	<u>842</u>

Buildings

High School	one
Middle Schools	three
Elementary Schools	seven
Central Office	one
Transportation/Maintenance	one

Classroom Teachers' Average Salary 2014-15 \$66,447

Cost per pupil - Fiscal year (all funds) 2014-15 \$11,186

Classroom Teachers Ratio 2014-15 14.6

Valuation per pupil (2015) \$185,765

Standardized Test Scores (2014-15):

	Gahanna-Jefferson	Ohio	Nation
American College Test (ACT)			
Reading.....	22.8	22.5	21.4
English.....	21.9	21.4	20.4
Mathematics.....	22.2	21.7	20.8
Science.....	22.2	22.1	20.9
Composite.....	22.4	22.0	21.0
Scholastic Aptitude Test (SAT)			
Verbal.....	545.0	557.0	495.0
Mathematics.....	558.0	563.0	511.0
Writing.....	521.0	537.0	484.0

Certificated Degree Count FY2015

<u>Degree</u>	<u>Count</u>	<u>Degree</u>	<u>Count</u>	<u>Count</u>	<u>Percent</u>	
BA.....	33	MA.....	179	Total BA.....	118	21%
BA+12.....	13	MA+12.....	127			
BA+150....	72	MA+30.....	63	Total MA.....	431	79%
		MA+45.....	62			

Source: Gahanna-Jefferson City School District & ODE Emis Website

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

FREE AND REDUCED MEALS STATISTICS
CURRENT FISCAL YEAR

Building	# of Students	ADM	Building Percentage	District Percentage
Blacklick Elementary	53	500	0.11	0.01
Chapelfield Elementary	108	433	0.25	0.01
Goshen Lane Elementary	223	441	0.51	0.03
High Point Elementary	38	499	0.08	0.01
Jefferson Elementary	92	473	0.19	0.01
Lincoln Elementary	105	433	0.24	0.01
Royal Manor Elementary	232	483	0.48	0.03
Middle School East	73	509	0.14	0.01
Middle School South	155	604	0.26	0.02
Middle School West	232	584	0.40	0.03
Lincoln High School	544	2,405	0.23	0.07
TOTAL	1855	7,364	0.25	0.25

Source: School District Records

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

STAFF DATA

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Professional Staff										
Teaching Staff:										
Elementary	229.4	216.6	223.9	222.9	207.3	207.1	210.0	189.4	201.3	201.4
Middle	124.3	128.0	136.2	134.6	129.1	130.2	134.9	132.1	134.2	129.2
High	133.4	132.9	141.1	144.2	139.8	141.1	142.8	138.5	138.4	138.0
Administrators	33.0	31.0	32.0	33.0	35.5	34.0	34.0	34.0	33.0	33.0
Admin. Specialists/Managers*	15.0	11.0	11.0	11.0	12.0	0.0	0.0	0.0	0.0	0.0
Support Positions:										
Psychologists	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Nurses	4.3	4.1	5.2	5.2	5.0	7.3	6.3	3.0	3.0	3.0
Speech*	9.5	7.0	6.0	4.5	5.6	6.0	6.8	5.0	5.2	5.6
Occupational & Physical Therapists*	6.6	4.5	4.5	3.1	3.1	3.2	0.0	0.0	4.0	2.0
Instructional Coaches	12.0	11.0	5.5	5.5	10.0	10.0	10.0	11.0	8.5	0.5
Case Managers	2.8	2.8	1.8	1.8	1.8	1.8	1.8	1.8	1.5	1.5
Counselors	12.6	12.5	12.5	12.5	13.5	14.8	14.5	13.5	13.5	13.5
Media Specialists	3.0	8.0	7.5	7.5	12.0	13.0	12.0	12.0	12.0	12.0
Mental Health & Behavior Specialists*	4.8	3.8	3.8	3.8	4.0	4.0	4.0	0.0	1.0	0.0
Secretarial	46.5	45.0	46.0	43.0	44.5	45.0	45.5	44.0	44.0	43.5
Aides*	46.5	31.0	28.0	23.5	26.5	26.0	25.5	24.5	22.5	21.5
Athletic Trainer*	1.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Substitute Caller	0.0	0.0	0.0	0.0	0.0	0.5	0.0	1.5	1.5	1.0
Hall Monitor/Security	5.0	5.0	5.0	4.0	5.0	5.0	5.0	5.0	2.0	2.0
Technology	0.0	1.0	2.0	3.0	3.0	11.0	3.0	3.0	4.0	4.0
Cooks/Kitchen Aides	50.0	50.0	49.0	39.0	49.0	49.0	49.0	51.0	52.0	51.0
Custodial	40	42.0	40.0	39.5	40.0	40.0	44.0	44.0	37.5	44.0
Maintenance	7.0	9.0	10.0	10.0	10.0	11.0	12.0	12.0	12.0	12.0
Grounds	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Bus Drivers	53.0	52.0	49.0	47.0	48.0	48.0	44.0	46.0	44.0	45.0
Mechanics	3.0	3.5	0.4	3.5	3.0	3.0	3.0	3.0	3.0	3.0
Total	849.5	818.6	827.4	809.1	814.7	818.0	815.2	781.3	785.1	773.7

Note: *- Some Employees Hired Through Franklin County Educational Services

Source: School District Records

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

School District Facilities Statistics

Current Fiscal Year

<u>Name of Building</u>	<u>Building Total</u> <u>Sq. Feet</u>	<u>Grades</u>	<u>Enrollment</u> <u>FY2015</u>	<u>Capacity</u>	<u>No. of Classroom</u> <u>Teachers</u>	<u>Pupil/</u> <u>Teacher</u> <u>Ratio*</u>	<u>Year Building</u> <u>Completed</u>	<u>Date of</u> <u>Additions</u>
Blacklick Elementary	53,000	K-5	485	500	23	21.1	1994	None
Chapelfield Elementary	46,940	K-5	432	500	19	22.7	1968	1991
Goshen Lane Elementary	50,115	K-5	442	500	20	22.1	1966	1990
High Point Elementary	55,000	K-5	518	500	22	23.5	1988	1992
Jefferson Elementary	60,054	K-5	489	500	23	21.3	1950	1953-99
Lincoln Elementary	45,020	K-5	432	500	19	22.7	1957	1931-68-91
Royal Manor Elementary	60,565	K-5	441	500	21	21.0	1965	1990
Middle School East	77,250	6-8	538	700	21	25.6	1975	1999
Middle School South	80,000	6-8	554	700	24	23.1	1992	None
Middle School West	88,200	6-8	589	700	25	23.6	1966	1969
Lincoln High School	432,200	9-12	2,323	2400	112	20.7	A Bldg. 1063 B Bldg. 1927 C Bldg. 1954	1968-81-95 1949-87-95 1956-68-99
Total			7,243	8,000	329	22.0		

Source: School District Records

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

HISTORICAL ENROLLMENTS BY GRADE

GRADE	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
K	457	416	444	449	492	492	486	489	497	552
1	439	512	485	484	489	507	521	512	544	508
2	482	477	545	547	486	480	515	532	539	550
3	443	482	491	494	521	529	507	507	541	561
4	522	464	517	514	499	508	530	519	518	535
5	556	547	483	481	599	609	524	542	526	533
6	563	569	569	571	546	558	621	535	569	540
7	590	594	586	595	562	565	568	630	550	577
8	580	602	609	606	522	536	569	567	641	564
9	555	622	603	617	589	602	520	563	586	644
10	648	516	573	575	622	579	569	491	553	570
11	523	576	524	550	540	460	551	535	503	499
12	508	542	535	592	590	502	506	528	538	496
CAREER CENTER	60	78	72	72	85	148	86	69	85	114
TOTALS	6,926	6,997	7,036	7,147	7,142	7,075	7,073	7,019	7,190	7,243

Source: Office of the Treasurer, Gahanna-Jefferson City School District (Final June Enrollment Count, Superintendent's Office)



Dave Yost • Auditor of State

GAHANNA-JEFFERSON CITY SCHOOL DISTRICT

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 14, 2016**