

**ATHENS CITY SCHOOL DISTRICT
ATHENS COUNTY, OHIO**

SUPPLEMENTAL REPORTS

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2019**

OHIO AUDITOR OF STATE
KEITH FABER



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Columbus, Ohio 43215
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Board of Education
Athens City School District
25 South Plains Road
The Plains, Ohio 45780

We have reviewed the *Independent Auditor's Report* of the Athens City School District, Athens County, prepared by Julian & Grube, Inc., for the audit period July 1, 2018 through June 30, 2019. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

February 18, 2020

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**ATHENS CITY SCHOOL DISTRICT
ATHENS COUNTY, OHIO**

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**ATHENS CITY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	(C) PASS-THROUGH GRANT NUMBER	(A) CASH FEDERAL DISBURSEMENTS
U.S. DEPARTMENT OF AGRICULTURE PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION			
<i>Child Nutrition Cluster:</i>			
(D) School Breakfast Program	10.553	2019	\$ 100,799
(D) National School Lunch Program	10.555	2019	310,605
(E) National School Lunch Program - Food Donation	10.555	2019	55,677
Total National School Lunch Program			<u>366,282</u>
Total U.S. Department of Agriculture and Child Nutrition Cluster			<u>467,081</u>
U.S. DEPARTMENT OF EDUCATION PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION			
Title I Grants to Local Educational Agencies	84.010	2018	146,126
Title I Grants to Local Educational Agencies	84.010	2019	740,645
Total Title I Grants to Local Educational Agencies			<u>886,771</u>
<i>Special Education Cluster (IDEA):</i>			
Special Education _Grants to States	84.027	2018	91,441
Special Education _Grants to States	84.027	2019	502,185
Special Education _Grants to States - Restoration	84.027	2019	17,977
Total Special Education _Grants to States			<u>611,603</u>
Special Education _Preschool Grants	84.173	2019	13,963
Total Special Education Cluster (IDEA)			<u>625,566</u>
Twenty-First Century Community Learning Centers	84.287	2018	39,236
Twenty-First Century Community Learning Centers	84.287	2019	102,198
Total Twenty-First Century Community Learning Centers			<u>141,434</u>
Rural Education	84.358	2018	61,229
Rural Education	84.358	2019	44,495
Total Rural Education			<u>105,724</u>
English Language Acquisition Grants	84.365	2018	499
English Language Acquisition Grants	84.365	2019	14,320
Total English Language Acquisition Grants			<u>14,819</u>
Student Support and Academic Enrichment Program	84.424	2019	40,786
Supporting Effective Instruction State Grants	84.367	2018	17,750
Supporting Effective Instruction State Grants	84.367	2019	97,694
Total Supporting Effective Instruction State Grants			<u>115,444</u>
Total U.S. Department of Education			<u>1,930,544</u>
Total Federal Financial Assistance			<u>\$ 2,397,625</u>

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS:

- (A) This schedule includes the federal award activity of the Athens City School District under programs of the federal government for the fiscal year ended June 30, 2019 and is prepared in accordance with the cash basis of accounting. The information on this schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Athens City School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Athens City School District.
- (B) CFR 200.414 allows a non-federal entity that has never received a negotiated indirect cost rate to charge a de minimis rate of 10% of modified total direct costs to indirect costs. Athens City School District has not elected to use the 10% de minimis indirect cost rate.
- (C) OAKS did not assign pass-through numbers for fiscal year 2019.
- (D) Commingled with state and local revenue from sales of breakfast and lunches; assumed expenditures were made on a first-in, first-out basis.
- (E) The Food Donation Program is a non-cash, in kind, federal grant. Commodities are reported at the entitlement value.

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Julian & Grube, Inc.
Serving Ohio Local Governments

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

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

Athens City School District
Athens County
25 South Plains Road
The Plains, Ohio 45780

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 Athens City School District, Athens County, Ohio, as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Athens City School District's basic financial statements and have issued our report thereon dated December 26, 2019.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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



Julian & Grube, Inc.
December 26, 2019



Julian & Grube, Inc.

Serving Ohio Local Governments

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

Independent Auditor's Report on Compliance with Requirements Applicable to the Major Federal Program and on Internal Control Over Compliance and Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Athens City School District
Athens County
25 South Plains Road
The Plains, Ohio 45780

To the Board of Education:

Report on Compliance for the Major Federal Program

We have audited the Athens City School District's compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could directly and materially affect the Athens City School District's major federal program for the fiscal year ended June 30, 2019. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the Athens City School District's major federal program.

Management's Responsibility

The Athens City School District's Management is responsible for complying with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to opine on the Athens City School District's compliance for the Athens City School District's major federal program based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). These standards and the Uniform Guidance 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 Athens City School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on the Major Federal Program

In our opinion, the Athens City School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect its major federal program for the fiscal year ended June 30, 2019.

Report on Internal Control Over Compliance

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

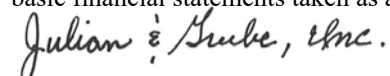
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance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

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Athens City School District as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Athens City School District's basic financial statements. We issued our unmodified report thereon dated December 26, 2019. We conducted our audit to opine on the Athens City School District's basic financial statements as a whole. The accompanying schedule of expenditures of federal awards presents additional analysis required by the Uniform Guidance 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, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.


Julian & Grube, Inc.
December 26, 2019

**ATHENS CITY SCHOOL DISTRICT
ATHENS COUNTY, OHIO**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2019**

1. SUMMARY OF AUDITOR'S RESULTS		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Program's Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under 2 CFR §200.516(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Program (listed):</i>	Title I Grants to Local Educational Agencies; CFDA #84.010
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$750,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee under 2 CFR § 200.520?</i>	Yes

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

None

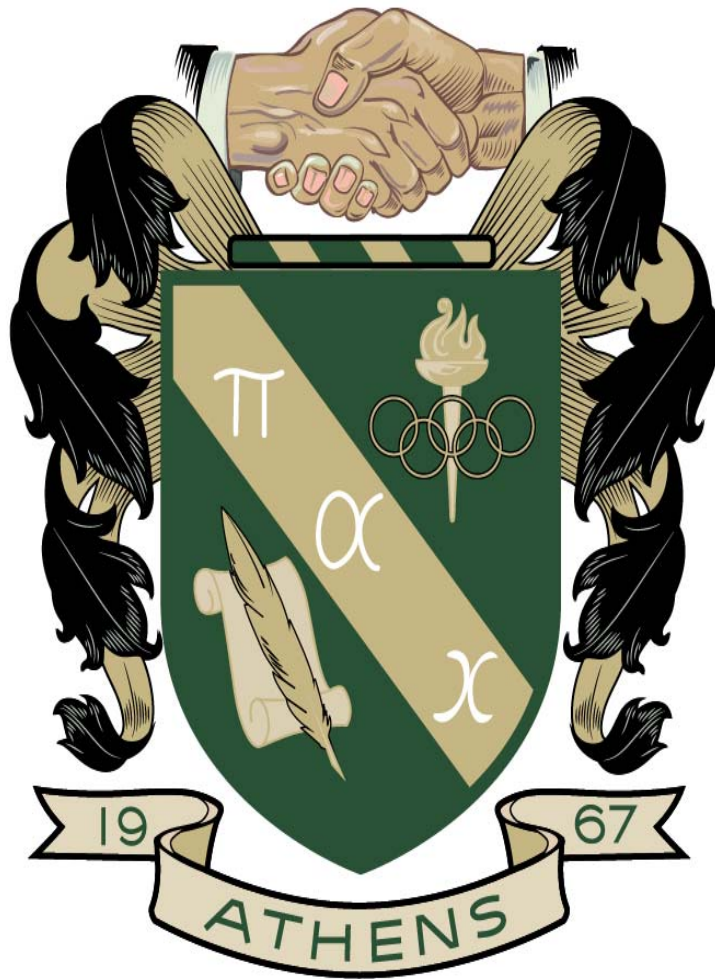
3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ending June 30, 2019



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ATHENS CITY SCHOOL DISTRICT

25 South Plains Road – The Plains, Ohio 45780

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Comprehensive Annual Financial Report
of the
Athens City School District
The Plains, Ohio

For the fiscal year ended
June 30, 2019

Board of Education

Rusty Rittenhouse, Esq.President
Kimberly Goldsberry Vice-President
Roger Brown..... Member
Dr. Paul Grippa Member
Dr. Sean Parsons Member

Superintendent of Schools

Thomas J. Gibbs, Ed. D

Issued by the Treasurer's Office

Bryan M. Bunting, CGFM
Treasurer/CFO



ATHENS CITY SCHOOL DISTRICT

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ATHENS CITY SCHOOL DISTRICT

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ATHENS CITY SCHOOL DISTRICT



INTRODUCTORY SECTION

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ATHENS CITY SCHOOL DISTRICT

www.athenscsd.org

Thomas J. Gibbs, Ed.D.
Superintendent

Bryan M. Bunting, CGFM
Treasurer/CFO



PO Box 9, 21 Birge Drive
Chauncey, Ohio 45719

Voice: (740) 797-4506
Fax: (740) 797-9146

December 26, 2019

To the Board of Education and the Citizens of the Athens City School District:

The Athens City School District (the “District”) is pleased to submit to you the Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2019. This CAFR 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 guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

The District is responsible for the accuracy of the data presented and the completeness and fairness of this presentation. We believe the data presented is accurate in all material aspects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the District's financial activity are included herein.

Copies of this report will be widely distributed throughout the District. A copy will be sent to all school buildings, the Chamber of Commerce, the Athens County Public Library, financial institutions, other governmental agencies, and posted to the District web site. Electronic versions will be available to all other interested parties.

THE DISTRICT AND ITS FACILITIES

The District was established in the mid 1800's and was the first public supported High School in Athens, Ohio when it graduated nine students in 1859. The District was consolidated in 1964 with the Plains Local School District and the Chauncey Local School District. It is located in Athens County, and includes the City of Athens, the Village of Chauncey and portions of the Townships of Athens, Canaan, Dover, and Waterloo. Athens is the county seat of Athens County with a population of approximately 35,725 residents. The District is the 170th largest in the State of Ohio (among 612 school districts) in terms of enrollment.

Located 75 miles southeast of Columbus, Athens is home to Ohio University, the first university in the Northwest Territory founded in 1804. The University's main campus College Green is on the National Register of Historic Places and includes Cutler Hall, a National Historic Landmark, built in 1816. Each semester, the University adds over 24,000 students to the City's population.

The Athens City School District is one of five K-12 public school districts in Athens County. With 2,590 pupils (including open enrollment), it has the largest enrollment in the county but is geographically one of the smallest school districts in the county encompassing only 89 square miles. The District operates 6 educational facilities, a Maintenance facility, a Transportation/Bus Garage, and a central administration building that also houses the District's Technology department and Talented and Gifted program coordinator.

School	Grade	Enrollment
Chauncey Learning Center	Preschool	43
East Elementary	K-6	363
Morrison-Gordon Elementary	K-6	396
The Plains Elementary	K-6	420
West Elementary	K-6	195
Athens Middle School	7-8	382
Athens High School	9-12	791

The District provides preschool programs and all-day kindergarten classes. The District serves lunches to 31.3% of the student population daily. Approximately 36.8% of the District's student body qualify for free or reduced priced lunches. The Plains Elementary school is identified as a school wide Title I building and provides free and reduced lunches to 70.5% of their student population. All educational facilities except East Elementary offer breakfast programs. In these five buildings, 39.3% are eligible for free and reduced lunches, and 31.9% of the total student population participates in this program.

ORGANIZATION OF THE DISTRICT

The Board of Education of the Athens City School District (the "Board") is a five-member body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general laws of the State of Ohio are followed in the expenditure of the District's tax dollars, and approves the annual appropriation resolution and tax budget. A list of the current Board members as of June 30, 2019 is included on page xii.

The Superintendent is the chief executive officer of the District and is responsible directly to the Board for all operations of the District. Thomas J. Gibbs, Ed.D. was employed as the District Superintendent effective August 1, 2015 and had 8 years' previous experience as an Ohio public school Superintendent. Dr. Gibbs contract extends to July 31, 2025.

The Treasurer is the chief financial officer of the District and is responsible directly to the Board for all financial operations, investments, custody of all District funds and assets and serves as secretary to the Board. Mr. Bryan M. Bunting was appointed Treasurer effective August 1, 1998 and had two years' previous experience as an Ohio School Treasurer. Mr. Bunting's contract extends through July 31, 2024.

ECONOMIC CONDITION AND OUTLOOK

The District's largest employer is Ohio University, which employs in excess of 4,885 total employees with more than 1,200 full-time and 680 part-time faculty employees who live in or around the District. In fact, three of the top four largest employers in the county are government operations, Ohio University, Athens County, and the Athens City School District itself. The University has an enrollment of more than 23,500 at the Athens campus. The University also provides land for taxable retail operations and has become the District's 2nd largest real estate taxpayer. This has provided a foundation of stability for the District. Ohio University's 2018 fiscal year total assets were \$1,895.6 million with total operating expenses in excess of \$628 million dollars. The University has an on-going facility plan which means each year they complete a number of construction and renovation projects. Their 2018 annual report also estimates \$32.3 million in capital projects continuing after the end of their fiscal year including \$8.7 million in on-going Energy Infrastructure Initiatives. Their Board of Trustees voted in 2016 to allocate \$711 million on capital improvement projects over the next seven years.

Athens County's largest private employers include Ohio Health (O'Bleness Memorial Hospital), Wal-Mart, Kroger, Health Recovery Services, and Holzer Hospital. Even during the economic downturn from 2009 through 2011, none of the large retail stores and few, if any, of the small privately-owned operations within the District closed. New commercial operations continue to open in and around the District. In the past two years, new additions include Fairfield Inn & Suites, Hampton Inn, Qdoba, Kay Jewelers as well as other small locally owned businesses. The areas other two shopping centers include national retail stores such as Marshalls, Rent-2-Own, AT&T, Verizon, and others with very few storefronts available. In addition, the area continues to see business growth in the alternative energy industry. These provide additional property tax revenue and employment to area residents. Athens sits at the intersection of US Route 33 and US Route 50/32. This has been a catalyst for business and residential opportunities for the area. A new, \$9.5 million apartment complex construction has just been completed and groundbreaking for a Menards home improvement store on the east side of Athens began in the spring of 2019. A Steak n Shake and iHop also opened in 2019. The City of Athens continues infrastructure upgrades including additional traffic lanes, water, sewer, and electric service that has and will continue to entice new business to the area and areas of the City beyond the major east corridor continue to be explored for commercial development.

The District, along with many other public-school systems in the state, relies heavily on local property tax as a primary source of funds. Ohio law limits the growth in real estate tax revenues by reducing millage as assessed values increase following re-appraisals. Consequently, revenues generated from each levy remain relatively constant. As a result, the District must periodically seek additional funding from its taxpaying constituents. While statewide, voters have proved reluctant to increase their property taxes, the Athens City School District has received positive support from its taxpayers on more than 91% of all tax levies and 100% of all bond issues since 1964. The average passage rate for those ballot issues was 59%.

The District's management is very appreciative of this support but is constantly searching for ways to provide a more efficient means of doing business while at the same time continuing to provide excellent educational services. Evidence of this is supported by the fact the District operates more than 16 grants generating nearly \$2 million in funding. These grants have provided funds to implement entry-year teacher programs, school-to-work programs, and prevention programs for drugs, alcohol and violence, as well as Professional Development Grants that have increased the competency of staff and provided research-based models for instructional change.

EMPLOYEE RELATIONS

The District has more than 348.2 employees (full and part time) of which 204.0 FTE's are certificated (including school psychologists and counselors), 126.4 FTE's are classified, and 17.8 FTE's administrative. Certificated employees, including teachers and educational specialists, are represented for collective bargaining purposes by the Athens Education Association (AEA), an affiliate of the Ohio Education Association (OEA). Classified employees, including bus drivers, food service, custodial, maintenance, and clerical staff, are represented for collective bargaining purposes by the American Federation of State, County, and Municipal Employees (AFSCME) Local #1846. Educational Aides are also represented for collective bargaining purposes by the American Federation of State, County, and Municipal Employees (AFSCME) Local #1846, but under a separate negotiated agreement.

In June 2019, the Board successfully concluded negotiations with the AEA on a three-year agreement for wages and fringe benefits. Wage agreements reached for the three-year period August 1, 2019 through July 31, 2022 included wage increases and changes to District medical and prescription insurance.

In June 2019, the Board successfully concluded negotiations with the ASFCME employees on a three-year agreement for wages and fringe benefits. Wage agreements for that bargaining unit for the three-year period August 1, 2019 through July 31, 2022 included wage increases and changes to District medical and prescription insurance.

In June 2019, the Board successfully concluded negotiations with the ASFCME educational aide employees on a three-year agreement for wages and fringe benefits. Wage agreements for that bargaining unit for the three-year period August 1, 2019 through July 31, 2022, included wage increases and changes to District medical and prescription insurance.

SERVICES PROVIDED

The Athens City School System is vitally concerned with its educational program. The Board views education as a lifelong process and believes that education is a key element in the realization of a successful and satisfying life. High academic expectations have been set forth for our students. The District pursues opportunities for the students to be involved in cooperative efforts with colleges and universities. We believe that the education of youth grows out of an interaction of the school, the home and the community. The educational process should provide each student with the opportunity for success, personal growth and accomplishment. The District provides equal support to students throughout the District. To address populations who have special needs, or who are academically at-risk, the District obtains supplemental funds. One elementary school is eligible to receive Title I services school-wide.

Children entering kindergarten are assessed to determine their developmental levels, socially, and academically. Results of assessments are used to design program offerings. All the District's elementary schools operate full-day kindergarten programs. The kindergarten program includes readiness skills in mathematics, reading, and language arts. Handwriting, science, and social studies concepts are also an integral part of daily activities.

In primary grades K-3, attention is focused upon each child mastering the basic skills necessary for sustained progress in reading, written composition, math, writing, science, social studies, health, and handwriting. Each child is also introduced to music, art, physical education, and computer technology.

Children in the intermediate grades 4-6 continue to build upon these basic skills and expand into higher order thinking skills. Written composition, problem solving, critical thinking skills and reading comprehension are stressed. Physical education, health, art, and music including band are also an integral part of the elementary curriculum. Each elementary building has a library with full-time staff. Students are scheduled weekly into the library to acquire knowledge and to practice using the library to seek information and obtain reading and reference material.

In addition to basic knowledge, life skills of the everyday world are stressed. These include developing a positive self-image, a concern for good health, safety and physical activity, and opportunities to explore some introductory activities relating to careers and the world of work. Staff members strive to help students develop the virtues of integrity, courage, discipline and the love of lifelong learning.

Athens High School is a unique four-year comprehensive high school that has been awarded accreditation by the North Central Association Commission on Accreditation and School Improvement (NCA CASI), the Northwest Accreditation Commission (NWAC) and the Southern Association of Colleges and Schools Commission on Accreditation and School Improvement (SACS CASI), the regional accrediting agencies that span the AdvacED global network. Graduation Requirements include 4 Units of English, 3.5 Units of Social Studies, Science, and Mathematics, ½ Unit of Health and Physical Education, 1 Unit of Fine Arts and 5 Units of Electives.

Athens High School offers a range of required and elective courses in which student are permitted to choose the academic difficulty of their courses which include college preparatory, honors and advanced placement. Advanced Placement courses include; English Language and Composition, US History, European History, Chemistry, Physics B, Calculus AB, US Government and Politics, Biology, Spanish and French Language, and Computer Science. The school has a number of students each year use the College Credit Plus enrollment option which enables students to take college classes for high school and college credit. This is free to the student and their parents. Students who want to enter the work force directly from high school can enter Tri-County Career Center or stay at Athens High School and work with vocational instructors.

Athens High School offers student leadership activities; Student Council, Key Club, National Honor Society, and Interact Club. Co-Curricular activities offered are: Matrix (school newspaper), Arena (yearbook), Multicultural Club, Drama Club, Environmental Endeavors (Ecology Club), Game Club, Science Olympiad, French Club, Masquers and Thespians and Spanish Club. Music Activities include: Concert Band, Jazz Band, Marching Band, Color Guard, Vocal Music, and Chorale groups. Athens High School is a member school of the Ohio High School Athletic Association. It offers 11 boys sports (Cheerleading, Baseball, Basketball, Cross Country, Football, Golf, Swimming and Diving, Soccer, Tennis, Track and Field and Wrestling) and 11 girls sports (Cheerleading, Basketball, Cross Country, Golf, Softball, Swimming, Soccer, Tennis, Track and Field, Volleyball, and Wrestling).

The District's special education programs are broad and comprehensive. Approximately 15% of the student population has an Individualized Education Plan (IEP). Special programs for the multiple disabled, cognitively disabled, emotionally disabled, orthopedically impaired, learning disabled, speech and/or hearing impaired, are provided for students who meet the requirements for Talented and Gifted. The District has developed a comprehensive gifted education plan that is available to qualified students. Programs and services are provided at the elementary, middle, and high school levels for gifted students.

TECHNOLOGY

The mission of the technology program at Athens City Schools is to provide a standardized, reliable, efficient, and cost-effective infrastructure of technology resources that supports and enhances student education and district administration. The District recognizes that technology is an integral tool in the education process and is committed to providing and maintaining quality services and programs.

The District has an ongoing District Technology Plan maintained by the District Technology Council, a group representing each school building and the community. The District's objective is the maintenance of existing technology services, with constant evaluation of emerging technology solutions, and a strict adherence to budgetary issues.

COMMUNITY, STAFF, AND STUDENT INVOLVEMENT

The Board believes that the best interests of this District are served when citizens, students and professional school people work together toward school improvement.

Community participation in the affairs of the schools is important if the District and the community are to maintain mutual confidence and respect and work together to improve the quality of education for students. The Board endeavors to identify the wishes of the community and to be responsive to those wishes. All citizens are encouraged to express ideas, concerns and judgments about the schools to the school administration, the staff, and to the Board. An expanded Parent Involvement Policy was adopted by the Board of Education.

The District involves the efforts of many people and functions best when all personnel are informed of the District's major activities and concerns. The Board invites an exchange of ideas and pertinent information among all elements of the District and has developed a Continuous Improvement Plan utilizing this philosophy of representative involvement. Morale is enhanced when employees are assured that their voices are willingly heard by those in positions of authority.

Students share responsibility for developing a climate in the school that is conducive to learning. Through participation in the decision-making process, students are an important resource for the improvement of the school, the educational system and the community. Periodically, students are asked to review school policies, rules and regulations.

MAJOR INITIATIVES AND EVENTS - FISCAL YEAR 2019

Facility Management

The District Board of Education has a Five-Year Capital Plan and continues to update and project capital spending annually. The Plan formally lays out both the routine maintenance performed annually as well as the major projects to be undertaken over the next five fiscal years and a summary of the work to be performed at each facility. The Capital Plan also incorporates the technology replacements from the District Technology Plan and Textbook/Course of Study replacement. A \$500,000 emergency reserve is also part of the overall plan.

Permanent Improvements

In fiscal year 2019, the District continued upgrades of security, hardware and software within the facilities along with facility maintenance covering both buildings and grounds. Additionally, a new roof was installed at the Chauncey Early Learning Center and several educational facility parking lots were paved.

Technology

During 2019, the District purchased more than 200 Chromebook computers that were distributed throughout the various facilities and grade levels and achieved the goal of a one-to-one ratio for grades 3 through 12. For 2020, the District will continue to purchase both new and replacement units to maintain this ratio.

The District expects to provide enough machines to achieve 100% online testing for students and to provide laptops and/or tablets for all administrators and special education staff. Continued upgrades to network hardware, software, bandwidth, and Wi-Fi will be an ongoing technology maintenance budget item.

The District moved servers and other hardware devices to the META – Athens data center in fiscal year 2019. These devices are now monitored and managed by IT professionals at this multi-school district consortium, providing maintenance, backup, and professional recommendation services.

Comprehensive Annual Financial Report

The District prepared their twenty-first Comprehensive Annual Financial Report (CAFR) for fiscal year 2019. All reports prior to this year have received the Certificate of Achievement from the Government Finance Officers Association. We believe that our current report also conforms to the Certificate of Achievement program requirements.

Academic and Student Group Awards

Athens High School's class of 2019 had multiple students qualify as National Merit Scholars. There were also multiple students who were recognized as National Merit Finalists. Since 1984, more than 148 Athens High School graduates have been named National Merit Scholars and more than 175 have earned commended status. More than a dozen graduates of the Athens High School class of 2019 received recognition and scholarships from the J. Warren McClure Athens Education Foundation.

Consolidated Local Plan

The District Consolidated Local Plan provides the foundation for maximizing efficient use of dollars generated through state and federal funds. The following **federal grants** are managed by the Curriculum Director and Special Education Director by processing an electronic application which logically integrates the individual objectives and action plans in order to leverage use of the funds. The electronic application supports flexibility of budget and program development and revisions. As a result, purchase of materials and equipment for student instruction and professional development opportunities for teaching staff are increased.

<u>Grant</u>	<u>Award Amount</u>	<u>Description of Grant</u>
Title I	\$902,989	This grant targets schools who demonstrate that they are serving an economically disadvantaged student population that exceeds 20% of the school's total student population.
Title II-A	\$143,537	Based on research findings that smaller class size is correlated to student success, the funds from this grant are ear-marked for class size reduction, especially in the primary grades.
Title III	\$10,977	Funds are designated for Limited-English speaking students for the purpose of teaching them the English language to a level sufficient to function in English speaking classrooms.
Title III Immigrant	\$5,437	Funds designated to Limited-English speaking immigrant students for the purpose of teaching them the English language to a level sufficient to function in English speaking classrooms.
IDEA	\$667,630	Funds are allocated to align systems of intervention and special education with scientifically based research curriculum, instruction and assessment and with the state's academic content standards. Provides tutoring and other focused supplemental supports for children.
Title V-B Rural	\$69,255	These funds will be used for Professional Development of teachers in rural and low-income schools.
Title IV-A	\$68,705	These funds will be used to support well-rounded education and safe and healthy schools.
21 st Century	\$200,000	Funding is designed to provide after-school learning opportunities to at-risk students.
ECSE	\$13,963	Funding is designed to provide tutoring and other focused supports for children most at risk in reading and math.
Title VI-B IDEA Restoration	\$85,806	Funding is designed to improve the delivery system of services to improve results for children with disabilities.
Title VI-B Restoration	\$6,280	Funding is designed to provide positive behavioral interventions and supports and mental health services for children with disabilities.
Total	<u>\$2,174,579</u>	

MAJOR INITIATIVES FOR THE FUTURE

Permanent Improvements

The District will continue with annual maintenance and improvement projects in accordance with the Five-Year Capital Plan. With the passage of a bond issue for new facilities in November 2018, the District will be working with design professionals for these new facilities over the next 12 to 18 months. This should free-up permanent improvement levy funds to enhance non-building repair and maintenance needs.

Deepening Student Engagement Through Curricular Change

The District has embraced important curricular shifts over the past two years. First, there has been a movement toward cognitively-guided instruction in mathematics. This approach deeply supports the mindset of the current Ohio Learning Standards for Mathematics in that the emphasis of learning moves toward mathematical understanding and flexibility in problem solving as opposed to the more traditional focus on learning standard algorithms with repetition until these become automatic. The curriculum stresses adapting the learner's own patterns of thinking to help the learner construct personally meaningful approaches to problems of a mathematical nature. These shifting instructional approaches were guides in purchasing new instructional materials K-12, ongoing teacher professional development, and the reorientation of courses in mathematics. A similar shift is occurring in the area of English language arts instruction, with an increased emphasis on writing throughout all curricular areas in all grades. Specifically, in grades K-8 the most notable change is an instructional shift toward a workshop approach in both reading and writing instruction—following the Teacher's College, Columbia University Workshop (Calkins) model. This encourages greater student engagement and more real-world application of skills at an earlier point in instruction than in traditional settings—to have student think, read, and write from an authorial standpoint. Significant professional development and instructional material purchases have been made to continue to support our educators with an emphasis on identifying and providing even more intense training for teacher leaders to sustain, to provide continuity, and to intensify these efforts over time.

Technology Upgrades

With the passage of the bond issue in November 2018, the District is working with architects, engineers, and IT professionals to determine the future technology needs and purchases for the future. While it is expected that the one-to-one Chromebook ratio will continue, additional and new technologies will likely be developed as part of the overall technology plan.

With the move of servers and other hardware devices to the META – Athens data center in fiscal year 2019, these devices are now monitored and managed by IT professionals at this multi-school district consortium, providing maintenance, backup, and professional recommendation services. There is also a contract in place to provide security auditing on the District network.

FINANCIAL INFORMATION

Internal Controls

The management of the District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted (GAAP) in the United States of America. The internal controls are 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 its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management. Management believes the internal controls adequately meet the above objectives.

Federal and State Assistance

As a recipient of federal and state financial assistance, the District is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. These internal controls are subject to periodic evaluation by management of the District.

Financial Condition

This is the twenty-first year the District has prepared financial statements following *GASB Statement No. 34, "Basic Financial Statements - Management's Discussion and Analysis - for State and Local Governments."* *GASB Statement No. 34* creates basic financial statements for reporting on the District financial activities as follows:

Government-wide financial statements - These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by many businesses.

Fund financial statements - These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

Statements of budgetary comparisons - These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As a part of this reporting model, management is responsible for preparing a Management Discussion and Analysis of the District. This discussion is located in the financial section of this report following the audit opinion and provides an assessment of the District finances for fiscal year 2019.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit by independent auditors. The Auditor of State has contracted the District's audit to a private independent public accounting firm for fiscal years 2015 through 2020. In addition to meeting the requirements set forth in State statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. The single audit report is not included in the comprehensive annual financial report (CAFR). The independent auditor's report on the basic financial statements and combining statements and individual fund schedules is included in the financial section of this report.

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Athens City School District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2018. This was the twentieth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

The preparation and publication of this Comprehensive Annual Financial Report on a timely basis could not have been possible without the cooperation of the entire Central Office and Treasurer's Office staff. A special note of appreciation is extended to J. L. Uhrig & Associates for their aid in preparing this report.

Finally, this report would not have been possible without the continued support of the Board of Education who values quality financial information that helps to make quality decisions. Without their leadership and commitment to excellence this report would not be possible.



Bryan M. Bunting, Treasurer/CFO



Thomas J. Gibbs, Ed.D, Superintendent

List of Principal Officers

BOARD OF EDUCATION

President	Kimberly Goldsberry	January 1, 2018 to December 31, 2021
Vice President	Dr. Sean Parsons	January 1, 2018 to December 31, 2021
Board Member	Roger Brown	January 1, 2016 to December 31, 2019
Board Member	Dr. Paul Grippa	January 1, 2018 to December 31, 2021
Board Member	Rusty Rittenhouse, Esq.	January 1, 2016 to December 31, 2019

CENTRAL OFFICE ADMINISTRATIVE STAFF

Superintendent	Dr. Thomas J. Gibbs
Treasurer	Bryan M. Bunting, CGFM
Director of Curriculum	Tom Parsons
Director of Special Services	Nathan Young

TREASURER'S OFFICE STAFF

Assistant Treasurer – Accounts Payable	Lis Michael
Assistant Treasurer – Purchase Orders/Food Service	Marguerite Kostival
Assistant Treasurer – Budget/Grants/Receipts.....	Lisa Moss
Assistant Treasurer – Insurance/Benefits	Linda Sturgill
Assistant Treasurer – Payroll	Brenda Johnson

CENTRAL OFFICE SUPPORT STAFF

Superintendent Secretary	Denise Bowles
Business Manager Secretary.....	Cea Owen
Director of Curriculum Secretary	Jackie West
Director of Special Services Secretary	Linda Bennett

BUILDING ADMINISTRATORS and SECRETARY

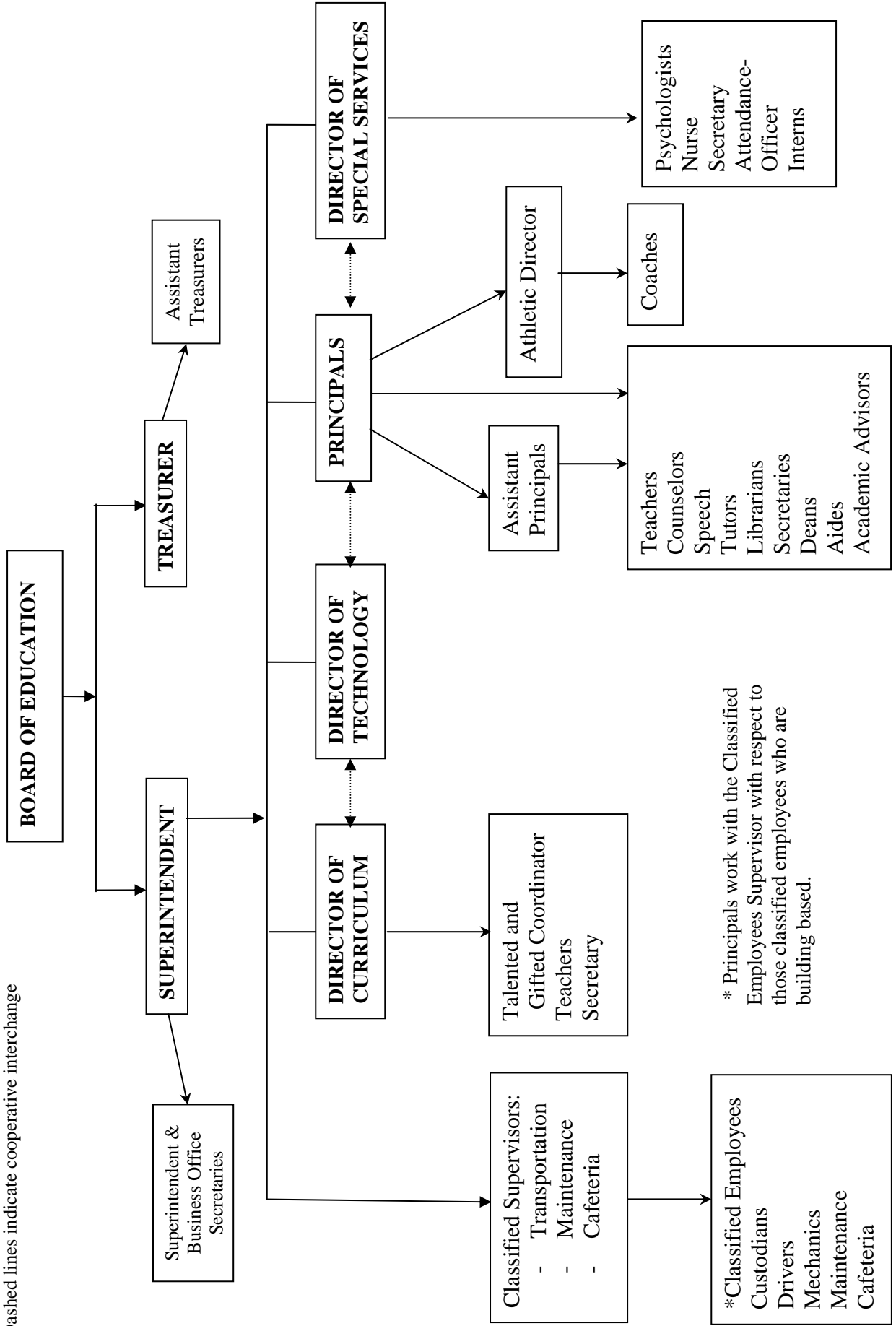
High School	David Hanning Secretary – Lacy Sorrell
Middle School.....	Kara Bolin Secretary – Nina O’Leary
East Elementary	Andrea Bobo Secretary – Linda Pierce
Morrison Elementary	Penny McDowell Secretary – Tammy Kolbe
The Plains Elementary	Heather Skinner Secretary – Madelon Armstrong
West Elementary	Jeanna Sycks Secretary – Amy Carder

OTHER ADMINISTRATORS

Director of Technology	Stephen Gunderson
Director of Talented and Gifted Students.....	Amy Peterson
Maintenance Supervisor	Marvin Lawrence
Transportation Supervisor	Sharon Ervin
Food Service Supervisor	Tammy Dicken

ATHENS CITY SCHOOL DISTRICT ORGANIZATIONAL CHART
For the Year Ended June 30, 2019

Solid lines indicate chain of command
 Dashed lines indicate cooperative interchange



* Principals work with the Classified Employees Supervisor with respect to those classified employees who are building based.



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Athens City School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

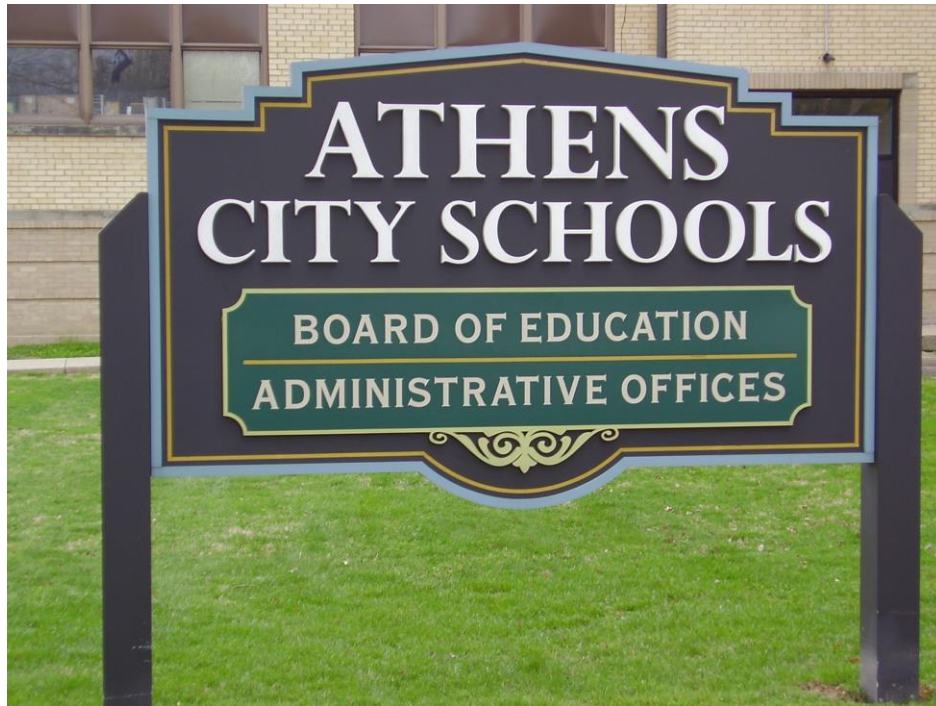
June 30, 2018

Christopher P. Morill

Executive Director/CEO

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ATHENS CITY SCHOOL DISTRICT



FINANCIAL SECTION

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Julian & Grube, Inc.
Serving Ohio Local Governments

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

Independent Auditor's Report

Athens City School District
Athens County
25 South Plains Road
The Plains, Ohio 45780

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Athens City School District, Athens County, Ohio, as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Athens City School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the Athens City School District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the Athens City School District's internal control. Accordingly, we express no such 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 the Athens City School District, Athens County, Ohio, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General fund thereof for the fiscal year then ended in accordance with the accounting principles generally accepted in the United States of America.

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 and other postemployment benefit liabilities/asset and pension and other postemployment benefit 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 Athens City School District's basic financial statements taken as a whole.

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 26, 2019, on our consideration of the Athens City School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Athens City School District's internal control over financial reporting and compliance.



Julian & Grube, Inc.
December 26, 2019

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)

The discussion and analysis of the Athens City School District's financial performance provides an overview and analysis of the District's financial activities for the fiscal year ended June 30, 2019. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review our letter of transmittal, notes to the basic financial statements and the financial statements themselves to enhance their understanding of the District's financial performance.

Financial Highlights

- ▶ The liabilities and deferred inflows of resources of Athens City School District exceeded its assets and deferred outflows of resources at June 30, 2019 by \$6.1 million. Of this amount, a deficit of \$21.0 million is considered unrestricted and may be used to meet the District's ongoing financial obligations. The remaining amount represents the difference between net investment in capital assets and net position amounts restricted for specific purposes.
- ▶ In total, net position of governmental activities increased by \$5.7 million, which represents an increase of 48.41% from 2018.
- ▶ General revenues accounted for \$32.7 million or 81.92% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$7.2 million or 18.08% of total revenues of \$39.9 million.
- ▶ The District had \$34.1 million in expenses related to governmental activities; only \$7.2 million of these expenses were offset by program specific charges for services and sales, grants or contributions. General revenues (primarily taxes and grants and entitlements) of \$32.7 million were adequate to cover the balance of governmental programs.
- ▶ The District recognizes three major governmental funds: the General Fund, Permanent Improvement Fund, and the Classroom Facilities Construction Project Fund. In terms of dollars received and spent, the General Fund is significantly larger than all the other funds of the District combined. The General Fund had \$33.1 million in revenues and \$32.0 million in expenditures in fiscal year 2019.
- ▶ The District also recognizes the self-insurance fund activity as a governmental activity and a proprietary fund. The activity for fiscal year 2019 was \$5.9 million in revenue and \$5.7 million in expenses. Net position at June 30, 2019 for the self-insurance fund increased \$0.3 million.

Using this Annual Report

This annual report consists of a series of financial statements and notes to those statements. These statements are presented following the requirements of GASB Statement No. 34, and are organized so the reader can understand Athens City School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: the government-wide financial statements, fund financial statements and notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)

Reporting the District as a Whole

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 private-sector business. The Statement of Net Position and Statement of Activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances.

The Statement of Net Position presents information on all of the District's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources reported as net position. Over time, increases and decreases in net position are important because they serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating. The cause of this change may be the result of several factors, some financial and some not. Nonfinancial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required but unfunded educational programs, and other factors. Ultimately, the District's goal is to provide services to our students, not to generate profits as commercial entities do.

The Statement of Activities presents information showing how the government's net position changed during the 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).

In both of the government-wide financial statements, the District activities are shown as Governmental Activities. All of the District's programs and services are reported here including instructional services, support services and operation of non-instructional services. These services are funded primarily by taxes, tuition and fees, and intergovernmental revenues including federal and state grants and other shared revenues.

Reporting the District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the General Permanent Improvement and Classroom Facilities Construction Project Fund.

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 one of three categories: governmental funds, proprietary funds and fiduciary funds.

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)

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 the government-wide financial statements, governmental fund financial statements focus on current 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 requirements.

Because the focus of the 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.

Proprietary Fund

The District maintains only one proprietary fund, which is an internal service fund. Since the internal service fund operates on a break-even, cost-reimbursement basis, the District reports it as a proprietary fund using the full accrual basis of accounting. The internal service fund is included with governmental activities on the government-wide financial statements.

Fiduciary Funds

The District's only fiduciary funds are agency funds. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance its operations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Fiduciary funds use the accrual basis of accounting.

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.

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)

Government-Wide Financial Analysis

Recall that the *Statement of Net Position* provides the perspective of the District as a whole, showing assets, deferred outflows of resources, liabilities, deferred inflows of resources and the difference between them (net position). Table 1 provides a summary of the District's net position for 2019 compared to fiscal year 2018:

Table 1
Net Position at Year End
Governmental Activities

	2019	2018	Change
<u>Assets:</u>			
Current and Other Assets	\$110,686,234	\$40,160,493	\$70,525,741
Capital Assets, Net	14,472,908	14,874,834	(401,926)
<i>Total Assets</i>	<u>125,159,142</u>	<u>55,035,327</u>	<u>70,123,815</u>
<u>Deferred Outflows of Resources:</u>			
Deferred Charge of Refunding	110,101	128,451	(18,350)
Pension	9,088,935	11,573,478	(2,484,543)
OPEB	396,466	365,019	31,447
<i>Total Deferred Outflows of Resources</i>	<u>9,595,502</u>	<u>12,066,948</u>	<u>(2,471,446)</u>
<u>Liabilities:</u>			
Current and Other Liabilities	4,493,262	4,620,334	(127,072)
<u>Long-Term Liabilities:</u>			
Due Within One Year	985,124	979,019	6,105
Due in More Than One Year:			
Net Pension Liability	35,845,743	39,247,381	(3,401,638)
Net OPEB Liability	3,614,208	8,718,010	(5,103,802)
Other Amounts	69,451,579	6,640,374	62,811,205
<i>Total Liabilities</i>	<u>114,389,916</u>	<u>60,205,118</u>	<u>54,184,798</u>
<u>Deferred Inflows of Resources:</u>			
Property Taxes	18,997,146	14,614,177	4,382,969
Payment in Lieu of Taxes	70,776	101,215	(30,439)
Pension	3,757,967	3,098,367	659,600
OPEB	3,677,920	983,030	2,694,890
<i>Total Deferred Inflows of Resources</i>	<u>26,503,809</u>	<u>18,796,789</u>	<u>7,707,020</u>
<u>Net Position:</u>			
Net Investment in Capital Assets	5,901,165	9,766,554	(3,865,389)
Restricted	8,945,319	5,533,289	3,412,030
Unrestricted	(20,985,565)	(27,199,475)	6,213,910
<i>Total Net Position</i>	<u>(\$6,139,081)</u>	<u>(\$11,899,632)</u>	<u>\$5,760,551</u>

The net pension liability (NPL) and other postemployment benefits liabilities (OPEB) are the largest single liability reported by the District at June 30, 2019 and are reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27" and GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions." 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 OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB.

ATHENS CITY SCHOOL DISTRICT
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(Unaudited)

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension liability*. GASB Statement Nos. 68 and 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 and GASB 75 require the net pension liability and the net OPEB liability to equal 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 and OPEB obligation, 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 and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of 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 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 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 the employee, because all parties enter the employment exchange with notice as to 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 or the net OPEB liability. As explained above, changes in benefits, contribution rates, and return on investments affect the balance of these liabilities, 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 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 and the net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the Statement of Net Position.

In accordance with GASB 68 and GASB 75, the District's statements prepared on an accrual basis of accounting include an annual pension expense and an annual OPEB expense for their proportionate share of each plan's *change* in net pension liability and net OPEB liability, respectively, not accounted for as deferred inflows/outflows.

Current (other) assets increased \$70,525,741 or 175.61 percent due to increases in cash and cash equivalents related to debt proceeds issued for the school facilities construction project.

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(Unaudited)

Capital assets decreased \$401,926 due to current year depreciation, which was partially offset by capital asset additions.

Current (other) liabilities decreased \$127,072 primarily due to decreases in accounts payable.

Long-term liabilities increased by \$54,311,870 or 97.71 percent due to bonds issued during the fiscal year.

The District's largest portion of net position is related to amounts net investment in capital assets. The District used 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 pay these liabilities.

The District's smallest portion of net position is unrestricted, and carries a deficit balance of \$20,985,565. Unrestricted net position represents resources that may be used to meet the District's ongoing obligations to its students and creditors.

The remaining balance of \$8,945,319 is restricted assets. The restricted net position is subject to external restrictions on how they may be used.

Table 2 shows the changes in net position for fiscal year 2019 compared to changes for fiscal year 2018.

Table 2
Changes in Net Position

	<u>Governmental Activities</u>		
	<u>2019</u>	<u>2018</u>	<u>Change</u>
<u>Revenues:</u>			
<i>Program Revenues:</i>			
Charges for Services and Sales	\$2,747,081	\$3,015,595	(\$268,514)
Operating Grants and Contributions	4,464,347	4,338,766	125,581
<i>General Revenues:</i>			
Property Taxes	19,631,898	18,093,072	1,538,826
Income Taxes	3,985,667	4,075,711	(90,044)
Unrestricted Grants and Entitlements	7,655,234	7,514,566	140,668
Payment in Lieu of Taxes	193,524	336,155	(142,631)
Investment Earnings	626,929	291,458	335,471
Miscellaneous	575,696	347,718	227,978
Total Revenues	<u>39,880,376</u>	<u>38,013,041</u>	<u>1,867,335</u>

(Continued)

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)

Table 2
Changes in Net Position (Continued)

	<u>2019</u>	<u>2018</u>	<u>Change</u>
<u>Governmental Activities</u>			
<u>Expenses:</u>			
<i>Program Expenses:</i>			
<i>Instruction:</i>			
Regular	\$15,403,316	\$9,210,447	\$6,192,869
Special	5,278,032	2,332,832	2,945,200
Vocational	81,102	35,153	45,949
Student Intervention Services	84,328	25,980	58,348
Other	3,051	13,525	(10,474)
<i>Support Services:</i>			
Pupil	2,202,057	1,286,751	915,306
Instructional Staff	920,416	738,809	181,607
Board of Education	136,150	90,005	46,145
Administration	2,068,157	885,094	1,183,063
Fiscal	484,845	234,839	250,006
Business	15,237	12,575	2,662
Operation and Maintenance of Plant	2,796,036	1,830,930	965,106
Pupil Transportation	1,569,914	798,058	771,856
Central	12,899	0	12,899
<i>Operation of Non-Instructional Services:</i>			
Food Services	677,151	475,847	201,304
Other	579,462	482,332	97,130
Extracurricular Activities	637,361	665,258	(27,897)
<i>Debt Service:</i>			
Issuance Costs	589,987	0	589,987
Interest and Fiscal Charges	580,324	324,293	256,031
<i>Total Expenses</i>	<u>34,119,825</u>	<u>19,442,728</u>	<u>14,677,097</u>
<i>Changes in Net Position</i>	5,760,551	18,570,313	(12,809,762)
Net Position-Beginning of Year	<u>(11,899,632)</u>	<u>(30,469,945)</u>	<u>18,570,313</u>
Net Position-End of Year	<u><u>(6,139,081)</u></u>	<u><u>(11,899,632)</u></u>	<u><u>5,760,551</u></u>

The District had program revenue decreases of \$142,933 and increases in general revenues of \$2,010,268. The decrease in program revenue is due to a decrease in charges for services and the increase in general revenue is due to an increase in property taxes.

The total expenses for governmental activities increased \$14,677,097 or 75.49% primarily due to a increase in regular instruction and special instruction. The large increase in expenses is the result of the retirement systems calculations for net pension and net OPEB liabilities.

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(Unaudited)

Governmental Activities

Over the past several fiscal years, the District has remained in stable financial condition. This has been accomplished through strong voter support and good fiscal management. The District is heavily dependent on property taxes and, like most Ohio schools, is hampered by a lack of revenue growth. Property taxes made up 49.23% of the total revenue for governmental activities in fiscal year 2019.

The Ohio Legislature passed H.B. 920 (1976) and changed the way property taxes function in State. The overall revenue generated by a levy will not increase solely as a result of inflation. As an example, the District would receive, from a home valued at \$100,000 and taxed at 1.0 mill, \$35.00 annually. If three years later the home were reappraised and the value increased to \$200,000 (and this increase in value is comparable to other property owners) the effective tax rate would become 0.5 mill and the District would still receive \$35.00 annually. This causes a district to regularly return to the voters to maintain a constant level of service. However, a district cannot drop below 20 effective mills for operating purposes. Once a district falls to the 20 mill minimum, the type of levy passed becomes more important since all levy types do not count toward the 20 mill minimum. Athens City Schools has had their operating levies reduced by a significant amount over time and is now at the 20 mill minimum for residential and agricultural property but slightly above the minimum for commercial and industrial property.

The District's 2.9 mill Permanent Improvement Levy is an important piece of the financial picture. It funds not only facility maintenance and upkeep issues but also provides the bulk of the District's technology needs and a large percentage of the State's set-aside requirements for both textbooks and instructional materials and capital improvements. The 5-year levy was first passed by District voters in 1991 and has been approved four times, the last time in March 2016 with a 74.7% approval.

The District had only one non-continuing levy for operational expenses. This was a 5-year, \$3.7 million dollar "Emergency Levy" which first passed in 2004 as a \$3.2 million-dollar levy. It was renewed in November 2008 and in November 2012 with a \$500,000 increase, making the full levy \$3.7 million. It was renewed again in November 2016 as a Substitute Emergency Levy, with a 64.1% voter approval. The Substitute language allows the levy amount to increase annually based on the increase in property value that is new construction and permitted the District to make the levy continuing. An emergency levy differs from a traditional property tax levy in that it is passed for a specified dollar amount rather than a millage tax rate. Once the dollar amount is determined, the county auditor sets the millage tax rate each year that will generate that dollar amount in tax revenue. In 2004 the millage tax rate was 7.78 mills but has been estimated by the County Auditor to be 6.11 mills for 2019 collections. An emergency levy also does not count toward the 20 mill minimum for schools. In November 2018, the District passed a property tax levy to make bond payments that were issued for the construction of new educational facilities throughout the District.

In November 2006, the voters passed a 1% Income Tax with the District promise to allow the 5.8 levy to expire. The 1% income tax applies only to earned income of District residents and collected approximately \$4.08 million in fiscal year 2017. The 1% income tax was renewed for another four year period in May 2014 with a 63% approval and was renewed again on the November 2017 ballot for a 10-year term with a 65% approval. Retirement, disability, and investment income are examples of income excluded from the tax. This reduces the burden on our senior citizens and others who may be less able to pay.

Instruction accounts for 61.11% of governmental activities program expenses. Support services expenses make up 29.91% of governmental activities program expenses. The Statement of Activities shows the cost of program services and charges for services and grants offsetting those services.

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(Unaudited)

Table 3 shows, for governmental activities, the total cost of services and the net cost of services for fiscal year 2019 compared with fiscal year 2018. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3

Net Cost of Governmental Activities

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<i>Program Expenses:</i>				
Instruction	\$20,849,829	\$11,617,937	\$15,401,605	\$6,279,071
Support Services	10,205,711	5,877,061	9,179,834	4,690,407
Operation of Non-Instructional Services	1,256,613	958,179	614,261	293,419
Extracurricular Activities	637,361	665,258	542,386	501,177
Debt Service	<u>1,170,311</u>	<u>324,293</u>	<u>1,170,311</u>	<u>324,293</u>
Total Expenses	<u>\$34,119,825</u>	<u>\$19,442,728</u>	<u>\$26,908,397</u>	<u>\$12,088,367</u>

The District's Funds

The District's governmental funds are accounted for using the modified accrual basis of accounting. (See Note 2 for discussion of significant accounting policies). All governmental funds had total revenues and other financing sources of \$154.7 million and expenditures and other financing uses of \$90.7 million.

Total governmental funds fund balances increased by \$64.1 million. The fund balance in the General Fund, increased \$1,010,785, primarily as a result of an increase in property tax and miscellaneous revenues. The Permanent Improvement Fund increased \$380,417, due to revenues exceeding expenditures, even with a large increase in expenditures. The Classroom Facilities Construction Project Fund increased \$51,302,739, due to a transfer in to pay for the cost of the construction project. The increase in fund balance in Other Governmental Funds is most significant in the Bond Retirement Fund with an increase of \$11,395,838, which is the result of bonds issued.

The District should remain stable, in fiscal years 2019 through 2020. However, projections beyond fiscal year 2020 show the District may be unable to meet inflationary cost increases in the long-term without additional tax levies, meaningful change in state funding of public schools as directed by the Ohio Supreme Court, or reductions to expenses.

Budget Highlights - General Fund

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

During the course of fiscal year 2019, the District amended its General Fund budget several times. The District uses a modified site-based budget technique that is designed to control site budgets while providing building administrators and supervisors' flexibility for site management.

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The District prepares and monitors a detailed cashflow plan for the General Fund. Actual cashflow is compared to monthly and year-to-date estimates, and a monthly report is prepared for top management and the Board of Education.

For the General Fund, the final budget basis revenues were \$32,406,285 representing a \$593,141 decrease from the original budget estimate of \$32,999,426. For the General Fund, the final budget basis expenditures and other financing sources were \$32,681,274 representing a decrease of \$113,441 from the original budget of \$32,794,715. The final budget reflected a 0.35% decrease from the original budget, which is the result of the District's decrease in budget for regular instruction, which are used to pay most costs associated with student education.

Debt Administration and Capital Assets

Debt Administration

At June 30, 2019, the District had \$65 million in bonds outstanding with \$230,000 due within one year. Table 4 summarizes bonds outstanding for fiscal year 2019 compared to fiscal year 2018. More detailed information concerning the District's debt can be found in Note 15 of the notes to the basic financial statements.

Table 4
Outstanding Debt, Governmental Activities at Year End

Purpose	2019	2018
2013 Facility Construction Bonds (Refunding)	\$4,500,000	\$4,775,000
2019 Facilities Construction and Improvement Bonds	60,500,000	0
Total	\$65,000,000	\$4,775,000

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Capital Assets

At the end of fiscal year 2019, the District had \$50.4 million invested in capital assets for its governmental activities. That total carries an accumulated depreciation of \$35.9 million. Table 5 shows fiscal year 2019 balances compared to fiscal year 2018. More detailed information concerning the District's capital assets can be found in Note 10 of the notes to the basic financial statements.

Table 5

Capital Assets & Accumulated Depreciation at Year End

	<u>Governmental Activities</u>	
	<u>2019</u>	<u>Adjusted 2018</u>
<i>Nondepreciable Capital Assets:</i>		
Land	\$1,571,990	\$1,519,380
<i>Depreciable Capital Assets:</i>		
Land Improvements	4,404,635	4,404,635
Buildings and Improvements	38,190,434	37,700,043
Furniture, Fixtures and Equipment	1,976,204	1,888,351
Vehicles	2,844,052	2,995,507
Library and Textbooks	<u>1,399,405</u>	<u>1,399,405</u>
<i>Total Capital Assets</i>	<u>50,386,720</u>	<u>49,907,321</u>
<i>Less Accumulated Depreciation:</i>		
Land Improvements	(3,115,986)	(2,978,831)
Buildings and Improvements	(27,804,349)	(26,992,400)
Furniture, Fixtures and Equipment	(1,652,512)	(1,550,532)
Vehicles	(1,941,560)	(2,111,319)
Library and Textbooks	<u>(1,399,405)</u>	<u>(1,399,405)</u>
<i>Total Accumulated Depreciation</i>	<u>(35,913,812)</u>	<u>(35,032,487)</u>
Capital Assets, Net	<u><u>\$14,472,908</u></u>	<u><u>\$14,874,834</u></u>

ATHENS CITY SCHOOL DISTRICT
Management's Discussion and Analysis
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Current Issues

Athens City School District is considered a mid-wealth district. It is financially stable, and has been over the past several years. As indicated in the preceding financial information, the District is heavily dependent on property taxes. As the District is effective tax rates on real property have fallen to the state mandated minimum for schools of 20.0 mills, property tax revenue will increase as a result of inflation, except for the District's one \$3.7 million fixed sum levy. In the long-term, the current program and staffing levels will be dependent on increased funding to meet inflation. Careful financial planning and the 10-year renewal of the 1% Income Tax permit the District to provide a quality education for our students.

The Ohio Legislature biennial budget for Fiscal Year 2020 and 2021 froze all Ohio school districts at the amount they received in Fiscal Year 2019. The then added a new funding component for Student Wellness and Success that is restricted to spending that meets specific criteria consistent with its title. This funding however will not be reflected on the District five-year forecast and must be recorded in a special revenue fund. This new funding is only guaranteed for Fiscal Year 2020 and Fiscal Year 2021. There is new funding legislation proposed but, if passed, would not begin until the 2022-2023 state budget. The District has estimated a portion of the new funding for Fiscal Year 20 and Fiscal Year 2021 to continue through the Five-Year Forecast period ending Fiscal Year 2024.

The State Legislature accelerated the phase-out of "hold harmless" provision of the state funding for local revenue lost due to the elimination of local tax on tangible personal property in prior biennial budgets. They froze districts at the Fiscal Year 2013 remaining (if any) amount. Athens City School District has \$25,690 remaining at the end of Fiscal Year 2019 from a revenue source that previously had been more than \$1.25 million annually. This will be fully phased out by Fiscal Year 2023.

Athens County underwent the three-year property tax update in tax year 2017 and will go through a full reappraisal in 2020. Data from the County Auditor's Office showed a 6.13% increase in overall property values as a result of inflationary factors and an additional 1.72% increase due to new construction. This resulted in a slight decrease in voted mills to generate the same dollar amount received from voted millage received in the prior tax-year. The District currently has 4.0 inside mills and 16.0 additional voted mills totaling 20 mills of traditional millage, the minimum permitted school district under Ohio law. In addition to that millage, the District has a \$3.7 million fixed sum levy that is not subject to the minimum traditional millage and a 1.0% income tax that generated \$3.97 million in FY2019. The fixed sum levy was approved by the voters on November 8, 2016 as a continuing levy and will not have to be on the ballot in the future. Expectations are for residential property valuations to increase approximately 7.0%. Preliminary data from the Ohio Department of Taxation indicates a significant 13.9% increase in District Public Utility Personal Property for tax year 2019.

Athens City School District revenue projections reflect these changes for fiscal year 2020 and over the next five years forecasted. The Board of Education has reduced expenses since fiscal year 2012 to continue to align staff and budget to enrollment and revenue. The Board of Education and the administration of the District will maintain careful financial planning and prudent fiscal management in order to preserve the financial stability of the District. A facility planning committee, made up of both school staff and local community members, was established at the end of Fiscal Year 2016. Their recommendations were made to the Board in February 2017 related to facilities, class size, and grade configurations by building. There was a bond issue on the November 6, 2018 ballot, which passed, that will provide new educational facilities throughout the District. This local revenue will be combined with an additional 32% match from the State of Ohio through the Ohio Facilities Commission. Construction of the first two preschool to grade 3 buildings will begin in the spring of 2020.

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Part of the District's financial planning includes a constant watch on the sales ratios for residential housing. Knowing the trend of home sales versus the value used by the county for tax purposes gives an ongoing picture of both new construction for current tax revenue estimates and a more precise picture of what the next property re-appraisal will be for forecasting future tax revenue. Through the months at the middle to end of calendar year 2019, the District is seeing home sales in the middle to upper price range consistently exceed the value currently on the county tax abstracts. The average home value in the Athens City School District is still above \$110,000. New construction, which had slowed from 2009 through 2012, has rebounded. Also, the homes being built in several subdivisions continue to be upscale in both style and price.

New commercial property construction has returned to pre-recession levels with several national chain stores and restaurants under construction. Ohio University continues to renovate older facilities and work with private developers on student housing options off campus as an alternative to their dormitory and resident halls. These may be constructed as profit making ventures with the property remaining tax-exempt.

The City continues with improvements to streets and utilities which spawned development on the east side. Additionally, small commercial enterprises have opened during 2019 throughout the City of Athens and surrounding area.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it received. If you have any questions about this report or need additional information contact Bryan M. Bunting, Chief Financial Officer of Athens City School Board of Education, 25 South Plains Road, The Plains, Ohio 45780 or e-mail at mbunting@athenscsd.org.

ATHENS CITY SCHOOL DISTRICT

Statement of Net Position

June 30, 2019

	Governmental Activities
<u>Assets:</u>	
Equity in Pooled Cash, Cash Equivalents and Investments	\$85,485,798
Property Tax Receivable	20,840,620
Payment in Lieu of Taxes Receivable	70,776
Intergovernmental Receivable	838,765
Prepaid Items	110,422
Income Taxes Receivable	1,241,066
Inventory Held for Resale	13,734
Materials and Supplies Inventory	5,435
Net OPEB Asset	2,079,618
Nondepreciable Capital Assets	1,571,990
Depreciable Capital Assets, Net	12,900,918
<i>Total Assets</i>	125,159,142
<u>Deferred Outflows of Resources:</u>	
Deferred Charges on Refunding Pension	110,101
OPEB	9,088,935
	396,466
<i>Total Deferred Outflows of Resources</i>	9,595,502
<u>Liabilities:</u>	
Accounts Payable	222,155
Accrued Wages and Benefits	3,081,913
Contracts Payable	132,542
Intergovernmental Payable	598,703
Accrued Interest Payable	194,211
Claims Payable	237,440
Matured Compensated Absences Payable	26,298
<i>Long-Term Liabilities:</i>	
Due within One Year	985,124
<i>Due in More Than One Year:</i>	
Net Pension Liability	35,845,743
Net OPEB Liability	3,614,208
Other Amounts Due in More Than One Year	69,451,579
<i>Total Liabilities</i>	114,389,916
<u>Deferred Inflows of Resources:</u>	
Property Taxes	18,997,146
Payment in Lieu of Taxes	70,776
Pension	3,757,967
OPEB	3,677,920
<i>Total Deferred Inflows of Resources</i>	26,503,809
<u>Net Position:</u>	
Net Investment in Capital Assets	5,901,165
<i>Restricted for:</i>	
Capital Outlay	4,053,819
Debt Service	4,215,968
Other Purposes	675,532
Unrestricted	(20,985,565)
<i>Total Net Position (Deficit)</i>	(\$6,139,081)

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2019

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
<u>Governmental Activities:</u>				
<i>Instruction:</i>				
Regular	\$15,403,316	\$2,424,994	\$311,174	(\$12,667,148)
Special	5,278,032	1,950	2,677,454	(2,598,628)
Vocational	81,102	0	32,652	(48,450)
Student Intervention Services	84,328	0	0	(84,328)
Other	3,051	0	0	(3,051)
<i>Support Services:</i>				
Pupil	2,202,057	944	36,967	(2,164,146)
Instructional Staff	920,416	1,020	244,082	(675,314)
Board of Education	136,150	0	0	(136,150)
Administration	2,068,157	1,018	14,823	(2,052,316)
Fiscal	484,845	0	0	(484,845)
Business	15,237	0	0	(15,237)
Operation and Maintenance of Plant	2,796,036	0	5,897	(2,790,139)
Pupil Transportation	1,569,914	0	721,126	(848,788)
Central	12,899	0	0	(12,899)
<i>Operation of Non-Instructional Services:</i>				
Food Services	677,151	222,507	419,845	(34,799)
Other	579,462	0	0	(579,462)
Extracurricular Activities	637,361	94,648	327	(542,386)
<i>Debt Service:</i>				
Issuance Costs	589,987	0	0	(589,987)
Interest and Fiscal Charges	580,324	0	0	(580,324)
Total Governmental Activities	\$34,119,825	\$2,747,081	\$4,464,347	(26,908,397)
 <u>General Revenues:</u>				
<i>Property Taxes Levied for:</i>				
General Purposes				16,211,707
Debt Service				1,886,585
Capital Outlay				1,533,606
<i>Income Taxes Levied for:</i>				
General Purposes				3,985,667
Grants and Entitlements not Restricted to Specific Programs				7,655,234
Payments in Lieu of Taxes				193,524
Investment Earnings				626,929
Miscellaneous				575,696
Total General Revenues				32,668,948
Change in Net Position				5,760,551
<i>Net Position at Beginning of Year (Deficit)</i>				(11,899,632)
<i>Net Position at End of Year (Deficit)</i>				(\$6,139,081)

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

*Balance Sheet
Governmental Funds
June 30, 2019*

	General	Permanent Improvement	Classroom Facilities Construction	Other Governmental Funds	Total Governmental Funds
<u>Assets:</u>					
Equity in Pooled Cash, Cash Equivalents and Investments	\$11,181,287	\$4,131,400	\$51,355,908	\$13,063,598	\$79,732,193
Property Taxes Receivable	16,874,522	1,494,322	0	2,471,776	20,840,620
Payment in Lieu of Taxes Receivable	70,776	0	0	0	70,776
Income Taxes Receivable	1,241,066	0	0	0	1,241,066
Intergovernmental Receivable	16,376	0	0	822,389	838,765
Interfund Receivable	223,747	0	0	0	223,747
Prepaid Items	110,422	0	0	0	110,422
Materials and Supplies Inventory	0	0	0	5,435	5,435
Inventory Held for Resale	0	0	0	13,734	13,734
<i>Total Assets</i>	<u>\$29,718,196</u>	<u>\$5,625,722</u>	<u>\$51,355,908</u>	<u>\$16,376,932</u>	<u>\$103,076,758</u>
<u>Liabilities:</u>					
Accounts Payable	\$24,871	\$142,902	\$0	\$54,382	\$222,155
Accrued Wages and Benefits	2,751,017	0	0	330,896	3,081,913
Contracts Payable	54,505	24,868	53,169	0	132,542
Intergovernmental Payable	515,668	0	0	83,035	598,703
Interfund Payable	0	0	0	223,747	223,747
Matured Compensated Absences Payable	26,298	0	0	0	26,298
<i>Total Liabilities</i>	<u>3,372,359</u>	<u>167,770</u>	<u>53,169</u>	<u>692,060</u>	<u>4,285,358</u>
<u>Deferred Inflows of Resources:</u>					
Property Taxes	15,645,354	1,378,946	0	2,332,669	19,356,969
Intergovernmental	0	0	0	822,389	822,389
Payment in Lieu of Taxes	70,776	0	0	0	70,776
<i>Total Deferred Inflows of Resources</i>	<u>15,716,130</u>	<u>1,378,946</u>	<u>0</u>	<u>3,155,058</u>	<u>20,250,134</u>
<u>Fund Balances:</u>					
Nonspendable	250,224	0	0	5,435	255,659
Restricted	0	4,079,006	51,302,739	13,190,656	68,572,401
Committed	480,254	0	0	0	480,254
Assigned	8,718,962	0	0	0	8,718,962
Unassigned	1,180,267	0	0	(666,277)	513,990
<i>Total Fund Balances</i>	<u>10,629,707</u>	<u>4,079,006</u>	<u>51,302,739</u>	<u>12,529,814</u>	<u>78,541,266</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$29,718,196</u>	<u>\$5,625,722</u>	<u>\$51,355,908</u>	<u>\$16,376,932</u>	<u>\$103,076,758</u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 June 30, 2019*

Total Governmental Funds Balances		\$78,541,266
<i>Amounts reported for governmental activities in the Statement of Net Position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		14,472,908
Some of the District's receivables will be collected after fiscal year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds. These receivables consist of:		
Property taxes	359,823	
Intergovernmental	822,389	
Total		1,182,212
Unamortized deferred charges from the issuance of refunding bonds represent deferred charges which do not provide current financial resources and are therefore not reported in the funds.		110,101
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:		
General obligation bonds	(65,000,000)	
Accretion on bonds	(454,710)	
Premium on bonds issued	(3,240,497)	
Accrued interest on bonds	(194,211)	
Compensated absences	(1,741,496)	
Total liabilities that are not reported in the funds		(70,630,914)
The net pension/OPEB liability/asset is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in the governmental funds:		
Deferred Outflows - Pension	9,088,935	
Deferred Outflows - OPEB	396,466	
Deferred Inflows - Pension	(3,757,967)	
Deferred Inflows - OPEB	(3,677,920)	
Net OPEB Asset	2,079,618	
Net Pension Liability	(35,845,743)	
Net OPEB Liability	(3,614,208)	
Total		(35,330,819)
An internal service fund is used by management to charge the costs of insurance activities to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		5,516,165
<i>Net Position (Deficit) of Governmental Activities</i>		(\$6,139,081)

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2019

	General	Permanent Improvement	Classroom Facilities Construction	Other Governmental Funds	Total Governmental Funds
<u>Revenues:</u>					
Property Taxes	\$16,192,180	\$1,518,736	\$0	\$1,879,446	\$19,590,362
Income Taxes	3,985,667	0	0	0	3,985,667
Intergovernmental	9,399,788	142,877	0	2,622,870	12,165,535
Interest	301,114	68,272	100,874	88,790	559,050
Tuition and Fees	2,368,723	0	0	0	2,368,723
Extracurricular Activities	15,216	0	0	96,598	111,814
Rent	75,080	0	0	0	75,080
Charges for Services	44,037	0	0	222,507	266,544
Payments in Lieu of Taxes	193,524	0	0	0	193,524
Contributions and Donations	2,643	0	0	327	2,970
Miscellaneous	485,008	0	0	15,608	500,616
Total Revenues	33,062,980	1,729,885	100,874	4,926,146	39,819,885
<u>Expenditures:</u>					
<i>Current:</i>					
<i>Instruction:</i>					
Regular	15,207,992	404,794	0	330,097	15,942,883
Special	4,668,708	0	0	1,445,275	6,113,983
Vocational	101,429	0	0	0	101,429
Student Intervention Services	101,449	1,500	0	0	102,949
Other	3,051	0	0	0	3,051
<i>Support Services:</i>					
Pupil	2,500,685	0	0	82,370	2,583,055
Instructional Staff	840,500	7,251	0	170,070	1,017,821
Board of Education	139,076	0	0	0	139,076
Administration	2,406,033	5,975	0	15,063	2,427,071
Fiscal	555,559	14,477	0	450	570,486
Business	14,062	0	0	0	14,062
Operation and Maintenance of Plant	3,060,115	0	0	4,686	3,064,801
Pupil Transportation	1,342,914	428,490	0	9,092	1,780,496
Operation of Non-Instructional Services	489,807	60,431	0	781,773	1,332,011
Extracurricular Activities	513,394	0	0	106,286	619,680
Capital Outlay	33,421	426,550	305,139	893,386	1,658,496
<i>Debt Service:</i>					
Principal Retirement	0	0	0	750,000	750,000
Interest and Fiscal Charges	0	0	0	263,496	263,496
Issuance Costs	0	0	0	589,987	589,987
Total Expenditures	31,978,195	1,349,468	305,139	5,442,031	39,074,833
Excess of Revenues Over (Under) Expenditures	1,084,785	380,417	(204,265)	(515,885)	745,052
<u>Other Financing Sources (Uses):</u>					
Transfer In	0	0	51,507,004	74,000	51,581,004
General Obligation Bonds Issued	0	0	0	60,500,000	60,500,000
Premium on General Obligation Bonds Issued	0	0	0	2,844,727	2,844,727
Transfer Out	(74,000)	0	0	(51,507,004)	(51,581,004)
Total Other Financing Sources (Uses)	(74,000)	0	51,507,004	11,911,723	63,344,727
Net Change in Fund Balances	1,010,785	380,417	51,302,739	11,395,838	64,089,779
Fund Balances at Beginning of Year	9,618,922	3,698,589	0	1,133,976	14,451,487
Fund Balances at End of Year	\$10,629,707	\$4,079,006	\$51,302,739	\$12,529,814	\$78,541,266

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
*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, 2019*

Net Change in Fund Balances - Total Governmental Funds		\$64,089,779
<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. This is the amount by which depreciation exceeded capital asset additions in the current period.		
Capital Asset Additions	817,991	
Depreciation	<u>(1,219,917)</u>	
Total		(401,926)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. These revenues consist of:		
Property taxes	41,536	
Intergovernmental	<u>(48,924)</u>	
Total		(7,388)
Bond proceeds provide current financial resources to governmental funds; however issuing debt increases long-term liabilities in the Statement of Net Position. In the current period, proceeds were received from general obligation bonds, including a premium of \$2,844,727.		
		(63,344,727)
Repayment of long-term debt is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. In the current fiscal year, these amounts consist of:		
Bond payments		750,000
In the Statement of Activities, interest is accrued on outstanding bonds, bond accretion bond premium, and loss on refunding amortized over the term of the bonds, whereas in governmental funds, an interest expenditure is reported when due and premiums and loss on refunding are reported when the bonds are issued:		
Accrued interest	(184,911)	
Amortization of premium on bonds	65,961	
Amortization of deferred charges on refunding	(18,350)	
Accretion on bonds	<u>(179,528)</u>	
Total		(316,828)
Some items reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:		
Compensated absences		(109,016)
Contractually required contributions are reported as expenditures in governmental funds; however, the Statement of Activities reports these amounts as deferred outflows.		
Pension	2,815,507	
OPEB	<u>94,567</u>	
Total		2,910,074
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the Statement of Activities.		
Pension	(2,558,012)	
OPEB	<u>4,425,410</u>	
Total		1,867,398
An internal service fund is used by management to charge the costs of insurance to individual funds. The net revenue of the internal service fund is reported as governmental activities.		
		<u>323,185</u>
<i>Change in Net Position of Governmental Activities</i>		<u><u>\$5,760,551</u></u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Property Taxes	\$15,876,031	\$15,673,274	\$15,673,274	\$0
Income Taxes	4,237,055	3,977,882	3,977,882	0
Intergovernmental	9,428,873	9,383,412	9,383,412	0
Interest	199,263	275,224	298,274	23,050
Customer Sales and Services	51,069	44,037	44,037	0
Tuition and Fees	2,604,476	2,302,775	2,302,775	0
Rent	73,077	75,080	75,080	0
Payments in Lieu of Taxes	219,421	193,524	193,524	0
Miscellaneous	310,161	481,077	481,834	757
<i>Total Revenues</i>	<u>32,999,426</u>	<u>32,406,285</u>	<u>32,430,092</u>	<u>23,807</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular	16,283,719	15,699,771	15,567,252	132,519
Special	4,061,733	4,584,015	4,578,940	5,075
Vocational	116,766	100,841	100,841	0
Student Intervention Services	101,812	103,720	103,720	0
<i>Support Services:</i>				
Pupils	2,510,975	2,505,206	2,498,837	6,369
Instructional Staff	1,033,861	848,289	841,235	7,054
Board of Education	161,555	159,170	155,446	3,724
Administration	2,450,411	2,418,685	2,415,535	3,150
Fiscal	566,043	560,817	557,349	3,468
Business	15,061	14,150	14,150	0
Operation and Maintenance of Plant	2,949,809	3,174,535	3,099,029	75,506
Pupil Transportation	1,448,981	1,381,601	1,366,574	15,027
Operation of Non-Instructional Services	483,444	506,266	489,807	16,459
Extracurricular Activities	502,045	516,787	516,639	148
Capital Outlay	33,500	33,421	33,421	0
<i>Total Expenditures</i>	<u>32,719,715</u>	<u>32,607,274</u>	<u>32,338,775</u>	<u>268,499</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>279,711</u>	<u>(200,989)</u>	<u>91,317</u>	<u>292,306</u>
<u>Other Financing Uses:</u>				
Transfers Out	(75,000)	(74,000)	(74,000)	0
<i>Total Other Financing Uses</i>	<u>(75,000)</u>	<u>(74,000)</u>	<u>(74,000)</u>	<u>0</u>
<i>Excess of Revenues Over (Under)</i> <i>Expenditures and Other Financing Uses</i>	<u>204,711</u>	<u>(274,989)</u>	<u>17,317</u>	<u>292,306</u>
<i>Fund Balance at Beginning of Year</i>	9,660,538	9,660,538	9,660,538	0
Prior Year Encumbrances Appropriated	881,457	881,457	881,457	0
<i>Fund Balance at End of Year</i>	<u>\$10,746,706</u>	<u>\$10,267,006</u>	<u>\$10,559,312</u>	<u>\$292,306</u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

Statement of Net Position

Proprietary Fund

June 30, 2019

	<u>Governmental Activities</u>
	<u>Internal Service</u>
<u>Assets:</u>	
<i>Current Assets:</i>	
Equity in Pooled Cash, Cash Equivalents and Investments	\$4,705,326
Investments	<u>1,048,279</u>
<i>Total Current Assets</i>	<u>5,753,605</u>
 <u>Liabilities:</u>	
<i>Current Liabilities:</i>	
Claims Payable	<u>237,440</u>
<i>Total Current Liabilities</i>	<u>237,440</u>
 <u>Net Position:</u>	
Unrestricted	<u><u>\$5,516,165</u></u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
*Statement of Revenues,
Expenses and Change in Net Position
Proprietary Fund
For the Fiscal Year Ended June 30, 2019*

	Governmental Activities
	Internal Service
<u>Operating Revenues:</u>	
Charges for Services	\$5,646,457
Other Revenues	303,022
<i>Total Operating Revenues</i>	5,949,479
<u>Operating Expenses:</u>	
Purchased Services	3,838
Claims	5,685,791
Other	4,544
<i>Total Operating Expenses</i>	5,694,173
<i>Operating Income</i>	255,306
<u>Nonoperating Revenue:</u>	
Interest	67,879
<i>Change in Net Position</i>	323,185
<i>Net Position at Beginning of Year</i>	5,192,980
<i>Net Position at End of Year</i>	\$5,516,165

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

Statement of Cash Flows

Proprietary Fund

For the Fiscal Year Ended June 30, 2019

	<u>Governmental Activities</u>
	<u>Internal Service</u>
<u>Increase (Decrease) in Cash and Cash Equivalents:</u>	
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Interfund Services Provided	\$5,646,457
Other Cash Receipts	303,022
Cash Payments for Goods and Services	(3,838)
Cash Payments for Other Uses	(4,544)
Cash Payments for Claims	<u>(5,672,650)</u>
<i>Net Cash Received from Operating Activities</i>	<u>268,447</u>
<u>Cash Flows from Investing Activities:</u>	
Cash Received from Interest on Investment Activities	67,879
Cash Received from Proceeds of Investments	<u>249,824</u>
<i>Net Cash from Investing Activities</i>	<u>317,703</u>
<i>Net Increase in Cash and Cash Equivalents</i>	586,150
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>4,119,176</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$4,705,326</u></u>
<u>Reconciliation of Operating Income to Net Cash from Operating Activities:</u>	
Operating Income	\$255,306
<u>Adjustments to Reconcile Operating Income to Net Cash from Operating Activities:</u>	
<i>Increase (Decrease) in Liabilities:</i>	
Claims Payable	<u>13,141</u>
Total Adjustments	<u>13,141</u>
<i>Net Cash Used in Operating Activities</i>	<u><u>\$268,447</u></u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT
Statement of Fiduciary Net Position
Fiduciary Fund
June 30, 2019

	<u>Agency</u>
<u>Assets:</u>	
Equity in Pooled Cash, Cash Equivalents and Investments	<u>\$131,011</u>
<u>Liabilities:</u>	
Intergovernmental Payable	33,170
Due to Students	94,925
Due to Others	<u>2,916</u>
<i>Total Liabilities</i>	<u><u>\$131,011</u></u>

See accompanying notes to the basic financial statements.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Description of the School District

Athens City School District (the District) is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms. The District provides educational services as authorized by state statute and/or federal guidelines.

The District was established in the mid 1800's and in 1960 the District was consolidated with the portion of the Athens Local School District located in the City of Athens. The District was consolidated in 1964 with the Plains Local School District and the Chauncey Local School District. The District serves an area of approximately 89 square miles. It is located in Athens County, and includes the City of Athens and portions of the Village of Chauncey and the Townships of Athens, Canaan, Dover, and Waterloo. The District is the 170th largest in the State of Ohio (among 612 school districts) in terms of enrollment. It is staffed by 127 non-certificated employees, 205 certificated full-time teaching personnel and 18 administrative employees who provide services to 2,590 students and other community members. The District currently operates 6 instructional buildings, 1 administrative building, 1 maintenance facility and 1 garage.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the District consists of all funds, departments, boards, and agencies that are not legally separate from the District. For Athens City School 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; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or 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 has no component units.

The District is associated with four organizations, three of which are defined as jointly governed organizations and one as an insurance purchasing pool. These organizations are Meta Solutions, the Tri-County Career Center, the Coalition of Rural and Appalachian Schools and the SchoolComp Worker's Compensation Group Rating Plan. These organizations are presented in Notes 20 and 21 to the basic financial statements.

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

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The District's basic financial statement consists of government-wide financial statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses, except for interfund services provided which are not eliminated in the process of consolidation. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities. The District has no business-type activities.

The Statement of Net Position presents the financial condition of the governmental activities of the District at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

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

B. Fund Accounting

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

Governmental Funds

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

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

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

The following are the District's major governmental funds:

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

Permanent Improvement Fund - This fund is used to account for financial resources to be used for the acquisition, construction or improvement of capital facilities. The primary source of funding for this fund is property taxes.

Classroom Facilities Construction Fund - This fund is used to account for monies accumulated for the construction of classroom facilities.

Other governmental funds of the District are use to account for (a) financial resources that are restricted, committed, or assigned to expenditures for principal and interest and (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects.

Proprietary Fund

The proprietary fund focus is on the determination of the change in net position, financial position and cash flows and is classified as internal service. The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost reimbursement basis. The only internal service fund of the District accounts for a self-insurance program which provides medical and prescription drug benefits to employees.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds, and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's fiduciary funds are agency funds which are used to account for student managed activities, retirement holding account, and OHSAA tournament activity.

C. Measurement Focus

Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of the District are included on the Statement of Net Position.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

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

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, current liabilities and deferred inflows of resources generally are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balance reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, the internal service fund is accounted for on a flow of economic resources measurement focus. All assets and deferred outflows and all liabilities and deferred inflows associated with the operation of this fund are included on the Statement of Fund Net Position. The Statement of Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The Statement of Cash Flows provides information about how the District finances and meets the cash flow needs of its proprietary activity.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements and the financial statements of the proprietary fund and the fiduciary fund are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred outflows of resources and deferred inflows of resources, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Nonexchange Transactions

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

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, income taxes, payment in lieu of taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes, payment in lieu of taxes and income taxes are recognized in the fiscal year for which the taxes are levied (See Notes 7 and 8). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

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

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the District, deferred outflows of resources include a deferred charge on refunding, pension and OPEB reported in the government-wide Statement of Net Position. 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 and OPEB are explained in Notes 12 and 13.

In addition to the liabilities, the Statement of Net Position reports 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, unavailable revenue, pension and OPEB. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2019, but which were levied to finance fiscal year 2020 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 is reported only on the governmental funds Balance Sheet, and represents receivables which will not be collected within the available period. For the District unavailable revenue primarily includes delinquent property taxes and intergovernmental grants. 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 and OPEB are reported on the government-wide Statement of Net Position (see Note 12 and 13)

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

E. Cash, Cash Equivalents 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 records. Each fund's interest in the pool is presented as "Equity in Pooled Cash, Cash Equivalents and Investments" on the financial statements.

During the fiscal year 2019, the District's investments were limited to Federal Securities, Commercial Paper, Negotiable and Non-negotiable Certificates of Deposits and the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for non-participating investment contracts, investments are reported at fair value which is based on quoted market prices.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

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

During fiscal year 2019, the District invested in STAR Ohio (the State Treasury Asset Reserve of Ohio), which 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 has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The District measures its investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For fiscal year 2019, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$100 million, requiring the excess amount be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2019 amounted to \$301,114 which includes \$172,168 assigned from other District funds.

For purpose of the Statement of Cash Flows, the proprietary portion of equity in pooled cash, cash equivalents and investments is considered to be liquid because each fund's portion of the pool can be accessed without prior notice or penalty.

F. Inventory

On government-wide and fund financial statements, purchased inventories are presented at cost and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at the lower of cost or market. Cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of supplies held for resale. The cost of inventory items is recorded as an expenditure in the governmental fund types when consumed or used.

G. Capital Assets

General capital assets are associated with and generally arise from governmental activities. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets, donated works of art or similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The District maintains a capitalization threshold of two thousand dollars. The District does not possess any infrastructure. Improvements are capitalized; the normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

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

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

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	20 years
Buildings and Improvements	20 - 50 years
Furniture, Fixtures and Equipment	5 - 20 years
Vehicles	10 years
Books and Educational Media	5 years

H. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “Interfund Receivable” and “Interfund Payable”. These amounts are eliminated in the governmental activities column of the Statement of Net Position.

I. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employee’s rights to receive compensation are attributed to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payments in the future. The amount is based on accumulated sick leave and employees’ wage rates at fiscal year end, taking into consideration any limits specified in the District’s termination policy. The District records a liability for accumulated unused sick leave for classified and certified employees and administrators who are 45 years of age or older and have at least 10 years of service with the District.

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

On the 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. These amounts are recorded in the account “Matured Compensated Absences Payable” in the fund from which the employees will be paid.

J. Accrued Liabilities and Long-Term Liabilities

All payables, accrued liabilities and long-term liabilities are reported in the government-wide financial statements.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

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

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 special termination of benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current year. Bonds and other long-term liabilities are recognized as a liability on the fund financial statements when due. Net Pension/OPEB Liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plans' fiduciary net position is not sufficient for payment of these benefits.

K. Pensions/OPEB

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

L. 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 consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws, or regulations of other governments.

Net position restricted for other purposes are primarily from local grants reported in the Special Revenue Funds. Of the District's \$8,945,319 in total restricted net position, none are restricted by enabling legislation.

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

M. Fund Balances

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. Fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent because they are either not in a spendable form or because they are 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 – amounts that can be spent only for specific purposes because either (a) constraints imposed by law through constitutional provisions, charter requirements or enabling legislation; or (b) constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

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

Committed – amounts that can only be used for specific purposes pursuant to constraints imposed by formal ordinances of the Board of Education – the District’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Board of Education removes the specified use by taking the same type of action as when imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned – amounts constrained by the District’s “intent” to be used for specific purposes, but are neither restricted nor committed. The Board of Education, Superintendent and Treasurer have the authority, per Board adopted ordinance, to assign amount to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned – this is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, the District considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Education has provided otherwise in its commitment or assignment actions.

N. Operating Revenues and Expenses

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

O. Interfund Transactions

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures in the purchaser funds. Flows of cash or goods from one to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures to the funds that initially paid for them are not presented on the financial statements.

Interfund transfers within the governmental activities are eliminated on the government-wide statements.

P. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. For fiscal year 2019, the District reported no such items in the financial statements.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

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

Q. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported on the financial statements and accompanying notes. Actual results may differ from those estimates.

R. Budgetary Process

All funds, other than the agency fund, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level. The District Treasurer has been authorized to allocate Board appropriations to the function and object level within each fund and function.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2019.

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

NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES

For fiscal year 2019, the District implemented GASB Statement No. 83, "Certain Asset Retirement Obligation", and GASB Statement No. 88, "Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements." The implementation of GASB Statements Nos. 83 and 88 had no effect on the prior period fund balances of the District, or the current financial statements of the District.

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2019*

NOTE 4 - ACCOUNTABILITY

The following funds had a deficit fund balance as of June 30, 2019:

<i>Nonmajor Special Revenue Funds:</i>	
Food Service	\$29,929
Other State Support	1,692
Title VI-B	178,131
Title I	314,543
Other Federal Support	136,547

The deficit in the Food Service Fund is the result of the application of accounting principles generally accepted in the United States of America and the requirement to accrue liabilities when incurred. The deficits in the Title VI-B, Title I, Other State Support and Other Federal Support Funds are the result of expenditures being made in fiscal year 2019 that exceeded the federal grants received during the year. The General Fund is liable for any deficit in these funds and provides operating transfers when cash is required, not when accruals occur. The deficit in the Food Service Fund does not exist on the cash basis. The deficits in the Title VI-B, Title I, Other State Support and Other Federal Support Funds do exist on the cash basis. The District may maintain negative cash balances in nonmajor special revenue fund if two criteria are met: (1) the General Fund must have available and unencumbered funds to cover the negative amounts; and (2) a reimbursement request must have been submitted by the fiscal year-end. The District has met these two requirements.

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

While the District is reporting financial position, results of operations and changes in fund balance on the basis of accounting principles generally accepted in the United States of America (GAAP), the budgetary basis as provided by law and described earlier is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Budget Basis) is presented for the General Fund on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and modified accrual GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a restricted, committed or assigned fund balance (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
5. Certain funds are maintained as separate funds for accounting and budgetary purposes (budget basis) but do not meet the criteria for separate reporting in the financial statements (GAAP basis) and are reported in the General Fund in accordance with GASB Statement No. 54.

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

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

<u>Net Change in Fund Balance</u>	
GAAP Basis	\$1,010,785
<i>Adjustments:</i>	
Revenue Accruals	(545,907)
Expenditure Accruals	(336,155)
Encumbrances	(116,961)
Perspective Difference for Activity of Funds	
Reclassified for GAAP Reporting Purposes	<u>5,555</u>
Budget Basis	<u><u>\$17,317</u></u>

NOTE 6 - 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 has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must be either evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts. Interim deposits are deposits of interim monies.

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

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

Interim monies may be 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;

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2019*

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

3. Written repurchase agreements in the securities listed above, provided that the fair 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 fair value daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio; and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
5. Time certificates of deposits or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section, and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAROhio);
8. Certain banker's acceptances and commercial paper notes for a period not to exceed one hundred eighty and two hundred and seventy days, respectively, from the date of purchase in an amount not to exceed forty percent of interim monies available for investment at any time; and

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.

Except as noted above, 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 qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies deposits by categories of risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" and GASB Statement No. 40, "Deposit and Investment Risk Disclosures."

Deposits: Custodial credit risk is the risk that, in the event of a bank failure, the District may not be able to recover deposits on collateral securities that are the possession of an outside party. As of June 30, 2019, all of the District's bank balance of \$5,313,914 was either covered by Federal Deposit Insurance or collateral was held by the pledging banks trust department not in the District's name.

The District has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by:

Eligible securities pledged to the District and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 % of the deposits being secured;
or

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102% of the deposits being secured or a rate set by the Treasurer of State.

The District's only financial institution is enrolled in the OPCS.

Investments: As of June 30, 2019, the District had the following investments and maturities:

<u>Measurement/Investment Type</u>	<u>Measurement Value</u>	<u>Less Than One Year</u>	<u>One to Five Years</u>
Amortized Cost:			
STAROhio	\$66,356,623	\$66,356,623	\$0
Fair Value:			
Commercial Paper	5,661,254	5,661,254	0
Federal Farm Credit Bank Discount Notes	1,956,952	497,275	1,459,677
Federal National Mortgage Association	2,766,827	1,238,885	1,527,942
Federal Home Loan Mortgage Corporation Notes	1,561,431	274,601	1,286,830
Negotiable CD's	<u>2,725,614</u>	<u>0</u>	<u>2,725,614</u>
Totals	<u>\$81,028,701</u>	<u>\$74,028,638</u>	<u>\$7,000,063</u>

Interest Rate Risk: Interest rate risk is the risk, that changes in interest rates will adversely affect the fair value of an investment. 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. Commercial paper must mature within 270 days.

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District limits its investments to those authorized by state statute in its investment policy. Moody's Investor Services rated commercial paper at P-1, Standard and Poor's has assigned STAROhio a rating of "AAAm" and for the Federal Farm Credit Bank Discount Notes, Federal National Mortgage Association, and Federal Home Loan Mortgage Corporation Notes a rating of "AAA". Credit ratings for negotiable CD's are not readily available.

Custodial Credit Risk: For investments, custodial credit risk is the risk that, in the event of the failure of the counter party, the District will not be able to recover the value of its investments or collateral securities in the possession of an outside party. District policy provides that investments be held in the name of the District. All of the District's investments are held in the name of the District.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The District's policy minimizes concentration of credit risk by diversifying assets by issuer as necessary although Ohio Law sets limits on investments in commercial paper. The District's investments in STAROhio, Commercial Paper, Federal Farm Credit Bank Discount Notes, Federal National Mortgage Association, Federal Home Loan Mortgage Corporation Notes and Negotiable CD's were 82%, 7%, 3%, 3%, 2% and 3%, respectively, of the District's total investments.

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2019*

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

The District has categorized its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are in federal agency securities (FFCB, FNMA, FHLMC), negotiable certificates of deposit and commercial paper and are valued using quoted prices in the markets that are not considered to be active, dealer quotations, or alternative pricing sources for similar assets of liabilities for which all significant inputs are observable either directly or indirectly; Level 3 inputs are significant unobservable inputs. The above chart identifies the District's recurring fair value measurements as of June 30, 2019. All of the District's investments measured at fair value are valued using quoted market prices (Level 2 inputs).

NOTE 7 - 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 of 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 and public utility property located in the District. Real property tax revenue received in calendar 2019 represents collections of calendar year 2018 taxes. Real property taxes received in calendar year 2019 were levied after April 1, 2018, on the assessed value listed as of January 1, 2018, 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 2019 represents collections of calendar year 2019 taxes. Public utility real property taxes received in calendar year 2019 became a lien December 31, 2017, were levied after April 1, 2018 and are collected in 2019 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility personal property currently is assessed at varying percentages of true value.

The District receives property taxes from Athens County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2019 are available to finance fiscal year 2019 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents the June 2019 personal property tax settlement, delinquent taxes outstanding, and real property and public utility taxes which become measurable as of June 30, 2019. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred inflows of resources for that portion not intended to finance current year operations. The total amount available as an advance at June 30, 2019 was \$1,483,651 and is recognized as revenue. Of this total amount, \$1,229,168 was available to the General Fund, \$139,107 was available to the Bond Retirement Fund, and \$115,376 was available to the Permanent Improvement Fund.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 7 - PROPERTY TAXES - (Continued)

The assessed values upon which the fiscal year 2019 taxes were collected are:

	2018 Second - Half Collections		2019 First - Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$554,466,100	93.05%	\$563,490,060	93.27%
Public Utility Personal	41,445,640	6.95%	40,659,930	6.73%
Total Assessed Value	<u>\$595,911,740</u>	<u>100.00%</u>	<u>\$604,149,990</u>	<u>100.00%</u>

NOTE 8 - SCHOOL INCOME TAXES

The District currently benefits from a 1.00% income tax, which is assessed on earned income only for all residents of the District. The District apportions all the proceeds to the General Fund. During fiscal year 2019, the District received \$3,985,667 from the school income tax.

NOTE 9 - RECEIVABLES

Receivables at June 30, 2019 consisted of property taxes, payment in lieu of taxes, income taxes, interfund and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

	Amounts
General Fund	\$16,376
<i>Nonmajor Special Revenue Funds:</i>	
Title VI-B	302,382
Title I	284,994
Other Federal Support	235,013
Total Nonmajor Special Revenue Funds	<u>822,389</u>
Total Intergovernmental Receivables	<u>\$838,765</u>

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2019*

NOTE 10 - CAPITAL ASSETS

Capital asset governmental activity for the fiscal year ended June 30, 2019 was as follows:

<u>Asset Category</u>	*Adjusted Balance at June 30, 2018	Transfers/ Additions	Transfers/ Deletions	Balance at June 30, 2019
<i>Nondepreciable Capital Assets:</i>				
Land	\$1,519,380	\$52,610	\$0	\$1,571,990
Total Nondepreciable Capital Assets	<u>1,519,380</u>	<u>52,610</u>	<u>0</u>	<u>1,571,990</u>
<i>Depreciable Capital Assets:</i>				
Land Improvements	4,404,635	0	0	4,404,635
Buildings and Improvements	37,700,043	490,391	0	38,190,434
Furniture, Fixtures and Equipment	1,888,351	87,853	0	1,976,204
Vehicles	2,995,507	187,137	(338,592)	2,844,052
Library and Textbooks	1,399,405	0	0	1,399,405
Total Depreciable Capital Assets	<u>48,387,941</u>	<u>765,381</u>	<u>(338,592)</u>	<u>48,814,730</u>
Total Capital Assets	<u>49,907,321</u>	<u>817,991</u>	<u>(338,592)</u>	<u>50,386,720</u>
<i>Accumulated Depreciation:</i>				
Land Improvements	(2,978,831)	(137,155)	0	(3,115,986)
Buildings and Improvements	(26,992,400)	(811,949)	0	(27,804,349)
Furniture, Fixtures and Equipment	(1,550,532)	(101,980)	0	(1,652,512)
Vehicles	(2,111,319)	(168,833)	338,592	(1,941,560)
Library and Textbooks	(1,399,405)	0	0	(1,399,405)
Total Accumulated Depreciation	<u>(35,032,487)</u>	<u>(1,219,917)</u>	<u>338,592</u>	<u>(35,913,812)</u>
Total Net Capital Assets	<u>\$14,874,834</u>	<u>(\$401,926)</u>	<u>\$0</u>	<u>\$14,472,908</u>

*Adjustments were made to move some assets from one category to another.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 10 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to governmental functions as follows:

<i>Instruction:</i>	
Regular	\$830,808
Special	3,540
Vocational	600
<i>Support Services:</i>	
Instructional Staff	301
Administration	31,804
Operation and Maintenance of Plant	66,213
Pupil Transportation	160,149
Operation of Non-Instructional Services	4,643
Extracurricular Activities	121,859
Total Depreciation Expense	<u><u>\$1,219,917</u></u>

NOTE 11 - RISK MANAGEMENT

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 fiscal year 2019, the District contracted with Reed and Baur Insurance Agency of Athens, Ohio for liability insurance, property insurance, fleet and inland marine insurance through the Ohio Casualty Insurance and Mathews Insurance for boiler and machinery insurance. Coverage's provided are as follows:

Building and Contents - replacement cost (90% co-insurance) (\$5,000 deductible)	\$119,940,592
Boiler and Machinery (\$1,000 deductible)	10,000,000
Automobile Liability (\$2,000 deductible for collision and comprehensive)	1,000,000
Uninsured Motorists (\$2,000 deductible for collision and comprehensive) Each Accident	100,000
General Liability:	
Per Occurrence (per location)	1,000,000
Aggregate Limit (per location)	2,000,000
Umbrella Liability:	
Per Occurrence (per location)	5,000,000
Aggregate Limit (per location)	5,000,000
Self Insured Retention	10,000
Employee Benefits Liability Coverage:	
Per Employee (\$1,000 deductible)	1,000,000
Aggregate Limit	3,000,000

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 11 - RISK MANAGEMENT - (Continued)

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no significant change in coverage from last year other than increasing the building and contents – replacement cost.

The School District participates in the SchoolComp Workers’ Compensation Group Rating Plan (the “Plan”), an insurance purchasing pool. The intent of the Plan is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the Plan. The third party administrator, CMI, reviews each participant’s claims experience and determines the rating tier for that participant.

A common premium rate is applied to all participants in a given rating tier. Each participant pays its workers’ compensation premium to the State based on the rate for their rating tier rather than its individual rate. CMI provides administrative, cost control and actuarial services to the Plan.

The District provides a limited health insurance program for its employees. Anthem, the third part administrator, services all claims submitted by employees. The Internal Service Fund presented in the financial statements reflects the premiums paid by the same funds that pay the employees' salaries. The premiums paid into the Internal Service Fund are used to pay claims, claim reserves and administrative costs to Anthem. An excess coverage insurance policy covers individual claims in excess of \$100,000 per employee per year.

The District also provides prescription drug insurance to its employees through a self-insured program. The third party administrator, Express Scripts, reviews and pays claims for both certified and classified employees.

The claims liability of \$237,440 reported at June 30, 2019 is based on an estimate of claims existing at year end that will be paid in fiscal year 2019, provided by the third party administrators and the requirements of Governmental Accounting Standards Board Statement No. 10 as amended by Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claim costs, including estimates of costs related to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in claims activity for the past two fiscal years are as follows:

<u>Fiscal Year</u>	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claims Payments</u>	<u>Balance at End of Year</u>
2018	\$142,043	\$5,465,073	\$5,382,817	\$224,299
2019	224,299	5,685,791	5,672,650	237,440

NOTE 12 - DEFINED BENEFIT PENSION PLANS

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.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 12 - DEFINED BENEFIT PENSION PLANS – (Continued)

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 Statement No. 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.

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 65 with 5 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.

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2019*

NOTE 12 - DEFINED BENEFIT PENSION PLANS – (Continued)

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.

An individual whose benefit effective date is before April 1, 2018 is eligible for a cost of living adjustment (COLA) on the first anniversary date of the benefit. Beginning April 1, 2018, new benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. A three-year COLA suspension is in effect for all benefit recipients for the years 2018, 2019, and 2020. Upon resumption of the COLA, it will be indexed to the percentage increase in the CPI-W, not to exceed 2.5 percent and with a floor of 0 percent.

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, 2019, the allocation to pension, death benefits, and Medicare B was 13.5 percent. 0.5 percent of the 14 percent employer contribution rate was allocated to the Health Care Fund.

The District's contractually required contribution to SERS was \$662,810 for fiscal year 2019.

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.

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 65 with five years of qualifying service credit, or age 55 with 25 years of service, or 31 years of service regardless of age. Age and service requirements for retirement will increase effective August 1, 2017, 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.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 12 - DEFINED BENEFIT PENSION PLANS – (Continued)

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 65 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. For the fiscal year ended June 30, 2019, plan members were required to contribute 14 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 2019 contribution rates were equal to the statutory maximum rates.

The District's contractually required contribution to STRS was \$2,152,697 for fiscal year 2019. Of this amount \$329,496 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, 2018, 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>
Proportion of the Net Pension Liability			
Prior Measurement Date	0.13188570%	0.13204470%	
Proportion of the Net Pension Liability			
Current Measurement Date	<u>0.12902670%</u>	<u>0.12941815%</u>	
Current Measurement Date	<u>0.00285900%</u>	<u>0.00262655%</u>	
Proportionate Share of the Net			
Pension Liability	\$7,389,598	\$28,456,145	\$35,845,743
Pension Expense	\$454,774	\$2,103,238	\$2,558,012

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 12 - DEFINED BENEFIT PENSION PLANS – (Continued)

At June 30, 2019, 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	\$405,274	\$656,855	\$1,062,129
Change in Assumptions	166,874	5,042,965	5,209,839
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	1,460	0	1,460
District Contributions Subsequent to the Measurement Date	<u>662,810</u>	<u>2,152,697</u>	<u>2,815,507</u>
Total Deferred Outflows of Resources	<u>\$1,236,418</u>	<u>\$7,852,517</u>	<u>\$9,088,935</u>
Deferred Inflows of Resources			
Differences between Expected and Actual Experience	\$0	\$185,836	\$185,836
Net Difference between Projected and Actual Investment Earnings	204,745	1,725,547	1,930,292
Changes in proportion and differences between District Contributions and Proportionate share of Contributions	<u>107,848</u>	<u>1,533,991</u>	<u>1,641,839</u>
Total Deferred Inflows of Resources	<u>\$312,593</u>	<u>\$3,445,374</u>	<u>\$3,757,967</u>

\$2,815,507 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, 2020. 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>
2020	\$473,535	\$1,865,225	\$2,338,760
2021	70,206	1,119,407	1,189,613
2022	(271,666)	(272,058)	(543,724)
2023	<u>(11,060)</u>	<u>(\$458,128)</u>	<u>(469,188)</u>
Total	<u>\$261,015</u>	<u>\$2,254,446</u>	<u>\$2,515,461</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.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 12 - DEFINED BENEFIT PENSION PLANS – (Continued)

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, 2018, are presented below:

Wage Inflation	3.00 percent
Future Salary Increases, including inflation	3.50 percent to 18.20 percent
COLA or Ad Hoc COLA	2.50 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal

Mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120 percent of male rates, and 110 percent of female rates. Mortality among disable members were based upon the RP-2000 Disabled Mortality Table, 90 percent for male rates and 100 percent for female rates, set back five years is used for the period after disability retirement.

The most recent experience study was completed June 30, 2015.

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:

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 12 - DEFINED BENEFIT PENSION PLANS – (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	1.00 %	0.50 %
US Stocks	22.50	4.75
Non-US Stocks	22.50	7.00
Fixed Income	19.00	1.50
Private Equity	10.00	8.00
Real Assets	15.00	5.00
Multi-Asset Strategies	10.00	3.00
Total	<u>100.00 %</u>	

Discount Rate - The total pension liability was calculated using the discount rate of 7.50 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 (7.50 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 7.50 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 (6.50 percent), or one percentage point higher (8.50 percent) than the current rate.

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
District's Proportionate Share of the Net Pension Liability	\$10,408,806	\$7,389,598	\$4,858,194

Actuarial Assumptions - STRS

The total pension liability in the June 30, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Projected salary increases	12.5% at age 20 to 2.50% at age 65
Investment Rate of Return	7.45%, net of investment expenses, including inflation
Discount Rate of Return	7.45%
Payroll Increases	3.00%
Cost-of-Living Adjustments (COLA)	0.0 %, effective July 1, 2017

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 12 - DEFINED BENEFIT PENSION PLANS – (Continued)

Post-retirement mortality rates for healthy retirees are based on the RP-2014 Annuitant Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

Actuarial assumptions used in the July 1, 2018 valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Domestic Equity	28.00%	7.35%
International Equity	23.00%	7.55%
Alternatives	17.00%	7.09%
Fixed Income	21.00%	3.00%
Real Estate	10.00%	6.00%
Liquidity Reserves	1.00%	2.25%
Total	<u>100.00%</u>	

* 10 year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25 percent, and does not include investment expenses. Over a 30 year period, STRS Ohio's investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Discount Rate - The discount rate used to measure the total pension liability was 7.45% as of June 30, 2018. 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. 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, 2018. Therefore, the long-term expected rate of return on pension plan investments of 7.45% was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2018.

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 7.45%, 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 (6.45%) or one-percentage-point higher (8.45%) than the current rate:

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 12 - DEFINED BENEFIT PENSION PLANS – (Continued)

	1% Decrease (6.45%)	Current Discount Rate (7.45%)	1% Increase (8.45%)
District's Proportionate Share of the Net Pension Liability	\$41,556,454	\$28,456,145	\$17,368,511

NOTE 13 - DEFINED BENEFIT OPEB PLANS

Net OPEB Liability/Asset

The net OPEB liability/asset reported on the Statement of Net Position represents a liability/asset to employees for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. OPEB 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 OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net OPEB liability/asset represents the District's proportionate share of each OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan's fiduciary net position. The net OPEB liability/asset 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 these estimates 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 OPEB are financed; however, the District does receive the benefit of employees' services in exchange for compensation including OPEB.

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability/asset. Resulting adjustments to the net OPEB liability/asset would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 13 - DEFINED BENEFIT OPEB PLANS – (Continued)

Plan Description - School Employees Retirement System (SERS)

Health Care Plan Description - The District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 75 purposes, this plan is considered a cost-sharing other postemployment benefit (OPEB) plan. SERS' Health Care Plan provides healthcare benefits to eligible individuals receiving retirement, disability, and survivor benefits, and to their eligible dependents. Members who retire after June 1, 1986, need 10 years of service credit, exclusive of most types of purchased credit, to qualify to participate in SERS' health care coverage. In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage. Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population. For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. The financial report of the Plan is included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

Access to health care for retirees and beneficiaries is permitted in accordance with Section 3309 of the Ohio Revised Code. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). SERS' Retirement Board reserves the right to change or discontinue any health plan or program. Active employee members do not contribute to the Health Care Plan. The SERS Retirement Board established 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.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2019, 0.5 percent of covered payroll was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2019, this amount was \$21,600. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2019, the District's surcharge obligation was \$70,018.

The surcharge, added to the 0.5 percent allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was \$94,567 for fiscal year 2019. Of this amount \$0 is reported as an intergovernmental payable.

Plan Description - State Teachers Retirement System (STRS)

Plan Description – The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. Medicare Part B premium reimbursements will be discontinued effective January 1, 2020. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 13 - DEFINED BENEFIT OPEB PLANS – (Continued)

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. Nearly 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. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2019, STRS did not allocate any employer contributions to post-employment health care.

OPEB Liabilities/Assets, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability/asset was measured as of June 30, 2017, and the total OPEB liability/asset used to calculate the net OPEB liability/asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability was based on the District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the Net OPEB Liability			
Prior Measurement Date	0.13287860%	0.13204470%	
Current Measurement Date	<u>0.13027600%</u>	<u>0.12941815%</u>	
Change in Proportionate Share	<u>-0.00260260%</u>	<u>-0.00262655%</u>	
Proportionate Share of the Net OPEB Liability/(Asset)	\$3,614,208	(\$2,079,618)	\$1,534,590
OPEB Expense	\$100,828	(\$4,526,238)	(\$4,425,410)

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between Expected and Actual Experience	\$58,997	\$242,902	\$301,899
District Contributions Subsequent to the Measurement Date	<u>94,567</u>	<u>0</u>	<u>94,567</u>
Total Deferred Outflows of Resources	<u>\$153,564</u>	<u>\$242,902</u>	<u>\$396,466</u>
Deferred Inflows of Resources			
Differences between Expected and Actual Experience		\$121,166	\$121,166
Net Difference between Projected and Actual Investment Earnings	5,423	237,578	243,001
Change in Assumptions	324,710	2,833,645	3,158,355
Changes in proportion and differences between District Contributions and Proportionate share of Contributions	<u>61,800</u>	<u>93,598</u>	<u>155,398</u>
Total Deferred Inflows of Resources	<u>\$391,933</u>	<u>\$3,285,987</u>	<u>\$3,677,920</u>

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 13 - DEFINED BENEFIT OPEB PLANS – (Continued)

\$94,567 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability/asset in the year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2020	(\$143,572)	(\$543,669)	(\$687,241)
2021	(114,723)	(543,669)	(658,392)
2022	(23,364)	(543,669)	(567,033)
2023	(21,788)	(561,299)	(583,087)
2024	(20,913)	(434,996)	(455,909)
Thereafter	<u>(8,576)</u>	<u>(415,783)</u>	<u>(424,359)</u>
Total	<u>(\$332,936)</u>	<u>(\$3,043,085)</u>	<u>(\$3,376,021)</u>

Actuarial Assumptions - SERS

The total OPEB liability is determined by SERS' actuaries in accordance with GASB Statement No. 74, as part of their annual actuarial valuation for each 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 terminations). 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 OPEB liability in the latest actuarial valuation date of June 30, 2018, are presented below:

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 13 - DEFINED BENEFIT OPEB PLANS – (Continued)

Wage Inflation	3.00 percent
Future Salary Increases, including inflation	3.50 percent to 18.20 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation
Municipal Bond Index Rate:	
Measurement Date	3.62 percent
Prior Measurement Date	3.56 percent
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	
Measurement Date	3.70 percent
Prior Measurement Date	3.63 percent
Medical Trend Assumption	
Medicare	5.375 to 4.75 percent
Pre-Medicare	7.25 to 4.75 percent

Mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and Scale BB, 120 percent of male rates and 110 percent of female rates. RP-2000 Disabled Mortality Table with 90 percent for male rates and 100 percent for female rates set back five years.

The most recent experience study was completed for the five year period ended June 30, 2015.

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2010 through 2015, and was adopted by the Board on April 21, 2016. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.50 percent, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2016 five-year experience study, are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	1.00 %	0.50 %
US Stocks	22.50	4.75
Non-US Stocks	22.50	7.00
Fixed Income	19.00	1.50
Private Equity	10.00	8.00
Real Assets	15.00	5.00
Multi-Asset Strategies	<u>10.00</u>	3.00
Total	<u>100.00 %</u>	

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 13 - DEFINED BENEFIT OPEB PLANS – (Continued)

Discount Rate The discount rate used to measure the total OPEB liability at June 30, 2018 was 3.70 percent. The discount rate used to measure total OPEB liability prior to June 30, 2018 was 3.63 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the state statute contribution rate of 2.00 percent of projected covered employee payroll each year, which includes a 1.50 percent payroll surcharge and 0.50 percent of contributions from the basic benefits plan. Based on these assumptions, the OPEB plan’s fiduciary net position was projected to become insufficient to make future benefit payments during the fiscal year ending June 30, 2025. Therefore, the long-term expected rate of return on OPEB plan assets was used to present value the projected benefit payments through the fiscal year ending June 30, 2024 and the Fidelity General Obligation 20-year Municipal Bond Index rate of 3.62 percent, as of June 30, 2018 (i.e. municipal bond rate), was used to present value the projected benefit payments for the remaining years in the projection. The total present value of projected benefit payments from all years was then used to determine the single rate of return that was used as the discount rate. The projection of future benefit payments for all current plan members was until the benefit payments ran out.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.70%) and higher (4.70%) than the current discount rate (3.70%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.25% decreasing to 3.75%) and higher (8.25% decreasing to 5.75%) than the current rate.

	1% Decrease (2.70%)	Current Discount Rate (3.70%)	1% Increase (4.70%)
District's proportionate share of the net OPEB liability	\$4,385,557	\$3,614,208	\$3,003,444

	1% Decrease (6.25 % decreasing to 3.75 %)	Current Trend Rate (7.25 % decreasing to 4.75 %)	1% Increase (8.25 % decreasing to 5.75 %)
District's proportionate share of the net OPEB liability	\$2,916,003	\$3,614,208	\$4,538,757

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 13 - DEFINED BENEFIT OPEB PLANS – (Continued)

Actuarial Assumptions – STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2018, actuarial valuation are presented below:

Projected salary increases	12.50 percent at age 20 to 2.50 percent at age 65
Investment Rate of Return	7.45 percent, net of investment expenses, including inflation
Payroll Increases	3 percent
Discount Rate of Return	7.45 percent
Health Care Cost Trends	
Medical	
Pre-Medicare	6 percent initial, 4 percent ultimate
Medicare	5 percent initial, 4 percent ultimate
Prescription Drug	
Pre-Medicare	8 percent initial, 4 percent ultimate
Medicare	-5.23 percent initial, 4 percent ultimate

Projections of benefits include the historical pattern of sharing benefit costs between the employers and retired plan members.

For healthy retirees the mortality rates are based on the RP-2014 Annuitant Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. For disabled retirees, mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016.

Actuarial assumptions used in the June 30, 2018, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

Since the prior measurement date, the discount rate was increased from the blended rate 4.13 percent to the long-term expected rate of return of 7.45 percent based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB). Valuation year per capita health care costs were updated.

Also since the prior measurement date, the subsidy multiplier for non-Medicare benefit recipients was increased from 1.9 percent to 1.944 percent per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium was increased effective January 1, 2019 and all Medicare Part B premium reimbursements were scheduled to be discontinued beginning January 1, 2020. However, in June 2019, the STRS Board voted to extend the current Medicare Part B partial reimbursement for one year.

STRS' investment consultant develops an estimate range for the investment return assumption based on the target allocation adopted by the Retirement Board. The target allocation and long-term expected rate of return for each major asset class are summarized as follows:

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 13 - DEFINED BENEFIT OPEB PLANS – (Continued)

<u>Asset Class</u>	<u>Allocation</u>	<u>Rate of Return *</u>
Domestic Equity	28.00 %	7.35 %
International Equity	23.00	7.55
Alternatives	17.00	7.09
Fixed Income	21.00	3.00
Real Estate	10.00	6.00
Liquidity Reserves	1.00	2.25
Total	<u>100.00 %</u>	

* 10 year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25 percent, and does not include investment expenses. Over a 30 year period, STRS Ohio's investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Discount Rate The discount rate used to measure the total OPEB liability was 7.45 percent as of June 30, 2018. The blended discount rate used to measure the total OPEB liability was 4.13 percent as of June 30, 2018. The projection of cash flows used to determine the discount rate assumes STRS Ohio continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was not projected to be available to make all projected future benefit payments of current plan members.

Therefore, the long-term expected rate of return on health care plan investments of 7.45 percent was used to measure the total OPEB liability as of June 30, 2018. The blended discount rate of 4.13 percent, which represents the long term expected rate of return of 7.45 percent for the funded benefit payments and the Bond Buyer 20-year municipal bond rate of 3.58 percent for the unfunded benefit payments was used to measure the total OPEB liability at June 30, 2017.

Sensitivity of the District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate The following table represents the net OPEB asset as of June 30, 2018, calculated using the current period discount rate assumption of 7.45 percent, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.45 percent) or one percentage point higher (8.45 percent) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	<u>1% Decrease (6.45%)</u>	<u>Current Discount Rate (7.45%)</u>	<u>1% Increase (8.45%)</u>
District's proportionate share of the net OPEB asset	(\$1,782,427)	(\$2,079,618)	(\$2,329,392)
	<u>1% Decrease</u>	<u>Current Trend Rate</u>	<u>1% Increase</u>
District's proportionate share of the net OPEB asset	(\$2,315,292)	(\$2,079,618)	(\$1,840,272)

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 14 - EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vested vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty-five days of vacation per year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees upon termination of employment. Teachers and administrators who work less than 260 days per year do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 320 days for aides and 320 for all other classified employees and 320 for certified employees. Upon retirement, payment is made for one-fourth of accrued, but unused sick leave credit up to a maximum of 75 days.

Dental, Vision, and Life Insurance

Dental insurance coverage is provided through Core Source, Inc. All full-time employees pay 10% of the premium and the Board pays 90%. All less than full-time employees pay a pro-rated share based on hours worked. Vision insurance is provided by the District through Vision Services Plus (VSP), Inc. The employees share the cost of the monthly premium with the Board, the Board pays the first \$12 and the employee contributes the rest of the premium.

The District provides life insurance and accidental death and dismemberment insurance to all employees through AUL, in the amount of \$25,000 for classified employees, \$25,000 for certified employees, \$75,000 for administrators, \$250,000 for the Superintendent and \$150,000 for the Treasurer.

Retirement Incentive

On January 16, 1999, the District Board of Education approved a Retirement Incentive Program. Participation is open to members of the Athens Education Association the year in which the member first attains retirement eligibility with the STRS. Such members must retire at the end of the first year of eligibility (June 30) in order to receive the retirement incentive. A member who retires under STRS and has at least twenty, but less than twenty-five years of service shall be given a retirement incentive of \$10,000, a member who retires under STRS and has at least twenty-five, but less than thirty years of service shall be given a retirement incentive of \$15,000 and a member who retires under STRS and has at least thirty, but less than thirty-five years of service shall be given a retirement incentive of \$20,000.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 15 - LONG-TERM LIABILITIES

During fiscal year 2019, the following changes occurred in governmental activities long-term obligations.

	<u>Issue Date</u>	<u>Interest Rate</u>	<u>Principal Outstanding at June 30, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Principal Outstanding at June 30, 2019</u>	<u>Amount Due In One Year</u>
<i>Governmental Activities:</i>							
2013 Refunding Bonds							
Term Bonds	2013	0.45-3.16%	\$4,270,000	\$0	\$0	\$4,270,000	\$0
Capital Appreciation Bonds	2013	0.45-3.16%	505,000	0	275,000	230,000	230,000
Accretion on Capital Appreciation Bonds	2013	0.45-3.16%	750,182	179,528	475,000	454,710	454,710
2019 Facilities Construction Bonds							
Facilities Const. and Imp. Bonds 2019A	2019	3.25-4.00%	0	41,860,000	0	41,860,000	0
Facilities Const. and Imp. Bonds 2019B	2019	2.91-5.00%	0	8,790,000	0	8,790,000	0
Facilities Const. and Imp. Bonds 2019C	2019	3.00-5.00%	0	9,850,000	0	9,850,000	0
2019 Bond Anticipation Note	2019	3.00%	0	9,850,000	9,850,000	0	0
Add Deferred Amounts:							
Premium on Bonds			461,731	2,844,727	65,961	3,240,497	160,786
Total Bonds			<u>5,986,913</u>	<u>73,374,255</u>	<u>10,665,961</u>	<u>68,695,207</u>	<u>845,496</u>
<i>Net Pension Liability:</i>							
STRS			31,367,502	0	2,911,357	28,456,145	0
SERS			<u>7,879,879</u>	<u>0</u>	<u>490,281</u>	<u>7,389,598</u>	<u>0</u>
Total Net Pension Liability			<u>39,247,381</u>	<u>0</u>	<u>3,401,638</u>	<u>35,845,743</u>	<u>0</u>
<i>Net OPEB Liability:</i>							
STRS			5,151,897	0	5,151,897	0	0
SERS			<u>3,566,113</u>	<u>48,095</u>	<u>0</u>	<u>3,614,208</u>	<u>0</u>
Total Net OPEB Liability			<u>8,718,010</u>	<u>48,095</u>	<u>5,151,897</u>	<u>3,614,208</u>	<u>0</u>
Compensated Absences			<u>1,632,480</u>	<u>514,885</u>	<u>405,869</u>	<u>1,741,496</u>	<u>139,628</u>
Total Governmental Activities Long-Term Obligations			<u>\$55,584,784</u>	<u>\$73,937,235</u>	<u>\$19,625,365</u>	<u>\$109,896,654</u>	<u>\$985,124</u>

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 15 - LONG-TERM LIABILITIES - (Continued)

Refunding General Obligation Bonds - During fiscal year 2013, the District issued \$7,270,000 of general obligation bonds for the advance refunding of \$7,270,000 of the 2005 series bonds. The bonds were issued as federally taxable bonds. The \$791,540 premium on the issuance of the refunding bonds is netted against this debt and is being amortized over the life of this debt, which has the same remaining life of the refunded debt of 12 years with a final maturity of December 1, 2024. The refunding was undertaken to reduce total future debt service payments over the life of the bonds by \$805,784 and to obtain an economic gain of \$438,231. The refunding bonds are retired through the Bond Retirement Fund using tax revenues.

The term bonds maturing on December 1, 2024 (fiscal year 2025) are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed plus accrued interest to the date of redemption, on December 1, in the fiscal years and respective principal amounts as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2020	\$0
2021	805,000
2022	820,000
2023	840,000
2024	890,000
2025	915,000
	<u>\$4,270,000</u>

Term bonds maturing on or after December 1, 2021, are subject to optional redemption, in whole or in part on any date at the option of the issuer on or after December 1, 2013, as follows:

<u>Redemption Dates (Date Inclusive)</u>	<u>Redemption Prices</u>
December 1, 2013 and thereafter	100%

The capital appreciation bonds are not subject to a mandatory sinking fund or optional redemption prior to stated maturity. The capital appreciation bonds will mature in fiscal years 2019 and 2020. The maturity amount of the bonds is \$1,500,000. For fiscal year 2019, \$179,528 was accreted on the capital appreciation bonds.

Facilities Construction and Improvement Bonds - During fiscal year 2019, the District issued \$60,500,000 of general obligation bonds for the construction of new school facilities. The \$2,844,727 premium on the issuance of the serial bonds is netted against this debt and is being amortized over the life of the debt. The serial bonds are retired through the Bond Retirement Fund using tax revenues.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 15 - LONG-TERM LIABILITIES - (Continued)

The Series 2019A Term Bonds maturing on December 1, 2044 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount to be Redeemed</u>
2041	\$2,260,000
2042	2,350,000
2043	2,445,000

The remaining principal amount of such Series 2019A Term Bonds (\$2,540,000) will be paid at stated maturity on December 1, 2044.

The Series 2019A Term Bonds maturing on December 1, 2048 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount to be Redeemed</u>
2045	\$2,645,000
2046	2,735,000
2047	2,825,000

The remaining principal amount of such Series 2019A Term Bonds (\$2,920,000) will be paid at stated maturity on December 1, 2048.

The Series 2019C Term Bonds maturing on December 1, 2034 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount to be Redeemed</u>
2031	\$50,000
2032	50,000
2033	155,000

The remaining principal amount of such Series 2019C Term Bonds (\$235,000) will be paid at stated maturity on December 1, 2034.

The Series 2019C Term Bonds maturing on December 1, 2036 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount to be Redeemed</u>
2035	\$240,000

The remaining principal amount of such Series 2019C Term Bonds (\$380,000) will be paid at stated maturity on December 1, 2036.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 15 - LONG-TERM LIABILITIES - (Continued)

The Series 2019C Term Bonds maturing on December 1, 2044 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount to be Redeemed</u>
2040	\$560,000
2041	570,000
2042	730,000
2043	740,000

The remaining principal amount of such Series 2019C Term Bonds (\$755,000) will be paid at stated maturity on December 1, 2044.

The Series 2019C Term Bonds maturing on December 1, 2048 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount to be Redeemed</u>
2045	\$945,000
2046	960,000
2047	980,000

The remaining principal amount of such Series 2019C Term Bonds (\$1,170,000) will be paid at stated maturity on December 1, 2048.

Principal and interest requirements to retire the general obligation bonds outstanding at June 30, 2019, are as follows:

Year Ending June 30	<u>2019 School Improvement Bonds</u>					
	<u>Series 2019A</u>		<u>Series 2019B</u>		<u>Series 2019C</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2020	\$0	\$1,577,704	\$1,100,000	\$320,452	\$0	\$324,641
2021	0	1,590,963	855,000	274,501	0	327,369
2022	0	1,590,963	485,000	241,001	0	327,369
2023	0	1,590,963	510,000	216,126	0	327,369
2024	0	1,590,963	540,000	189,876	0	327,369
2025-2029	0	7,954,813	5,300,000	458,929	0	1,636,844
2030-2034	7,570,000	7,227,813	0	0	255,000	1,622,969
2035-2039	9,305,000	5,539,313	0	0	1,625,000	1,409,069
2040-2044	11,320,000	3,483,213	0	0	3,160,000	999,744
2045-2049	13,665,000	1,150,356	0	0	4,810,000	402,341
Total	<u>\$41,860,000</u>	<u>\$33,297,064</u>	<u>\$8,790,000</u>	<u>\$1,700,885</u>	<u>\$9,850,000</u>	<u>\$7,705,084</u>

ATHENS CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2019*

NOTE 15 - LONG-TERM LIABILITIES - (Continued)

Year Ending June 30	2013 Refunding Bonds				Totals	
	Term Bonds		Capital Appreciation Bonds		Principal	Interest
	Principal	Interest	Principal	Interest		
2020	\$0	\$116,567	\$230,000	\$520,000	\$1,330,000	\$2,859,364
2021	805,000	107,632	0	0	1,660,000	2,300,465
2022	820,000	88,569	0	0	1,305,000	2,247,902
2023	840,000	66,850	0	0	1,350,000	2,201,308
2024	890,000	42,086	0	0	1,430,000	2,150,294
2025-2029	915,000	14,457	0	0	6,215,000	10,065,043
2030-2034	0	0	0	0	7,825,000	8,850,782
2035-2039	0	0	0	0	10,930,000	6,948,382
2040-2044	0	0	0	0	14,480,000	4,482,957
2045-2049	0	0	0	0	18,475,000	1,552,697
Total	<u>\$4,270,000</u>	<u>\$436,161</u>	<u>\$230,000</u>	<u>\$520,000</u>	<u>\$65,000,000</u>	<u>\$43,659,194</u>

The above amortization table excludes the amortization of the issuance premium on the bonds.

The District pays obligations related to employee compensation from the fund benefitting from their service. The compensated absences are paid from the fund from which the respective employees' salaries are paid. Most of the District's employees are paid from the General Fund, with the remainder being paid from the Food Service, Title VI-B, Title I and Other Federal Support Funds.

The District's overall legal debt margin was (\$6,410,533) with an unvoted debt margin of \$604,150 at June 30, 2019. Net indebtedness exceeds the 9% limitation due to bonds issued to fund the District's portion of costs of a school facilities project under ORC Chapter 3318 and, as a result, such debt is not subject to state constraints or special needs approval pursuant to ORC Section 133.06(1).

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 16 – FUND BALANCES

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

	<u>General</u>	<u>Permanent Improvement</u>	<u>Classroom Facilities Construction</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<i>Nonspendable</i>					
Prepays	\$110,422	\$0	\$0	\$0	\$110,422
Inventory	0	0	0	5,435	5,435
Unclaimed Monies	139,802	0	0	0	139,802
<i>Total Nonspendable</i>	<u>250,224</u>	<u>0</u>	<u>0</u>	<u>5,435</u>	<u>255,659</u>
<i>Restricted:</i>					
<i>Special Revenues:</i>					
District Managed Activities	0	0	0	81,427	81,427
Local Grants	0	0	0	522,395	522,395
State Grants	0	0	0	7,647	7,647
Debt Service	0	0	0	4,376,442	4,376,442
Capital Projects	0	4,079,006	51,302,739	8,202,745	63,584,490
<i>Total Restricted</i>	<u>0</u>	<u>4,079,006</u>	<u>51,302,739</u>	<u>13,190,656</u>	<u>68,572,401</u>
<i>Committed:</i>					
Termination Benefits	480,254	0	0	0	480,254
<i>Assigned:</i>					
<i>Encumbrances:</i>					
Regular	5,417	0	0	0	5,417
Special	6,983	0	0	0	6,983
Vocational	1,565	0	0	0	1,565
Pupils	1,357	0	0	0	1,357
Instructional Staff	4,109	0	0	0	4,109
Board of Education	14,828	0	0	0	14,828
Administration	3,847	0	0	0	3,847
Operation and Maintenance of Plant	36,470	0	0	0	36,470
Pupil Transportation	8,964	0	0	0	8,964
Capital Outlay	33,421	0	0	0	33,421
Future Appropriations	8,494,217	0	0	0	8,494,217
Uniform School Supplies	41,906	0	0	0	41,906
Principals Fund	65,878	0	0	0	65,878
<i>Total Assigned</i>	<u>8,718,962</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,718,962</u>
<i>Unassigned</i>	<u>1,180,267</u>	<u>0</u>	<u>0</u>	<u>(666,277)</u>	<u>513,990</u>
Total Fund Balances	<u><u>\$10,629,707</u></u>	<u><u>\$4,079,006</u></u>	<u><u>\$51,302,739</u></u>	<u><u>\$12,529,814</u></u>	<u><u>\$78,541,266</u></u>

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 17 - INTERFUND ACTIVITY

As of June 30, 2019, receivables and payables that resulted from various interfund transactions were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$223,747	\$0
<i>Nonmajor Special Revenue Funds:</i>		
Other State Support	0	1,692
Title VI-B	0	62,830
Title I	0	122,650
Other Federal Support	0	36,575
Total Nonmajor Special Revenue Funds	<u>0</u>	<u>223,747</u>
Total	<u>\$223,747</u>	<u>\$223,747</u>

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received.

<u>Transfers From</u>	<u>Transfers To</u>		<u>Total</u>
	<u>Classroom Facilities Construction Project</u>	<u>Nonmajor Special Revenue</u>	
General	\$0	\$74,000	\$74,000
Nonmajor Capital Project	<u>51,507,004</u>	<u>0</u>	<u>51,507,004</u>
Total	<u>\$51,507,004</u>	<u>\$74,000</u>	<u>\$51,581,004</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them, to the fund that statute or budget requires to expend them, and (2) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. The transfer of \$51,507,004 from the Building Fund to the Classroom Facilities Construction Project Fund is to move bond proceeds to the capital project fund. The \$74,000 is the result of transfers from the General Fund to the Food Service Fund to subsidize that program.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 18 - STATUTORY SET-ASIDES

The following changes occurred in the District's set-aside reserve accounts during fiscal year 2019:

	<u>Capital Improvements</u>
Set-Aside Balance as of June 30, 2018	\$0
Current Year Set-Aside Requirement	467,660
Qualifying Disbursements	<u>(873,211)</u>
Total	<u>(405,551)</u>
Set-Aside Balance as of June 30, 2019	<u><u>\$0</u></u>
Total Restricted Assets	<u><u>\$0</u></u>

Although the District had qualifying disbursements during the fiscal year that reduced the set-aside amount to below zero for the capital improvements set-aside, this amount may not be used to reduce the set-aside requirement for future years. The negative balance is therefore not presented as being carried forward to future years.

NOTE 19 – ENCUMBRANCE COMMITMENTS

At June 30, 2019, the District had encumbrance commitments in the Governmental Funds as follows:

<u>Major Funds</u>	
General	\$116,961
Permanent Improvement	155,190
Classroom Facilities Construction Project	86,234
<u>Nonmajor Funds</u>	
District Managed Activities	8,730
Other State Support	445
Title VI-B Grant	6,634
Title I Grant	34,619
Other Federal Support	<u>108,992</u>
<i>Total Nonmajor Funds</i>	<u><u>159,420</u></u>
Total Encumbrances	<u><u>\$517,805</u></u>

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 20 - JOINTLY GOVERNED ORGANIZATIONS

Meta Solutions

Meta Solutions is a jointly governed organization as a regional council of governments pursuant to State statutes. Meta Solutions develops, implements, and supports the technology and instructional needs of member districts including financial accounting services, educational management information services, and cooperative purchasing services. Meta Solutions membership consists of 149 public schools, 13 educational service centers, 13 career technology centers, and more than 140 non-public chartered schools. Non-public charter schools are not members but receive services based on contractual agreements and are not eligible for seats on the board of directors. Each member district pays an annual fee for services provided by Meta Solutions. Meta Solutions is governed by a 13-member board of directors made up of Superintendents and School Business Officials selected from the 175 member public school districts. The board of directors controls the budget and finances of Meta Solutions. The continued existence of META Solutions is not dependent on the District's continued participation and no equity interest exists. Financial statements for META Solutions can be obtained from the META Solutions office, 2100 Citygate Drive, Columbus, Ohio 43219. The District made payments of \$47,954 to META Solutions for fiscal year 2019.

Tri-County Career Center

The Tri-County Career Center is a jointly governed organization providing vocational services to its eight member Districts. The Center is governed by a board of education comprised of eleven members appointed by the participating schools. The board controls the financial activity of the Center and reports to the Ohio Department of Education and the Auditor of State of Ohio. The continued existence of the Center is not dependent on the District's continued participation and no equity interest exists. During fiscal year 2019, the District made no contributions to the Center. Financial information can be obtained from the Tri-County Career Center, 15676 State Route 691, Nelsonville, Ohio 45764.

Coalition of Rural and Appalachian Schools

The Coalition of Rural and Appalachian Schools is a jointly governed organization including over 100 school districts in southeastern Ohio. The Coalition is operated by a Board which is composed of fourteen members. The board members are composed of one superintendent from each county elected by the school districts within that county. The Council provides various in service for school district administrative personnel; gathers of data regarding conditions of education in the region; cooperates with other professional groups to assess and develop programs designed to meet the needs of member districts; and provides staff development programs for school district personnel. The Council is not dependent on the continued participation of the District and the District does not maintain an equity interest in or financial responsibility for the Council. The District made \$325 payments for membership in fiscal year 2019.

ATHENS CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2019

NOTE 21 - INSURANCE PURCHASING POOL

SchoolComp Worker's Compensation Group Rating Plan

The District participates in a workers' compensation program jointly sponsored by the Ohio Association of School Business Officials (OASBO) and the Ohio School Board Association (OSBA), known as SchoolComp. Comp Management, Inc. (CMI) is the program's third party administrator. SchoolComp serves to group its members' risks for the purpose of obtaining a favorable experience rating to determine its premium liability to the Ohio Bureau of Workers' Compensation (OBWC) and the Ohio Workers' Compensation Fund. This may be accomplished through participation in a group rating program or through group retrospective rating. The District has chosen to participate in the group rating program for 2019. Participation in SchoolComp is restricted to members who meet enrollment criteria and are jointly in good standing with OASBO and OSBA. OASBO and OSBA are certified sponsors recognized by OBWC.

NOTE 22 - 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 are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the District at June 30, 2019, if applicable, cannot be determined at this time.

B. Litigation

The District is involved in no pending litigation that would have a material effect on the financial condition of the District.

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REQUIRED SUPPLEMENTARY INFORMATION

ATHENS CITY SCHOOL DISTRICT
Schedules of Required Supplementary Information
Schedule of the District's Proportionate Share of Net Pension Liability
Last Six Measurement Periods (1)

	2019	2018	2017	2016
<u>School Employees Retirement System of Ohio</u>				
District's Proportion of the Net Pension Liability	0.1290267%	0.1318857%	0.1341380%	0.1379825%
District's Proportionate Share of the Net Pension Liability	\$7,389,598	\$7,879,879	\$9,817,664	\$7,873,415
District's Covered Payroll	\$4,798,143	\$4,732,736	\$5,653,029	\$5,659,901
District's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered Payroll	154.01%	166.50%	173.67%	139.11%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71.36%	69.50%	62.98%	69.16%
<u>State Teachers Retirement System of Ohio</u>				
District's Proportion of the Net Pension Liability	0.12941815%	0.13204470%	0.13807746%	0.13886540%
District's Proportionate Share of the Net Pension Liability	\$28,456,145	\$31,367,502	\$46,218,688	\$38,378,335
District's Covered Payroll	\$15,028,286	\$14,624,543	\$14,851,900	\$14,617,150
District's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered Payroll	189.35%	214.49%	311.20%	262.56%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	77.31%	75.30%	66.80%	72.10%

(1) Information prior to 2014 is not available.

Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

2015	2014
0.1433030%	0.1433030%
\$7,252,483	\$8,521,769
\$5,996,443	\$5,386,077
120.95%	158.22%
71.70%	65.52%
0.13995343%	0.13995343%
\$34,041,518	\$40,550,033
\$14,650,321	\$14,527,831
232.36%	279.12%
74.70%	69.30%

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ATHENS CITY SCHOOL DISTRICT
Schedules of Required Supplementary Information
Schedule of the District's Proportionate Share of Net OPEB Liability/Asset
Last Three Measurement Periods (1)

	2019	2018	2017
<u>School Employees Retirement System of Ohio</u>			
District's Proportion of the Net OPEB Liability	0.13027600%	0.13287860%	0.13287860%
District's Proportionate Share of the Net OPEB Liability	\$3,614,208	\$3,566,113	\$3,787,532
District's Covered Payroll	\$4,798,143	\$4,732,736	\$5,653,029
District's Proportionate Share of the Net OPEB Liability as a Percentage of it's Covered Payroll	75.33%	75.35%	67.00%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	13.57%	12.46%	11.49%
<u>State Teachers Retirement System of Ohio</u>			
District's Proportion of the Net OPEB Liability	0.12941815%	0.13204470%	0.13204470%
District's Proportionate Share of the Net OPEB Asset	\$2,079,618	\$0	\$0
District's Proportionate Share of the Net OPEB Liability	\$0	\$5,151,897	\$7,061,785
District's Covered Payroll	\$15,028,286	\$14,624,543	\$14,851,900
District's Proportionate Share of the Net OPEB Liability/Asset as a Percentage of it's Covered Payroll	(13.84%)	35.23%	47.55%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability/Asset	176.00%	47.10%	37.30%

(1) Information prior to 2017 is not available.

Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

ATHENS CITY SCHOOL DISTRICT
Schedules of Required Supplementary Information
Schedule of the District's Contributions
School Employees Retirement Systems of Ohio
Last Seven Fiscal Years (1)

	2019	2018	2017	2016
<u>Pension</u>				
Contractually Required Contributions	\$662,810	\$647,749	\$662,583	\$791,424
Contributions in Relation to the Contractually Required Contributions	<u>(662,810)</u>	<u>(647,749)</u>	<u>(662,583)</u>	<u>(791,424)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
District Covered Payroll	\$4,909,700	\$4,798,143	\$4,732,736	\$5,653,029
Contributions as a Percentage of Covered Payroll	13.50%	13.50%	14.00%	14.00%
<u>OPEB</u>				
Contractually Required Contributions	\$94,567	\$91,611	\$68,005	\$0
Contributions in Relation to the Contractually Required Contributions	<u>(94,567)</u>	<u>(91,611)</u>	<u>(68,005)</u>	<u>0</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
District Covered Payroll	\$4,909,700	\$4,798,143	\$4,732,736	\$5,653,029
Contributions as a Percentage of Covered Payroll	1.93%	1.91%	1.44%	0.00%

(1) Information prior to 2013 is not available.

Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

<u>2015</u>	<u>2014</u>	<u>2013</u>
\$745,975	\$831,107	\$745,433
<u>(745,975)</u>	<u>(831,107)</u>	<u>(745,433)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$5,659,901	\$5,996,443	\$5,386,077
13.18%	13.86%	13.84%
\$46,411	\$8,395	\$8,618
<u>(46,411)</u>	<u>(8,395)</u>	<u>(8,618)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$5,659,901	\$5,996,443	\$5,386,077
0.82%	0.14%	0.16%

ATHENS CITY SCHOOL DISTRICT
Schedules of Required Supplementary Information
Schedule of the District's Contributions
State Teachers Retirement System of Ohio
Last Seven Fiscal Years (1)

	2019	2018	2017	2016
<u>Pension</u>				
Contractually Required Contributions	\$2,152,697	\$2,103,960	\$2,047,436	\$2,079,266
Contributions in Relation to the Contractually Required Contributions	<u>(2,152,697)</u>	<u>(2,103,960)</u>	<u>(2,047,436)</u>	<u>(2,079,266)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
District Covered Payroll	\$15,376,407	\$15,028,286	\$14,624,543	\$14,851,900
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%
<u>OPEB</u>				
Contractually Required Contributions	\$0	\$0	\$0	\$0
Contributions in Relation to the Contractually Required Contributions	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
District Covered Payroll	\$15,376,407	\$15,028,286	\$14,624,543	\$14,851,900
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%

(1) Information prior to 2013 is not available.

Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

<u>2015</u>	<u>2014</u>	<u>2013</u>
\$2,046,401	\$1,919,192	\$1,888,618
<u>(2,046,401)</u>	<u>(1,919,192)</u>	<u>(1,888,618)</u>
<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
\$14,617,150	\$14,650,321	\$14,527,831
14.00%	13.00%	13.00%
\$0	\$146,503	\$145,278
<u>0</u>	<u>(146,503)</u>	<u>(145,278)</u>
<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
\$14,617,150	\$14,650,321	\$14,527,831
0.00%	1.00%	1.00%

NOTE 1 – SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO

Pension

Changes in benefit terms - For fiscal year 2019, there were no changes to benefit terms.

Changes in assumptions - For fiscal year 2019, there were no changes in assumptions.

Other Postemployment Benefits

Changes in benefit terms - For fiscal year 2019, there were no changes to benefit terms.

For fiscal year 2019, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The municipal bond index rate increased from 3.56 percent to 3.62 percent.
- The single equivalent interest rate, net of plan investment expense, including price inflation increased from 3.63 percent to 3.70 percent.
- The medical trend assumption rate changes as follows:
 - Medicare – 2018 - 5.50 to 5.00 percent, 2019 - 5.375 to 4.75 percent
 - Pre-Medicare – 2018 - 7.50 to 5.00 percent, 2019 - 7.25 to 4.75

Changes in assumptions - For fiscal year 2019, there were no changes in assumptions.

NOTE 2 - STATE TEACHERS RETIREMENT SYSTEM OF OHIO

Pension

Changes in benefit terms - For fiscal year 2019, there were no changes to benefit terms.

Changes in assumptions - For fiscal year 2019, there were no changes in assumptions.

Other Postemployment Benefits

Changes in Benefit Terms

For fiscal year 2019, the following was the most significant change in benefit terms that affected the total OPEB liability since the prior measurement date:

- The subsidy multiplier for non-Medicare benefit recipients increased from 1.9 percent to 1.944 percent per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium increased effective January 1, 2019 and all remaining Medicare Part B premium reimbursements were scheduled to be discontinued beginning January 1, 2020, though the STRS Board voted in June 2019 to extend the current Medicare Part B partial reimbursement for one year.

NOTE 2 - STATE TEACHERS RETIREMENT SYSTEM OF OHIO - Continued

Changes in Assumptions

For Fiscal year 2019, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The discount rate increased from a 4.13 percent blended discount rate to 7.45 percent.
- The health care trend assumption rate changed from 6 to 11 percent initial, 4.5 percent ultimate to:
 - Medical Medicare – 6 percent initial, 4 percent ultimate
 - Medical Pre-Medicare – 5 percent initial, 4 percent ultimate
 - Prescription Drug Medicare – 8 percent initial, 4 percent ultimate
 - Prescription Drug Pre-Medicare-5.23 percent initial, 4 percent ultimate

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**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

ATHENS CITY SCHOOL DISTRICT
Description of Governmental Funds

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than amounts related to debt service or capital projects) that are restricted or committed to expenditures for specified purposes. The term proceeds of specific sources establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The following are descriptions of the District's nonmajor special revenue funds:

Nonmajor Special Revenue Funds

Food Service

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

Other Local Support

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants, that are legally restricted to expenditures for specified purposes. These sources include Staff Accounts and Martha Jennings Holden Grant.

District Managed Student Activities

To account for student activity programs which have student participation in the activity, but do not have student management of the programs.

Other State Support

A fund used to account for various restricted monies received from State agencies which are not classified elsewhere. This state funding includes: Auxiliary Services Grant, Management Information Systems, Preschool Grant, High Schoolers That Work Grant and other miscellaneous state grants.

Title VI-B

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

Title I

A fund used to account for financial assistance provided to State and local educational agencies to meet the special needs of educationally deprived children.

Other Federal Support

A fund used to account for monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. This federal funding includes: Title III Grant, School Improvement Grant, Title VI-R Grant, Title II-D Grant, Preschool Grants, Title II-A Grant and other miscellaneous federal grants.

ATHENS CITY SCHOOL DISTRICT
Description of Governmental Funds

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of financial resources for, and the payment of, general long-term obligation principle, interest, and related costs. The following is the description of the District's nonmajor debt service fund:

Bond Retirement

A fund used to account for financial resources accumulated for the payment of long-term debt principle, interest, and related costs. The primary source of funding for this fund is property taxes.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including acquisition or construction of capital facilities and other capital assets. Capital project funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments. The following is the description of the District's nonmajor capital project:

Building Fund

This fund is used to pool Federal, State and local funds in order to upgrade the overall instructional program of a school building where at least 40 percent of the children are from low-income families.

FUNDS REPORTED SEPARATELY FOR BUDGETARY PURPOSES

The following funds have been combined with the General Fund for reporting in accordance with accounting principles generally accepted in the United States of America. However, their budgets are reported separately in this section for accountability purposes.

Uniform School Supplies

A fund used to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the District. Profits derived from sales are used for school purposes or activities in connection with the school.

Public School Support

A fund used to account for resources from the principals of the various schools for the purchase of flowers and other items for staff members for various reasons.

Termination Benefits

A fund used to account for monies accumulated for paying termination benefits.

Unclaimed Monies

To account for monies which have yet to be claimed by their rightful owners. These monies include outstanding checks that are over one year old.

ATHENS CITY SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2019

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$623,518	\$4,237,335	\$8,202,745	\$13,063,598
Property Taxes Receivable	0	2,471,776	0	2,471,776
Intergovernmental Receivable	822,389	0	0	822,389
Materials and Supplies Inventory	5,435	0	0	5,435
Inventory Held for Resale	13,734	0	0	13,734
<i>Total Assets</i>	<u>\$1,465,076</u>	<u>\$6,709,111</u>	<u>\$8,202,745</u>	<u>\$16,376,932</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$54,382	\$0	\$0	\$54,382
Accrued Wages and Benefits	330,896	0	0	330,896
Intergovernmental Payable	83,035	0	0	83,035
Interfund Payable	223,747	0	0	223,747
<i>Total Liabilities</i>	<u>692,060</u>	<u>0</u>	<u>0</u>	<u>692,060</u>
<u>Deferred Inflows of Resources:</u>				
Property Taxes	0	2,332,669	0	2,332,669
Intergovernmental	822,389	0	0	822,389
<i>Total Deferred Inflows of Resources</i>	<u>822,389</u>	<u>2,332,669</u>	<u>0</u>	<u>3,155,058</u>
<u>Fund Balances:</u>				
Nonspendable	5,435	0	0	5,435
Restricted	611,469	4,376,442	8,202,745	13,190,656
Unassigned	(666,277)	0	0	(666,277)
<i>Total Fund Balances</i>	<u>(49,373)</u>	<u>4,376,442</u>	<u>8,202,745</u>	<u>12,529,814</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$1,465,076</u>	<u>\$6,709,111</u>	<u>\$8,202,745</u>	<u>\$16,376,932</u>

ATHENS CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2019

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Revenues:</u>				
Property Taxes	\$0	\$1,879,446	\$0	\$1,879,446
Intergovernmental	2,536,683	86,187	0	2,622,870
Interest	0	0	88,790	88,790
Extracurricular Activities	96,598	0	0	96,598
Charges for Services	222,507	0	0	222,507
Contributions and Donations	327	0	0	327
Miscellaneous	4,996	0	10,612	15,608
<i>Total Revenues</i>	<u>2,861,111</u>	<u>1,965,633</u>	<u>99,402</u>	<u>4,926,146</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular	330,097	0	0	330,097
Special	1,445,275	0	0	1,445,275
<i>Support Services:</i>				
Pupil	82,370	0	0	82,370
Instructional Staff	170,070	0	0	170,070
Administration	15,063	0	0	15,063
Fiscal	0	0	450	450
Operation and Maintenance of Plant	4,686	0	0	4,686
Pupil Transportation	9,092	0	0	9,092
Operation of Non-Instructional Services	741,313	40,460	0	781,773
Extracurricular Activities	106,286	0	0	106,286
Capital Outlay	4,183	0	889,203	893,386
<i>Debt Service:</i>				
Principal Retirement	0	750,000	0	750,000
Interest and Fiscal Charges	0	263,496	0	263,496
Bond Issuance Costs	0	0	589,987	589,987
<i>Total Expenditures</i>	<u>2,908,435</u>	<u>1,053,956</u>	<u>1,479,640</u>	<u>5,442,031</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(47,324)</u>	<u>911,677</u>	<u>(1,380,238)</u>	<u>(515,885)</u>
<u>Other Financing Sources (Uses):</u>				
Transfers In	74,000	0	0	74,000
General Obligation Bonds Issued	0	0	60,500,000	60,500,000
Premium on General Obligation Bonds Issued	0	2,254,740	589,987	2,844,727
Transfers Out	0	0	(51,507,004)	(51,507,004)
<i>Total Other Financing Sources (Uses)</i>	<u>74,000</u>	<u>2,254,740</u>	<u>9,582,983</u>	<u>11,911,723</u>
<i>Net Change in Fund Balances</i>	26,676	3,166,417	8,202,745	11,395,838
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>(76,049)</u>	<u>1,210,025</u>	<u>0</u>	<u>1,133,976</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u><u>(\$49,373)</u></u>	<u><u>\$4,376,442</u></u>	<u><u>\$8,202,745</u></u>	<u><u>\$12,529,814</u></u>

ATHENS CITY SCHOOL DISTRICT

*Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2019*

	Food Service	Other Local Support	District Managed Activities	Other State Support
<u>Assets:</u>				
Equity In Pooled Cash, Cash Equivalents and Investments	\$1,584	\$524,609	\$89,678	\$7,647
Intergovernmental Receivable	0	0	0	0
Materials and Supplies Inventory	5,435	0	0	0
Inventory Held for Resale	13,734	0	0	0
<i>Total Assets</i>	<u>\$20,753</u>	<u>\$524,609</u>	<u>\$89,678</u>	<u>\$7,647</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$0	\$0	\$8,251	\$0
Accrued Wages and Benefits	44,352	1,645	0	0
Intergovernmental Payable	6,330	569	0	0
Interfund Payable	0	0	0	1,692
<i>Total Liabilities</i>	<u>50,682</u>	<u>2,214</u>	<u>8,251</u>	<u>1,692</u>
<u>Deferred Inflows of Resources:</u>				
Intergovernmental	0	0	0	0
<u>Fund Balances:</u>				
Nonspendable	5,435	0	0	0
Restricted	0	522,395	81,427	7,647
Unassigned	(35,364)	0	0	(1,692)
<i>Total Fund Balances (Deficits)</i>	<u>(29,929)</u>	<u>522,395</u>	<u>81,427</u>	<u>5,955</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$20,753</u>	<u>\$524,609</u>	<u>\$89,678</u>	<u>\$7,647</u>

Title VI-B	Title I	Other Federal Support	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$623,518
302,382	284,994	235,013	822,389
0	0	0	5,435
0	0	0	13,734
<u>\$302,382</u>	<u>\$284,994</u>	<u>\$235,013</u>	<u>\$1,465,076</u>
\$0	\$31,470	\$14,661	\$54,382
110,902	154,302	19,695	330,896
4,399	6,121	65,616	83,035
62,830	122,650	36,575	223,747
<u>178,131</u>	<u>314,543</u>	<u>136,547</u>	<u>692,060</u>
<u>302,382</u>	<u>284,994</u>	<u>235,013</u>	<u>822,389</u>
0	0	0	5,435
0	0	0	611,469
<u>(178,131)</u>	<u>(314,543)</u>	<u>(136,547)</u>	<u>(666,277)</u>
<u>(178,131)</u>	<u>(314,543)</u>	<u>(136,547)</u>	<u>(49,373)</u>
<u>\$302,382</u>	<u>\$284,994</u>	<u>\$235,013</u>	<u>\$1,465,076</u>

ATHENS CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2019

	Food Service	Other Local Support	District Managed Activities	Other State Support
<u>Revenues:</u>				
Intergovernmental	\$419,845	\$89,371	\$0	\$65,014
Extracurricular Activities	0	0	96,598	0
Charges for Services	222,507	0	0	0
Contributions and Donations	0	0	327	0
Miscellaneous	4,996	0	0	0
<i>Total Revenues</i>	<u>647,348</u>	<u>89,371</u>	<u>96,925</u>	<u>65,014</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular	0	4,818	0	43,636
Special	0	0	1,350	125
<i>Support Services:</i>				
Pupil	0	4,180	0	164
Instructional Staff	0	11,154	0	8,573
Administration	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Operation of Non-Instructional Services	741,313	0	0	0
Extracurricular Activities	0	0	106,286	0
Capital Outlay	0	1,350	0	2,833
<i>Total Expenditures</i>	<u>741,313</u>	<u>21,502</u>	<u>107,636</u>	<u>55,331</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(93,965)	67,869	(10,711)	9,683
<u>Other Financing Sources:</u>				
Transfers In	74,000	0	0	0
<i>Total Other Financing Sources</i>	<u>74,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(19,965)	67,869	(10,711)	9,683
<i>Fund Balances (Deficits) at Beginning of Year</i>	(9,964)	454,526	92,138	(3,728)
<i>Fund Balances (Deficits) at End of Year</i>	<u>(\$29,929)</u>	<u>\$522,395</u>	<u>\$81,427</u>	<u>\$5,955</u>

Title VI-B	Title I	Other Federal Support	Total Nonmajor Special Revenue Funds
\$597,704	\$935,888	\$428,861	\$2,536,683
0	0	0	96,598
0	0	0	222,507
0	0	0	327
0	0	0	4,996
<u>597,704</u>	<u>935,888</u>	<u>428,861</u>	<u>2,861,111</u>
0	0	281,643	330,097
630,227	785,730	27,843	1,445,275
0	76,151	1,875	82,370
624	15,819	133,900	170,070
0	0	15,063	15,063
0	0	4,686	4,686
0	0	9,092	9,092
0	0	0	741,313
0	0	0	106,286
0	0	0	4,183
<u>630,851</u>	<u>877,700</u>	<u>474,102</u>	<u>2,908,435</u>
(33,147)	58,188	(45,241)	(47,324)
<u>0</u>	<u>0</u>	<u>0</u>	<u>74,000</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>74,000</u>
(33,147)	58,188	(45,241)	26,676
<u>(144,984)</u>	<u>(372,731)</u>	<u>(91,306)</u>	<u>(76,049)</u>
<u>(\$178,131)</u>	<u>(\$314,543)</u>	<u>(\$136,547)</u>	<u>(\$49,373)</u>

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$15,876,031	\$15,673,274	\$15,673,274	\$0
Income Taxes	4,237,055	3,977,882	3,977,882	0
Intergovernmental	9,428,873	9,383,412	9,383,412	0
Interest	199,263	275,224	298,274	23,050
Tuition and Fees	2,604,476	2,302,775	2,302,775	0
Rent	73,077	75,080	75,080	0
Customer Sales and Services	51,069	44,037	44,037	0
Payment in Lieu of Taxes	219,421	193,524	193,524	0
Miscellaneous	310,161	481,077	481,834	757
Total Revenues	32,999,426	32,406,285	32,430,092	23,807
Expenditures:				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Regular</i>				
Salaries	9,683,799	9,425,225	9,425,225	0
Fringe Benefits	3,514,165	3,596,558	3,596,558	0
Purchased Services	2,137,575	1,858,322	1,762,636	95,686
Materials and Supplies	948,180	819,666	782,833	36,833
Total Regular Instruction	16,283,719	15,699,771	15,567,252	132,519
<i>Special</i>				
Salaries	2,055,698	2,334,568	2,334,568	0
Fringe Benefits	1,249,004	1,466,128	1,466,128	0
Purchased Services	704,913	754,037	749,135	4,902
Materials and Supplies	52,118	29,282	29,109	173
Total Special Instruction	4,061,733	4,584,015	4,578,940	5,075
<i>Vocational</i>				
Salaries	74,960	75,214	75,214	0
Fringe Benefits	11,780	11,847	11,847	0
Purchased Services	6,026	2,977	2,977	0
Materials and Supplies	24,000	10,459	10,459	0
Capital Outlay	0	344	344	0
Total Vocational Instruction	116,766	100,841	100,841	0
<i>Student Intervention Services</i>				
Salaries	73,382	73,630	73,630	0
Fringe Benefits	28,430	30,090	30,090	0
Total Student Intervention Services	101,812	103,720	103,720	0
Total Instruction	20,564,030	20,488,347	20,350,753	137,594
<i>Support Services:</i>				
<i>Pupils</i>				
Salaries	1,512,979	1,491,380	1,491,380	0
Fringe Benefits	744,540	768,785	768,785	0
Purchased Services	238,081	231,732	225,864	5,868
Materials and Supplies	15,375	13,309	12,808	501
Total Pupils	2,510,975	2,505,206	2,498,837	6,369

(Continued)

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Instructional Staff				
Salaries	336,537	359,971	359,971	0
Fringe Benefits	267,842	238,919	238,919	0
Purchased Services	420,026	242,224	235,560	6,664
Materials and Supplies	8,156	6,175	5,785	390
Capital Outlay	1,300	1,000	1,000	0
Total Instructional Staff	1,033,861	848,289	841,235	7,054
Board of Education				
Salaries	11,570	8,625	8,625	0
Fringe Benefits	1,638	1,197	1,197	0
Purchased Services	126,273	123,053	121,906	1,147
Materials and Supplies	2,000	1,947	947	1,000
Other	20,074	24,348	22,771	1,577
Total Board of Education	161,555	159,170	155,446	3,724
Administration				
Salaries	1,720,426	1,672,848	1,672,848	0
Fringe Benefits	644,627	682,557	682,557	0
Purchased Services	33,097	19,574	19,380	194
Materials and Supplies	20,561	13,216	10,260	2,956
Other	30,000	29,063	29,063	0
Capital Outlay	1,700	1,427	1,427	0
Total Administration	2,450,411	2,418,685	2,415,535	3,150
Fiscal				
Salaries	347,488	341,842	341,842	0
Fringe Benefits	162,284	171,346	171,346	0
Purchased Services	28,692	25,443	23,224	2,219
Materials and Supplies	7,091	4,686	3,437	1,249
Other	20,488	17,500	17,500	0
Total Fiscal	566,043	560,817	557,349	3,468
Business				
Salaries	2,087	2,034	2,034	0
Fringe Benefits	474	476	476	0
Other	12,500	11,640	11,640	0
Total Business	15,061	14,150	14,150	0
Operation and Maintenance of Plant				
Salaries	1,323,774	1,318,700	1,318,700	0
Fringe Benefits	594,826	637,584	637,584	0
Purchased Services	960,955	949,447	874,166	75,281
Materials and Supplies	254	198,270	198,045	225
Other	70,000	70,534	70,534	0
Total Operation and Maintenance of Plant	2,949,809	3,174,535	3,099,029	75,506

(Continued)

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Pupil Transportation				
Salaries	664,828	660,039	660,039	0
Fringe Benefits	374,391	396,189	396,189	0
Purchased Services	14,715	10,664	9,341	1,323
Materials and Supplies	360,047	277,178	263,474	13,704
Other	35,000	37,531	37,531	0
Total Pupil Transportation	1,448,981	1,381,601	1,366,574	15,027
Total Support Services	11,136,696	11,062,453	10,948,155	114,298
<i>Operation of Non-Instructional Services:</i>				
Food Service Operations				
Salaries	38,444	38,444	38,444	0
Fringe Benefits	0	48,779	32,320	16,459
Total Food Service Operations	38,444	87,223	70,764	16,459
Shared Services				
Other	445,000	419,043	419,043	0
Total Shared Services	445,000	419,043	419,043	0
Total Operation of Non-Instructional Services	483,444	506,266	489,807	16,459
<i>Extracurricular Activities:</i>				
Academic Oriented Activities				
Salaries	118,493	123,016	123,016	0
Fringe Benefits	32,262	37,072	37,072	0
Total Academic Oriented Activities	150,755	160,088	160,088	0
Sport Oriented Activities				
Salaries	280,389	289,288	289,288	0
Fringe Benefits	60,701	57,311	57,189	122
Purchased Services	10,200	10,100	10,074	26
Total Sport Oriented Activities	351,290	356,699	356,551	148
Total Extracurricular Activities	502,045	516,787	516,639	148
<i>Capital Outlay:</i>				
Building Improvement Services				
Capital Outlay	33,500	33,421	33,421	0
Total Building Improvement Services	33,500	33,421	33,421	0
Total Capital Outlay	33,500	33,421	33,421	0
<i>Total Expenditures</i>	32,719,715	32,607,274	32,338,775	268,499
Excess of Revenues Over (Under) Expenditures	279,711	(200,989)	91,317	292,306
<u>Other Financing Uses:</u>				
Transfers Out	(75,000)	(74,000)	(74,000)	0
Total Other Financing Uses	(75,000)	(74,000)	(74,000)	0
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	204,711	(274,989)	17,317	292,306
Fund Balance at Beginning of Year	9,660,538	9,660,538	9,660,538	0
Prior Year Encumbrances Appropriated	881,457	881,457	881,457	0
Fund Balance at End of Year	\$10,746,706	\$10,267,006	\$10,559,312	\$292,306

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Property Taxes	\$1,515,795	\$1,471,173	\$1,471,173	\$0
Intergovernmental	145,539	142,876	142,877	1
Interest	47,499	62,962	68,272	5,310
Total Revenues	1,708,833	1,677,011	1,682,322	5,311
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Purchased Services	62,400	59,037	59,037	0
Materials and Supplies	127,664	130,818	129,963	855
Capital Outlay	232,108	200,419	199,996	423
Total Regular	422,172	390,274	388,996	1,278
Student Intervention Services				
Materials and Supplies	1,500	1,500	1,500	0
Total Instruction	423,672	391,774	390,496	1,278
<i>Support Services:</i>				
Instructional Staff				
Materials and Supplies	8,992	6,073	6,073	0
Capital Outlay	3,390	1,239	1,239	0
Total Instructional Staff	12,382	7,312	7,312	0
Board of Education				
Purchased Services	1,340	840	840	0
Total Board of Education	1,340	840	840	0
Administration				
Purchased Services	2,000	1,680	1,680	0
Capital Outlay	4,295	4,295	4,295	0
Total Administration	6,295	5,975	5,975	0
Fiscal				
Purchased Services	12,500	11,159	9,978	1,181
Capital Outlay	6,000	4,499	4,499	0
Total Fiscal	18,500	15,658	14,477	1,181
Pupil Transportation				
Purchased Services	20,000	18,023	18,017	6
Material and Supplies	53,000	40,450	38,959	1,491
Capital Outlay	376,983	373,350	373,001	349
Total Pupil Transportation	449,983	431,823	429,977	1,846
Total Support Services	488,500	461,608	458,581	3,027

(Continued)

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>Operation of Non-Instructional Services:</i>				
Food Service Operation				
Materials and Supplies	7,500	5,540	5,540	0
Capital Outlay	21,001	20,899	20,899	0
Total Food Service Operation	28,501	26,439	26,439	0
Shared Services				
Other	40,000	33,992	33,992	0
Total Operation of Non-Instructional Services	68,501	60,431	60,431	0
<i>Extracurricular Activities:</i>				
Academic Oriented Activities				
Capital Outlay	12,000	11,371	11,371	0
Sport Oriented Activities				
Purchased Services	3,745	3,745	3,745	0
Total Sport Oriented Activities	3,745	3,745	3,745	0
Total Extracurricular Activities	15,745	15,116	15,116	0
<i>Capital Outlay:</i>				
Site Acquisition Services				
Capital Outlay	242,000	242,296	242,296	0
Site Improvement Services				
Capital Outlay	30,000	20,885	20,885	0
Architecture and Engineering Services				
Purchased Services	39,320	9,383	9,383	0
Building Improvement Services				
Purchased Services	294,396	331,515	323,460	8,055
Materials and Supplies	12,000	12,000	12,000	0
Total Building Improvement Services	306,396	343,515	335,460	8,055
Other Facilities Acquisition and Construction				
Purchased Services	37,628	35,478	35,478	0
Capital Outlay	168	0	0	0
Total Other Facilities Acquisition and Construction	37,796	35,478	35,478	0
Total Capital Outlay	655,512	651,557	643,502	8,055
Total Expenditures	1,651,930	1,580,486	1,568,126	12,360
Excess of Revenues Over (Under) Expenditures	56,903	96,525	114,196	17,671
Fund Balance at Beginning of Year	3,244,617	3,244,617	3,244,617	0
Prior Year Encumbrances Appropriated	617,397	617,397	617,397	0
Fund Balance at End of Year	\$3,918,917	\$3,958,539	\$3,976,210	\$17,671

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Classroom Facilities Construction Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>				
Interest	\$15,000	\$0	\$100,874	100,874
<u>Expenditures</u>				
<i>Capital Outlay:</i>				
Site Improvement Services				
Capital Outlay	50,000	49,950	49,950	0
Architecture and Engineering Services				
Purchased Services	3,650,600	49,500	49,500	0
Building Improvement Services				
Materials and Supplies	240,000	238,754	238,754	0
Total Capital Outlay	3,940,600	338,204	338,204	0
Total Expenditures	3,940,600	338,204	338,204	0
Excess of Revenues Over (Under) Expenditures	(3,925,600)	(338,204)	(237,330)	100,874
<u>Other Financing Sources:</u>				
Transfers In	51,507,004	51,507,004	51,507,004	0
Total Other Financing Sources	51,507,004	51,507,004	51,507,004	0
Excess of Revenue and Other Financing Sources Over (Under) Expenditures	47,581,404	51,168,800	51,269,674	100,874
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	\$47,581,404	\$51,168,800	\$51,269,674	\$100,874

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Food Service Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$482,500	\$419,845	\$419,845	\$0
Customer Sales and Service	177,607	222,296	222,507	211
Miscellaneous	0	4,995	4,996	1
<i>Total Revenues</i>	660,107	647,136	647,348	212
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Operation of Non-Instructional Services:</i>				
Food Service				
Salaries	267,327	252,356	252,356	0
Fringe Benefits	195,373	190,388	190,388	0
Purchased Services	7,000	6,572	6,572	0
Materials and Supplies	286,000	284,142	284,142	0
Other	500	139	139	0
Total Operation of Non-Instructional Services	756,200	733,597	733,597	0
<i>Total Expenditures</i>	756,200	733,597	733,597	0
Excess of Revenues Over (Under) Expenditures	(96,093)	(86,461)	(86,249)	212
<u>Other Financing Sources:</u>				
Transfers In	74,000	74,000	74,000	0
<i>Total Other Financing Sources</i>	74,000	74,000	74,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(22,093)	(12,461)	(12,249)	212
Fund Balance at Beginning of Year	13,833	13,833	13,833	0
Fund Balance at End of Year	(\$8,260)	\$1,372	\$1,584	\$212

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Other Local Support Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$6,995	\$89,371	\$89,371	\$0
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries	0	1,400	104	1,296
Fringe Benefits	0	110	0	110
Purchased Services	18	4,018	607	3,411
Materials and Supplies	2,995	4,895	4,069	826
Other	0	1,000	38	962
Total Regular	3,013	11,423	4,818	6,605
<i>Support Services:</i>				
Pupils				
Purchased Services	0	900	891	9
Materials and Supplies	2,084	1,184	1,107	77
Capital Outlay	3,000	3,000	2,279	721
Total Pupils	5,084	5,084	4,277	807
Instructional Staff				
Salaries	1,275	10,925	10,898	27
Fringe Benefits	1,760	1,760	1,676	84
Total Instructional Staff	3,035	12,685	12,574	111
Total Support Services	8,119	17,769	16,851	918
<i>Capital Outlay:</i>				
Building Improvement Services				
Capital Outlay	1,350	1,350	1,350	0
Total Site Improvement Services	1,350	1,350	1,350	0
Total Capital Outlay	1,350	1,350	1,350	0
Total Expenditures	12,482	30,542	23,019	7,523
Excess of Revenues Over (Under) Expenditures	(5,487)	58,829	66,352	7,523
Fund Balance at Beginning of Year	458,142	458,142	458,142	0
Prior Year Encumbrances Appropriated	18	18	18	0
Fund Balance at End of Year	\$452,673	\$516,989	\$524,512	\$7,523

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
District Managed Student Activities Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Extracurricular Activities	\$68,050	\$96,598	\$96,598	\$0
Contributions and Donations	0	327	327	0
<i>Total Revenues</i>	<u>68,050</u>	<u>96,925</u>	<u>96,925</u>	<u>0</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Special</i>				
Purchased Services	<u>0</u>	<u>1,350</u>	<u>1,350</u>	<u>0</u>
<i>Extracurricular Activities:</i>				
<i>Academic Oriented Activities</i>				
Materials and Supplies	<u>200</u>	<u>6,370</u>	<u>6,359</u>	<u>11</u>
<i>Total Academic Oriented Extracurricular Activities</i>	<u>200</u>	<u>6,370</u>	<u>6,359</u>	<u>11</u>
<i>Sport Oriented Activities</i>				
Purchased Services	49,700	65,784	65,684	100
Materials and Supplies	60,564	57,304	57,144	160
Other	900	1,434	1,434	0
Capital Outlay	<u>13,650</u>	<u>15,769</u>	<u>15,769</u>	<u>0</u>
<i>Total Sport Oriented Extracurricular Activities</i>	<u>124,814</u>	<u>140,291</u>	<u>140,031</u>	<u>260</u>
<i>Total Extracurricular Activities</i>	<u>125,014</u>	<u>146,661</u>	<u>146,390</u>	<u>271</u>
<i>Total Expenditures</i>	<u>125,014</u>	<u>148,011</u>	<u>147,740</u>	<u>271</u>
Excess of Revenues Over (Under) Expenditures	(56,964)	(51,086)	(50,815)	271
Fund Balance at Beginning of Year	91,600	91,600	91,600	0
Prior Year Encumbrances Appropriated	<u>40,163</u>	<u>40,163</u>	<u>40,163</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>\$74,799</u>	<u>\$80,677</u>	<u>\$80,948</u>	<u>\$271</u>

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Other State Support Fund
For the Fiscal Year Ended June 30, 2019*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	\$72,967	\$72,967	\$65,014	(\$7,953)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries	43,636	40,000	40,000	0
Materials and Supplies	188	96	96	0
Total Regular Instruction	<u>43,824</u>	<u>40,096</u>	<u>40,096</u>	<u>0</u>
Special				
Purchased Services	150	125	125	0
Materials and Supplies	1,199	1,157	1,157	0
Total Special Instruction	<u>1,349</u>	<u>1,282</u>	<u>1,282</u>	<u>0</u>
Total Instruction	<u>45,173</u>	<u>41,378</u>	<u>41,378</u>	<u>0</u>
<i>Support Services:</i>				
Pupils				
Purchased Services	3,530	3,530	3,530	0
Total Pupils	<u>3,530</u>	<u>3,530</u>	<u>3,530</u>	<u>0</u>
Instructional Staff				
Purchased Services	8,368	8,368	8,018	350
Materials and Supplies	1,000	1,000	1,000	0
Total Instructional Staff	<u>9,368</u>	<u>9,368</u>	<u>9,018</u>	<u>350</u>
Total Support Services	<u>12,898</u>	<u>12,898</u>	<u>12,548</u>	<u>350</u>
<i>Capital Outlay:</i>				
Architecture and Engineering Services				
Purchased Services	0	14,583	2,833	11,750
Total Capital Outlay	<u>0</u>	<u>14,583</u>	<u>2,833</u>	<u>11,750</u>
Total Expenditures	<u>58,071</u>	<u>68,859</u>	<u>56,759</u>	<u>12,100</u>
Excess of Revenues Over (Under) Expenditures	14,896	4,108	8,255	4,147
Fund Balance (Deficit) at Beginning of Year	(6,469)	(6,469)	(6,469)	0
Prior Year Encumbrances Appropriated	<u>3,724</u>	<u>3,724</u>	<u>3,724</u>	<u>0</u>
Fund Balance at End of Year	<u>\$12,151</u>	<u>\$1,363</u>	<u>\$5,510</u>	<u>\$4,147</u>

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
 Title VI-B Fund
 For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$226,178	\$893,475	\$597,704	(\$295,771)
<u>Expenditures:</u>				
<i>Current:</i>				
Instruction:				
Special				
Salaries	132,083	602,991	545,687	57,304
Purchased Services	110,465	110,445	53,533	56,912
Materials and Supplies	45,710	88,491	17,843	70,648
Total Special Instruction	288,258	801,927	617,063	184,864
Total Instruction	288,258	801,927	617,063	184,864
<i>Support Services:</i>				
Instructional Staff				
Purchased Services	0	37,950	1,174	36,776
Total Instructional Staff	0	37,950	1,174	36,776
Administration				
Materials and Supplies	5,000	5,000	0	5,000
Total Administration	5,000	5,000	0	5,000
<i>Total Expenditures</i>	293,258	844,877	618,237	226,640
Excess of Revenues Over (Under) Expenditures	(67,080)	48,598	(20,533)	(69,131)
Fund Balance (Deficit) at Beginning of Year	(58,403)	(58,403)	(58,403)	0
Prior Year Encumbrances Appropriated	9,472	9,472	9,472	0
Fund Balance (Deficit) at End of Year	(\$116,011)	(\$333)	(\$69,464)	(\$69,131)

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Title I Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$1,220,881	\$1,220,881	\$935,888	(\$284,993)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Special				
Salaries	290,707	705,381	662,892	42,489
Purchased Services	48,901	60,425	45,415	15,010
Materials and Supplies	25,079	42,407	40,117	2,290
Capital Outlay	33,280	87,716	87,720	(4)
Total Special Instruction	<u>397,967</u>	<u>895,929</u>	<u>836,144</u>	<u>59,785</u>
Total Instruction	397,967	895,929	836,144	59,785
<i>Support Services:</i>				
Pupils				
Salaries	0	64,695	52,764	11,931
Purchased Services	0	16,000	9,240	6,760
Materials and Supplies	4,000	3,779	1,390	2,389
Total Pupils	<u>4,000</u>	<u>84,474</u>	<u>63,394</u>	<u>21,080</u>
Instructional Staff				
Salaries	0	14,900	0	14,900
Purchased Services	15,241	48,483	17,148	31,335
Materials and Supplies	12,382	5,727	2,205	3,522
Total Instructional Staff	<u>27,623</u>	<u>69,110</u>	<u>19,353</u>	<u>49,757</u>
Administration				
Purchased Services	2,981	2,500	2,500	0
Total Administration	<u>2,981</u>	<u>2,500</u>	<u>2,500</u>	<u>0</u>
Total Support Services	<u>34,604</u>	<u>156,084</u>	<u>85,247</u>	<u>70,837</u>
Total Expenditures	<u>432,571</u>	<u>1,052,013</u>	<u>921,391</u>	<u>130,622</u>
Excess of Revenues Over (Under) Expenditures	788,310	168,868	14,497	(154,371)
Fund Balance (Deficit) at Beginning of Year	(251,696)	(251,696)	(251,696)	0
Prior Year Encumbrances Appropriated	79,930	79,930	79,930	0
Fund Balance (Deficit) at End of Year	<u><u>\$616,544</u></u>	<u><u>(\$2,898)</u></u>	<u><u>(\$157,269)</u></u>	<u><u>(\$154,371)</u></u>

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Other Federal Support Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$423,781	\$670,239	\$428,861	(\$241,378)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries	18,910	119,694	100,014	19,680
Purchased Services	177,986	205,924	194,459	11,465
Materials and Supplies	5,158	29,333	27,645	1,688
Other	0	6,000	0	6,000
Total Regular Instruction	<u>202,054</u>	<u>360,951</u>	<u>322,118</u>	<u>38,833</u>
Special				
Salaries	13,965	23,465	23,464	1
Purchased Services	0	4,985	4,927	58
Materials and Supplies	6,760	8,279	1,931	6,348
Total Special Instruction	<u>20,725</u>	<u>36,729</u>	<u>30,322</u>	<u>6,407</u>
Total Instruction	<u>222,779</u>	<u>397,680</u>	<u>352,440</u>	<u>45,240</u>
<i>Support Services:</i>				
Pupils				
Purchased Services	2,919	2,626	2,626	0
Materials and Supplies	0	2,000	146	1,854
Total Pupils	<u>2,919</u>	<u>4,626</u>	<u>2,772</u>	<u>1,854</u>
Instructional Staff				
Purchased Services	84,863	173,815	131,053	42,762
Materials and Supplies	0	9,953	9,845	108
Total Instructional Staff	<u>84,863</u>	<u>183,768</u>	<u>140,898</u>	<u>42,870</u>
Administration				
Purchased Services	31,301	18,307	18,308	(1)
Operation and Maintenance of Plant				
Purchased Services	0	4,000	3,259	741
Capital Outlay	0	6,500	1,477	5,023
Total Operation and Maintenance of Plant	<u>0</u>	<u>10,500</u>	<u>4,736</u>	<u>5,764</u>
Pupil Transportation				
Purchased Services	9,590	10,830	10,830	0
Other	11,180	11,180	11,180	0
Total Pupil Transportation	<u>20,770</u>	<u>22,010</u>	<u>22,010</u>	<u>0</u>
Total Support Services	<u>139,853</u>	<u>239,211</u>	<u>188,724</u>	<u>50,487</u>
Total Expenditures	<u>362,632</u>	<u>636,891</u>	<u>541,164</u>	<u>95,727</u>
Excess of Revenues Over (Under) Expenditures	61,149	33,348	(112,303)	(145,651)
Fund Balance (Deficit) at Beginning of Year	(142,175)	(142,175)	(142,175)	0
Prior Year Encumbrances Appropriated	<u>108,912</u>	<u>108,912</u>	<u>108,912</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>\$27,886</u>	<u>\$85</u>	<u>(\$145,566)</u>	<u>(\$145,651)</u>

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$2,554,228	\$1,773,769	\$1,773,769	\$0
Intergovernmental	72,110	86,187	86,187	0
<i>Total Revenues</i>	2,626,338	1,859,956	1,859,956	0
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Operation of Non-Instructional:</i>				
Shared Services				
Other	50,000	40,460	40,460	0
<i>Debt Service:</i>				
Principal Retirement	750,000	750,000	750,000	0
Interest and Fiscal Charges	263,496	263,496	263,496	0
<i>Total Expenditures</i>	1,063,496	1,053,956	1,053,956	0
Excess of Revenues Over (Under) Expenditures	1,562,842	806,000	806,000	0
<u>Other Financing Sources:</u>				
Premium on Bonds Issued	2,254,740	2,254,740	2,254,740	0
<i>Total Other Financing Sources</i>	2,254,740	2,254,740	2,254,740	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	3,817,582	3,060,740	3,060,740	0
Fund Balance at Beginning of Year	1,176,595	1,176,595	1,176,595	0
Fund Balance at End of Year	\$4,994,177	\$4,237,335	\$4,237,335	\$0

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Building Fund
For the Fiscal Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Interest	\$0	\$72,666	\$88,790	\$16,124
Miscellaneous	10,612	10,612	10,612	0
Total Revenues	<u>10,612</u>	<u>83,278</u>	<u>99,402</u>	<u>16,124</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Support Services:</i>				
<i>Fiscal</i>				
Purchased Services	5,000	5,000	450	4,550
Total Support Services	<u>5,000</u>	<u>5,000</u>	<u>450</u>	<u>4,550</u>
<i>Capital Outlay:</i>				
<i>Site Acquisition Services</i>				
Capital Outlay	523,364	523,364	523,364	0
<i>Building Improvement Services</i>				
Capital Outlay	400,000	365,839	365,839	0
Total Capital Outlay	<u>923,364</u>	<u>889,203</u>	<u>889,203</u>	<u>0</u>
<i>Debt Service:</i>				
Principal Retirement	9,850,000	9,850,000	9,850,000	0
Issuance Costs	589,987	589,987	589,987	0
Total Debt Service	<u>10,439,987</u>	<u>10,439,987</u>	<u>10,439,987</u>	<u>0</u>
Total Expenditures	<u>11,368,351</u>	<u>11,334,190</u>	<u>11,329,640</u>	<u>4,550</u>
Excess of Revenues Over (Under) Expenditures	(11,357,739)	(11,250,912)	(11,230,238)	20,674
<u>Other Financing Sources and Uses:</u>				
General Obligation Bonds Issued	60,500,000	60,500,000	60,500,000	0
Notes Issued	9,850,000	9,850,000	9,850,000	0
Premium on Bonds and Notes Issued	589,987	589,987	589,987	0
Transfers Out	(51,507,004)	(51,507,004)	(51,507,004)	0
Total Other Financing Sources (Uses)	<u>19,432,983</u>	<u>19,432,983</u>	<u>19,432,983</u>	<u>0</u>
Excess of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	8,075,244	8,182,071	8,202,745	(20,674)
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$8,075,244</u>	<u>\$8,182,071</u>	<u>\$8,202,745</u>	<u>\$20,674</u>

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Tuition and Fees	\$47,204	\$47,204	\$47,204	\$0
<u>Expenditures:</u>				
<i>Current:</i>				
Instruction:				
Regular				
Materials and Supplies	68,337	50,825	50,128	697
Other	0	486	486	0
Total Instruction	68,337	51,311	50,614	697
Support Services:				
Pupils				
Materials and Supplies	19,518	1,052	1,052	0
Total Support Services	19,518	1,052	1,052	0
<i>Total Expenditures</i>	87,855	52,363	51,666	697
Excess of Revenues Over (Under) Expenditures	(40,651)	(5,159)	(4,462)	697
Fund Balance at Beginning of Year	41,520	41,520	41,520	0
Prior Year Encumbrances Appropriated	4,624	4,624	4,624	0
Fund Balance at End of Year	\$5,493	\$40,985	\$41,682	\$697

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Public School Support Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Tuition and Fees	\$0	\$18,744	\$18,744	\$0
Extracurricular Activities	4,683	15,216	15,216	0
Gifts and Donations	1,810	2,643	2,643	0
<i>Total Revenues</i>	6,493	36,603	36,603	0
<u>Expenditures:</u>				
<i>Current:</i>				
Instruction:				
Regular				
Purchased Services	3,580	4,027	4,027	0
Materials and Supplies	21,591	20,833	20,498	335
Other	3,602	2,041	1,942	99
Capital Outlay	6,139	3,484	3,484	0
Total Regular	34,912	30,385	29,951	434
Support Services:				
Instructional Staff				
Purchased Services	1,300	1,000	1,000	0
Total Instructional Staff	1,300	1,000	1,000	0
Administration				
Materials and Supplies	2,935	973	973	0
Capital Outlay	500	315	315	0
Total Administration	3,435	1,288	1,288	0
Total Support Services	4,735	2,288	2,288	0
<i>Total Expenditures</i>	39,647	32,673	32,239	434
Excess of Revenues Over (Under) Expenditures	(33,154)	3,930	4,364	434
Fund Balance at Beginning of Year	55,541	55,541	55,541	0
Prior Year Encumbrances Appropriated	5,841	5,841	5,841	0
Fund Balance at End of Year	\$28,228	\$65,312	\$65,746	\$434

ATHENS CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Termination Benefits Fund
For the Fiscal Year Ended June 30, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>	\$0	\$0	\$0	\$0
<u>Expenditures:</u>				
<i>Current:</i>				
Instruction:				
Regular				
Salaries	450,000	13,500	13,500	0
Fringe Benefits	0	439	439	0
Total Regular	<u>450,000</u>	<u>13,939</u>	<u>13,939</u>	<u>0</u>
Support Services:				
Administration				
Salaries	0	53	53	0
Operation and Maintenance of Plant				
Salaries	0	617	617	0
Fringe Benefits	0	9	9	0
Total Operation and Maintenance of Plant	<u>0</u>	<u>626</u>	<u>626</u>	<u>0</u>
Total Support Services	<u>0</u>	<u>679</u>	<u>679</u>	<u>0</u>
<i>Total Expenditures</i>	<u>450,000</u>	<u>14,618</u>	<u>14,618</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	(450,000)	(14,618)	(14,618)	0
Fund Balance at Beginning of Year	<u>494,872</u>	<u>494,872</u>	<u>494,872</u>	<u>0</u>
Fund Balance at End of Year	<u>\$44,872</u>	<u>\$480,254</u>	<u>\$480,254</u>	<u>\$0</u>

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Unclaimed Monies Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Miscellaneous	\$0	\$0	\$3,174	\$3,174
<i>Total Revenues</i>	0	0	3,174	3,174
<u>Expenditures</u>				
<i>Current:</i>				
Support Services:				
Fiscal				
Other	0	3,174	0	3,174
<i>Total Expenditures</i>	0	3,174	0	3,174
Excess of Revenues Over (Under) Expenditures	0	(3,174)	3,174	6,348
Fund Balance at Beginning of Year	136,629	136,629	136,629	0
Fund Balance at End of Year	\$136,629	\$133,455	\$139,803	\$6,348

ATHENS CITY SCHOOL DISTRICT
Description of Proprietary Fund

INTERNAL SERVICE FUND

The Internal Service Fund is used to account for the financing of services provided by one department to other departments of the District on a cost-reimbursement basis. The following is a description of the District's nonmajor internal service fund.

Employee Benefits Self-Insurance

A fund used to account for health and prescription drug self-insurance revenues and expenses. Since this is the only internal service fund, no combining statements for the internal service fund are presented.

ATHENS CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual (Budget Basis)*
Employee Benefits Fund
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Charges for Services	\$5,000,000	\$5,646,457	\$5,646,457	\$0
Other Revenues	0	303,022	303,022	0
<i>Total Revenues</i>	5,000,000	5,949,479	5,949,479	0
<u>Expenses:</u>				
Purchased Services	5,000	5,000	3,838	1,162
Claims	6,500,000	6,550,889	5,672,650	878,239
Other	5,100	5,093	4,544	549
<i>Total Expenses</i>	6,510,100	6,560,982	5,681,032	879,950
Operating Income (Loss)	(1,510,100)	(611,503)	268,447	879,950
<u>Nonoperating Revenues:</u>				
Interest	10,000	60,800	67,879	7,079
<i>Total Nonoperating Revenues</i>	10,000	60,800	67,879	7,079
Excess of Revenues Over (Under) Expenses	(1,500,100)	(550,703)	336,326	887,029
Fund Equity at Beginning of Year	5,417,279	5,417,279	5,417,279	0
Fund Equity at End of Year	\$3,917,179	\$4,866,576	\$5,753,605	\$887,029

ATHENS CITY SCHOOL DISTRICT
Description of Fiduciary Funds

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. These include private purpose trust and agency funds.

Agency Funds

Agency Funds are used to account for assets held by the District in a purely custodial capacity.

Student Managed Activities

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

Retirement Holding Account

A fund used to account for retirement amounts held until paid to the state retirement systems.

OHSAA Tournament

A fund used to account for the activity of Ohio High School Athletic Association tournaments operated by the District.

ATHENS CITY SCHOOL DISTRICT
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2019

	July 1, 2018 Balance	Additions	Deductions	June 30, 2019 Balance
<u>Student Managed Activities Fund</u>				
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$106,634	\$61,899	\$73,608	\$94,925
<u>Liabilities:</u>				
Due to Students	\$106,634	\$61,899	\$73,608	\$94,925
<u>Retirement Holding Account Fund</u>				
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$162,592	\$2,151,856	\$2,281,278	\$33,170
<u>Liabilities:</u>				
Intergovernmental Payable	\$162,592	\$2,151,856	\$2,281,278	\$33,170
<u>OHSAA Tournament Fund</u>				
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$0	\$5,601	\$2,685	\$2,916
<u>Liabilities:</u>				
Due to Others	\$0	\$5,601	\$2,685	\$2,916
<u>All Agency Funds</u>				
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$269,226	\$2,219,356	\$2,357,571	\$131,011
<u>Liabilities:</u>				
Due to Students	\$106,634	\$61,899	\$73,608	\$94,925
Intergovernmental Payable	162,592	2,151,856	2,281,278	33,170
Due to Others	0	5,601	2,685	2,916
<i>Total Liabilities</i>	\$269,226	\$2,219,356	\$2,357,571	\$131,011

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ATHENS CITY SCHOOL DISTRICT



STATISTICAL SECTION

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Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	119 - 125
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source(s), the property tax (and the income tax).	126 - 137
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	138 - 141
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	142 - 144
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	145 - 147

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

ATHENS CITY SCHOOL DISTRICT

Net Position by Component

Last Ten Fiscal Years

June 30, 2019

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Net Investment in Capital Assets	\$7,315,598	\$8,786,488	\$8,857,380	\$7,467,696	\$7,932,054	\$8,313,450	\$8,991,891	\$10,329,966	\$9,766,554	\$5,901,165
Restricted for:										
Capital Projects	3,015,336	3,065,004	2,283,355	2,151,335	2,358,289	2,236,037	2,410,381	2,714,049	3,711,701	4,053,819
Debt Service	3,007,989	3,081,065	3,242,403	3,332,478	2,739,262	3,027,337	2,345,481	1,437,658	1,227,323	4,215,968
Other Purposes	979,006	215,322	139,963	97,930	294,537	406,819	424,249	522,921	594,265	675,532
Unrestricted	<u>9,446,253</u>	<u>9,868,898</u>	<u>9,008,001</u>	<u>9,537,143</u>	<u>(36,296,928)</u>	<u>(36,321,646)</u>	<u>(35,093,219)</u>	<u>(34,693,227)</u>	<u>(27,199,475)</u>	<u>(20,985,565)</u>
Total Net Position	<u><u>\$23,764,182</u></u>	<u><u>\$25,016,777</u></u>	<u><u>\$23,531,102</u></u>	<u><u>\$22,586,582</u></u>	<u><u>(\$22,972,786)</u></u>	<u><u>(\$22,338,003)</u></u>	<u><u>(\$20,921,217)</u></u>	<u><u>(\$19,688,633)</u></u>	<u><u>(\$11,899,632)</u></u>	<u><u>(\$6,139,081)</u></u>

ATHENS CITY SCHOOL DISTRICT
Changes in Net Position of Governmental Activities
Last Ten Fiscal Years
June 30, 2019

	2010	2011	2012	2013	2014	#	2015	2016	2017	2018	2019
Expenses											
Regular Instruction	\$16,382,027	\$16,821,330	\$18,187,080	\$18,020,393	\$18,354,186		\$17,903,717	\$16,650,356	\$16,851,510	\$9,210,447	\$15,403,316
Special Instruction	3,685,796	3,563,124	3,860,753	4,028,772	4,147,144		4,520,384	4,904,826	4,994,128	2,332,832	5,278,032
Vocational Instruction	419,445	508,534	426,089	355,167	328,360		234,063	158,582	186,116	35,153	81,102
Student Intervention Services	148,213	133,738	140,530	136,099	109,975		90,459	81,869	106,173	25,980	84,328
Other Instruction	0	0	0	0	0		84,456	10,048	0	13,525	3,051
Pupil Support	1,520,110	1,419,013	1,424,781	1,396,533	2,270,423		2,101,842	2,140,408	2,479,998	1,286,751	2,202,057
Instructional Staff Support	2,479,736	2,583,514	2,585,026	2,139,691	746,302		680,483	550,573	750,700	738,809	920,416
Board of Education	164,636	123,282	124,844	105,858	114,855		130,783	87,584	122,726	90,005	136,150
Administration	1,938,680	1,794,241	1,893,072	1,724,782	2,166,427		2,358,785	2,290,517	2,460,475	885,094	2,068,157
Fiscal	702,311	664,616	663,653	674,254	641,031		660,982	658,024	597,760	234,839	484,845
Business	602,219	548,213	512,174	530,625	447,045		409,031	475,619	42,639	12,575	15,237
Operation and Maintenance of Plant	3,798,711	3,427,110	3,352,531	2,908,958	2,808,961		2,940,673	2,965,676	3,072,962	1,830,930	2,796,036
Pupil Transportation	1,923,397	1,887,563	1,751,924	2,000,573	1,829,180		1,721,523	1,600,270	1,628,415	798,058	1,569,914
Central	203,103	124,258	240,493	105,958	113,334		111,100	110,506	17,328	0	12,899
Operation of Food Services	849,165	823,199	804,940	739,455	723,193		697,962	723,360	655,495	475,847	677,151
Other Non-Instructional Services	5,398	33,650	11,221	4,791	9,054		6,386	8,260	578,641	482,332	579,462
Extracurricular Activities	475,833	617,610	520,707	498,454	548,371		683,852	564,768	691,919	665,258	637,361
Interest and Fiscal Charges	678,788	819,837	696,149	485,943	381,368		377,105	376,014	383,908	324,293	580,324
Issuance Costs	0	0	0	145,225	0	#	0	0	0	0	589,987
Total Expenses	35,977,568	35,892,832	37,195,967	36,001,531	35,739,209	#	35,713,586	34,357,260	35,620,893	19,442,728	34,119,825
Program Revenues											
Charges for Services											
Regular Instruction	2,788,133	2,570,188	2,467,045	2,590,938	2,613,660		2,716,822	2,941,850	2,822,530	2,694,353	2,424,994
Special Instruction	4,350	0	5,013	0	0		0	0	0	0	1,950
Pupil Support	6,529	0	0	11,902	10,933		14,249	2,777	10,498	12,842	944
Instructional Staff Support	11,264	0	0	0	0		0	0	1,818	1,076	1,020
Administration Support	1,725	0	11,585	0	1,745		2,862	3,028	2,726	3,660	1,018
Pupil Transportation	0	0	10,921	0	0		0	0	0	0	0
Central	1,200	0	0	0	0		0	0	0	0	0
Operation of Food Service	248,732	250,086	230,843	207,608	198,606		190,260	205,581	195,042	182,570	222,507
Extracurricular Activities	82,654	91,329	95,246	86,766	93,381		108,348	96,690	98,927	121,094	94,648
Operating Grants and Contributions											
Regular Instruction	3,061,087	3,470,501	906,437	218,087	411,819		429,569	446,478	369,030	164,804	311,174
Special Instruction	1,611,465	2,235,658	1,679,296	1,546,280	2,595,921		2,387,223	2,422,148	1,768,802	2,447,052	2,677,454
Vocational Instruction	55,593	56,010	56,010	56,010	44,679		37,726	31,618	33,195	32,657	32,652
Pupil Support	203,840	71,976	50,907	0	0		0	0	27,296	64,673	36,967
Instructional Staff Support	485,938	315,404	312,686	309,357	548,089		340,256	178,282	78,073	176,802	244,082
Board of Education	0	0	2,300	0	0		0	0	0	0	0
Administration	267,015	279,671	39,588	29,633	24,130		17,388	28,106	405	17,184	14,823
Fiscal	4,599	4,941	0	0	0		0	0	0	0	0
Operation and Maintenance of Plant	361,017	364,594	0	0	0		0	0	0	0	5,897
Pupil Transportation	830,122	762,255	72,456	41,171	78,267		1,055,519	884,252	909,220	910,417	721,126
Central	62,609	31,305	50,591	0	0		0	0	0	0	0
Operation of Food Service	496,980	487,611	525,116	508,717	499,025		487,306	499,969	372,356	482,190	419,845
Extracurricular Activities	1,471	15,307	3,082	4,589	18		52,518	5,602	1,861	42,987	327

(continued)

ATHENS CITY SCHOOL DISTRICT
Changes in Net Position of Governmental Activities (continued)
 Last Ten Fiscal Years
 June 30, 2019

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Capital Grants and Contributions										
Regular Instruction	0	0	0	103,250	88,250	60,250	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0	0	0	0	0	0
Pupil Transportation	0	225,000	0	0	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0	29,500	0	0	0
Total Program Revenues	10,586,323	11,231,836	6,519,122	5,714,308	7,208,523	7,900,296	7,775,881	6,691,779	7,354,361	7,211,428
Net Expense	(25,391,245)	(24,660,996)	(30,676,845)	(30,287,223)	(28,530,686)	(27,813,290)	(26,581,379)	(28,929,114)	(12,088,367)	(26,908,397)
General Revenues										
Property Taxes Levied for:										
General Purposes	13,028,423	12,674,696	13,064,362	13,519,257	13,649,758	13,601,179	13,665,531	14,889,536	15,838,958	16,211,707
Debt Service	1,201,213	1,191,370	1,243,495	1,204,329	1,382,006	1,403,556	902,152	717,304	757,058	1,886,585
Capital Outlay	1,155,002	1,139,281	1,258,171	1,356,453	1,377,365	1,341,312	1,343,504	1,450,246	1,497,056	1,533,606
Income Taxes	3,378,878	3,260,583	3,463,108	3,534,523	3,713,645	3,717,583	3,878,928	4,216,968	4,075,711	3,985,667
Grants and Entitlements not Restricted to Specific Programs	6,181,952	6,105,678	9,256,584	8,886,339	8,393,080	7,630,166	7,558,741	8,257,853	7,514,566	7,655,234
Payments in Lieu of Taxes	165,468	317,647	215,968	256,784	298,028	224,627	269,737	242,629	336,155	193,524
Investment Earnings	217,871	177,670	81,616	59,974	50,787	66,584	95,449	165,568	291,458	626,929
Miscellaneous	85,752	198,597	96,522	179,225	352,373	457,132	271,649	221,594	347,718	575,696
Total General Revenues	25,414,559	25,065,522	28,679,826	28,996,884	29,217,042	28,442,139	27,985,691	30,161,698	30,658,680	32,668,948
Extraordinary Item										
Gain on Insurance Recovery	0	848,069	611,436	345,819	22,141	5,934	12,474	0	0	0
Change in Net Position	\$23,314	\$1,252,595	(\$1,385,583)	(\$944,520)	\$708,497	\$634,783	\$1,416,786	\$1,232,584	\$18,570,313	\$5,760,551

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ATHENS CITY SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years
June 30, 2019

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Reserved	\$1,448,279	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Unreserved	6,289,341	0	0	0	0	0	0	0	0	0
<i>Total General Fund</i>	<u>7,737,620</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
All Other Governmental Funds										
Reserved	247,292	0	0	0	0	0	0	0	0	0
Unreserved, Undesignated, Reported in:										
Special Revenue Funds	150,995	0	0	0	0	0	0	0	0	0
Debt Service Funds	2,899,907	0	0	0	0	0	0	0	0	0
Capital Projects Funds	2,863,699	0	0	0	0	0	0	0	0	0
<i>Total All Other Governmental Funds</i>	<u>6,161,893</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund										
Nonspendable	0	0	108,633	185,532	197,602	201,799	209,950	226,494	242,398	250,224
Committed	0	0	0	38,575	225,618	10,418	215,529	451,220	494,872	480,254
Assigned	0	262,310	566,558	282,817	238,597	140,063	234,284	1,190,062	1,120,189	8,718,962
Unassigned	0	7,856,897	6,895,607	6,587,565	6,346,531	6,499,073	6,610,854	7,053,012	7,761,463	1,180,267
<i>Total General Fund</i>	<u>0</u>	<u>8,119,207</u>	<u>7,570,798</u>	<u>7,094,489</u>	<u>7,008,348</u>	<u>6,851,353</u>	<u>7,270,617</u>	<u>8,920,788</u>	<u>9,618,922</u>	<u>10,629,707</u>
All Other Governmental Funds										
Nonspendable	0	5,842	6,414	4,727	5,904	5,089	4,989	6,197	5,736	5,435
Restricted	0	6,333,627	5,585,440	5,555,329	5,650,944	5,611,713	5,143,579	4,610,238	5,456,646	68,572,401
Unassigned	0	(876,412)	(317,735)	(209,493)	(540,376)	(366,874)	(523,062)	(494,704)	(629,817)	(666,277)
<i>Total All Other Governmental Funds</i>	<u>0</u>	<u>5,463,057</u>	<u>5,274,119</u>	<u>5,350,563</u>	<u>5,116,472</u>	<u>5,249,928</u>	<u>4,625,506</u>	<u>4,121,731</u>	<u>4,832,565</u>	<u>67,911,559</u>
<i>Total Governmental Funds</i>	<u>\$13,899,513</u>	<u>\$13,582,264</u>	<u>\$12,844,917</u>	<u>\$12,445,052</u>	<u>\$12,124,820</u>	<u>\$12,101,281</u>	<u>\$11,896,123</u>	<u>\$13,042,519</u>	<u>\$14,451,487</u>	<u>\$78,541,266</u>

Note: The School District implemented GASB 54 in 2011.

ATHENS CITY SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
June 30, 2019

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
Property Taxes	\$15,311,157	\$15,048,753	\$15,372,031	\$16,083,953	\$16,493,888	\$16,593,408	\$15,876,942	\$17,421,091	\$17,959,459	\$19,590,362
Income Taxes	3,378,878	3,260,583	3,463,108	3,534,523	3,713,645	3,717,583	3,878,928	4,216,968	4,075,711	3,985,667
Intergovernmental	13,603,267	13,966,917	13,036,138	11,609,598	11,898,957	12,675,023	11,907,924	11,758,483	11,619,785	12,165,535
Interest	188,266	144,536	62,159	50,855	41,857	57,346	81,325	150,534	272,007	559,050
Tuition and Fees	2,787,291	2,570,188	2,455,778	2,578,629	2,611,686	2,720,349	2,897,714	2,785,387	2,648,829	2,368,723
Extracurricular Activities	101,584	91,329	134,032	110,977	108,033	121,932	112,194	115,806	121,172	111,814
Contributions and Donations	21,335	235,266	11,814	112,788	98,405	93,418	42,363	10,190	52,450	2,970
Charges for Services	248,732	250,086	230,843	207,608	198,606	190,260	240,018	230,348	245,594	266,544
Rentals	4,637	7,005	215,968	71,494	67,379	70,087	75,007	66,229	72,354	75,080
Payments in Lieu of Taxes	165,468	317,647	35,004	256,784	298,028	224,627	269,737	242,629	336,155	193,524
Miscellaneous	87,181	189,285	84,708	107,731	284,994	387,045	196,642	155,365	275,364	500,616
Total Revenues	35,897,796	36,081,595	35,101,583	34,724,940	35,815,478	36,851,078	35,578,794	37,153,030	37,678,880	39,819,885
Expenditures										
Current:										
Instruction:										
Regular	15,169,196	15,518,842	15,702,414	16,550,252	17,051,008	17,285,763	15,607,677	15,748,949	16,598,159	15,942,883
Special	3,713,100	3,557,573	3,772,027	4,045,592	4,188,735	4,642,827	5,042,644	4,938,445	5,024,827	6,113,983
Vocational	417,827	506,924	439,824	349,872	364,865	264,766	163,615	181,806	104,299	101,429
Student Intervention Services	148,127	133,998	138,420	121,426	112,118	93,481	86,073	104,040	87,972	102,949
Other	0	0	0	13,783	0	84,456	10,048	0	13,525	3,051
Support Services:										
Pupil	1,500,851	1,425,414	1,366,840	1,378,400	2,347,062	2,226,120	2,255,103	2,430,727	2,541,397	2,583,055
Instructional Staff	2,476,175	2,587,722	2,527,120	2,145,878	732,139	685,001	592,241	720,728	1,071,644	1,017,821
Board of Education	164,071	122,756	124,322	105,761	115,105	130,913	87,912	122,378	100,065	139,076
Administration	1,936,911	1,808,306	1,851,728	1,728,609	2,178,499	2,487,315	2,412,638	2,331,135	2,375,502	2,427,071
Fiscal	699,206	663,287	655,113	686,601	640,386	695,825	673,729	550,554	553,703	570,486
Business	601,228	544,321	505,633	527,909	451,602	422,814	480,086	44,505	12,744	14,062
Operation and Maintenance of Plant	4,040,823	3,549,628	3,169,448	2,821,868	2,791,673	2,939,631	2,995,672	2,932,250	2,933,227	3,064,801
Pupil Transportation	1,985,101	1,835,374	1,862,382	1,797,234	1,664,922	1,605,011	1,752,258	1,660,625	1,388,249	1,780,496
Central	202,738	124,471	238,024	104,974	115,572	114,522	115,710	21,433	0	0
Operation of Non-Instructional Services	849,821	853,286	810,905	736,409	738,087	718,300	747,185	1,228,454	1,208,525	1,332,011
Extracurricular Activities	438,261	578,538	475,561	457,094	526,788	569,562	547,554	556,817	888,997	619,680
Capital Outlay	491,599	2,410,483	1,569,423	621,601	469,809	219,236	536,195	728,159	345,510	1,658,496
Debt Service:										
Principal Retirement	650,000	685,000	685,000	733,166	1,358,166	1,433,166	1,483,166	1,558,167	905,000	750,000
Interest and Fiscal Charges	618,702	585,621	556,182	544,195	311,315	261,842	206,920	147,462	116,567	263,496
Issuance Costs	0	0	0	145,225	0	0	0	0	0	589,987
Total Expenditures	36,103,737	37,491,544	36,450,366	35,615,849	36,157,851	36,880,551	35,796,426	36,006,634	36,269,912	39,074,833

ATHENS CITY SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
June 30, 2019

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(\$205,941)</u>	<u>(\$1,409,949)</u>	<u>(\$1,348,783)</u>	<u>(\$890,909)</u>	<u>(\$342,373)</u>	<u>(\$29,473)</u>	<u>(\$217,632)</u>	<u>\$1,146,396</u>	<u>\$1,408,968</u>	<u>\$745,052</u>
Other Financing Sources (Uses)										
Insurance Recoveries	3,554	0	0	0	0	0	0	0	0	0
Refunding Bonds Issued	0	0	0	7,270,000	0	0	0	0	0	0
General Obligation Bonds Issued	0	0	0	0	0	0	0	0	0	60,500,000
Payment to Refund Bond Escrow Agent	0	0	0	(7,916,315)	0	0	0	0	0	0
Premium on Bonds Issued	0	0	0	791,540	0	0	0	0	0	2,844,727
Transfers In	138,097	74,825	51,520	3,300	21,430	24,588	36,000	81,000	70,000	51,581,004
Transfers Out	<u>(138,097)</u>	<u>(74,825)</u>	<u>(51,520)</u>	<u>(3,300)</u>	<u>(21,430)</u>	<u>(24,588)</u>	<u>(36,000)</u>	<u>(81,000)</u>	<u>(70,000)</u>	<u>(51,581,004)</u>
<i>Total Other Financing Sources (Uses)</i>	<u>3,554</u>	<u>0</u>	<u>0</u>	<u>145,225</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>63,344,727</u>
<u>Extraordinary Item:</u>										
Insurance Recoveries	0	1,092,700	611,436	345,819	22,141	5,934	12,474	0	0	0
<i>Net Change in Fund Balances</i>	<u>(\$202,387)</u>	<u>(\$317,249)</u>	<u>(\$737,347)</u>	<u>(\$399,865)</u>	<u>(\$320,232)</u>	<u>(\$23,539)</u>	<u>(\$205,158)</u>	<u>\$1,146,396</u>	<u>\$1,408,968</u>	<u>\$64,089,779</u>
Ratio of Debt Service as a Percentage of Noncapital Expenditures	<u>3.59%</u>	<u>3.59%</u>	<u>3.56%</u>	<u>4.02%</u>	<u>4.02%</u>	<u>4.61%</u>	<u>4.76%</u>	<u>4.86%</u>	<u>2.86%</u>	<u>4.19%</u>

ATHENS CITY SCHOOL DISTRICT
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Collection Year	Real Property			Tangible Personal Property				Total		Ratio	Weighted Average Tax Rate (2)
	Assessed Value (1)		Estimated Actual Value	Public Utility		General Business		Assessed Value	Estimated Actual Value		
	Residential/Agricultural	Commercial/Industrial/PU		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value				
2010	\$334,939,790	\$147,253,660	\$1,377,695,571	\$23,228,490	\$26,396,011	\$1,940,708	\$92,913,960	\$507,362,648	\$1,497,005,543	33.89%	28.26
2011	335,814,280	145,448,660	1,375,036,971	24,462,666	27,798,484	970,354	97,850,664	506,695,960	1,500,686,120	33.76%	28.21
2012	334,938,150	144,707,270	1,370,415,486	26,048,300	29,600,341	0	104,193,200	505,693,720	1,504,209,027	33.62%	28.60
2013	337,408,841	147,845,708	1,386,441,570	26,665,040	30,301,182	0	106,660,160	511,919,590	1,523,402,912	33.60%	29.00
2014	335,298,630	150,847,990	1,388,990,343	27,948,170	31,759,284	0	111,792,680	514,094,790	1,532,542,307	33.55%	29.09
2015	346,975,780	155,714,540	1,436,258,057	28,485,770	32,370,193	0	113,943,080	531,176,090	1,582,571,330	33.56%	34.08
2016	347,995,270	159,787,510	1,450,807,943	32,376,160	36,791,091	0	129,504,640	540,158,940	1,617,103,674	33.40%	32.86
2017	349,586,031	161,707,778	1,460,839,454	44,373,220	50,424,114	0	177,492,880	555,667,029	1,688,756,448	32.90%	33.27
2018	377,326,280	177,139,820	1,584,188,857	41,445,640	47,097,318	0	165,782,560	595,911,740	1,797,068,735	33.16%	32.14
2019	380,564,380	182,925,680	1,609,971,600	40,659,930	46,204,466	0	162,639,720	604,149,990	1,818,815,786	33.22%	35.17

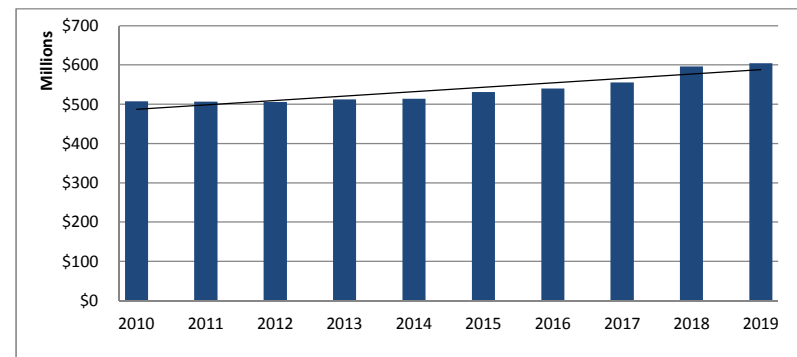
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

(1) The assessed value of real property (including public utility real property) is 35 percent of estimated true value. General Business Personal Property tax was assessed on all tangible personal property used in business in Ohio. General business tangible personal property tax began being phased out in 2006 and was fully eliminated in 2010 except for any remaining Telephone Property Value. Telephone value was reduced by 50% in 2011 and then completely eliminated in 2012. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property.

(2) The Weighted Average Tax Rate represents Effective Rates for Operational Levies only. In Ohio, Tax Rates for Real Property are adjusted annually to eliminate inflationary tax revenue growth but tax rates for Tangible Property are always taxed at the Full Rate. The Weighted Average tax rate is the blending of the tax rates actually charged the taxpayer using a weighted average of the taxable property values for both property types.

Source: Ohio Department of Taxation

Total Assessed Valuation - Last Ten Years



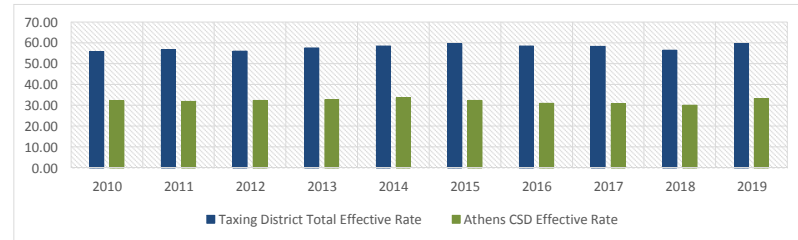
ATHENS CITY SCHOOL DISTRICT

Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

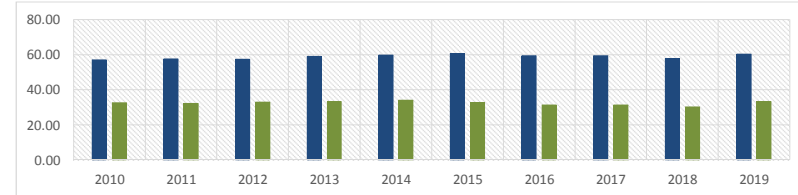
Athens Township (A01)

Collection Year	Athens City School District				Athens County	Tri-County Career Center	Athens Township	Total Full Rate	Total Residential/Agriculture Effective Rate	Athens City School District	Total Commercial/Industrial Effective Rate	Athens City School District
	Operating	Permanent Improvement	Debt	Total						Residential/Agriculture Effective Rate		Commercial/Industrial Effective Rate
2010	55.10	2.90	3.70	61.70	20.55	3.30	6.70	92.25	55.881578	32.143995	56.946993	32.623366
2011	55.08	2.90	3.70	61.68	20.55	3.30	6.70	92.23	56.610854	31.826306	57.633008	32.176846
2012	56.12	2.90	2.74	61.76	19.05	3.30	6.70	90.81	56.066723	32.351774	57.295416	32.891854
2013	56.69	2.90	2.45	62.04	20.05	3.30	6.70	92.09	57.624814	32.652695	58.947701	33.238191
2014	56.69	2.90	3.28	62.87	19.80	3.30	6.70	92.67	58.454435	33.513401	59.665539	34.079311
2015	56.43	2.90	2.75	62.08	23.05	3.30	6.70	95.13	59.590550	32.389238	60.595136	32.726604
2016	56.32	2.90	1.44	60.66	22.95	3.30	6.70	93.61	58.491683	30.983864	59.394425	31.315558
2017	56.13	2.90	1.42	60.45	22.95	3.30	6.70	93.40	58.271980	30.786798	59.341203	31.182112
2018	55.71	2.90	1.30	59.91	22.95	3.30	6.70	92.86	56.507114	30.033571	57.643443	30.136838
2019	55.77	2.90	4.35	63.02	22.95	3.30	6.70	95.97	59.616893	33.147648	60.309653	33.173203

Residential Effective Rate over Time



Commercial Effective Rate over Time



Note: The Athens City School District consists of eight taxing districts:

- A01 Athens Township
- A02 Athens Township - City of Athens
- A04 Athens Township - The Plains Fire District
- E02 Canaan Township
- E03 Canaan Township - City of Athens
- G01 Dover Township
- G02 Dover Township - Village of Chauncey
- N02 Waterloo Township

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

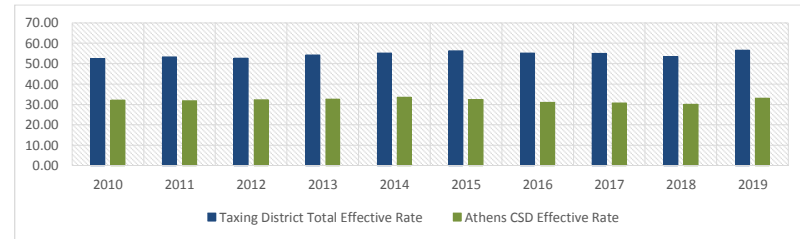
ATHENS CITY SCHOOL DISTRICT

Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

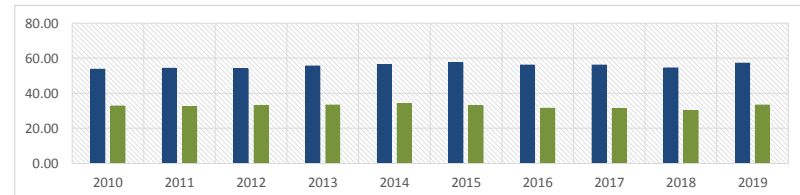
Athens Township - City of Athens (A02)

Collection Year	Athens City School District				Athens County	Tri-County Career Center	City of Athens	Athens Township	Total Full Rate	Total Residential/Agriculture Effective Rate	Athens City School District	Total Commercial/Industrial Effective Rate	Athens City School District
	Operating	Permanent Improvement	Debt	Total							Residential/Agriculture Effective Rate		Commercial/Industrial Effective Rate
2010	55.10	2.90	3.70	61.70	20.55	3.30	2.60	0.30	88.45	52.597044	32.143995	53.544739	32.623366
2011	55.08	2.90	3.70	61.68	20.55	3.30	2.60	0.30	88.43	53.324366	31.826306	54.231950	32.176846
2012	56.12	2.90	2.74	61.76	19.05	3.30	2.60	0.30	87.01	52.744743	32.351774	53.860088	32.891854
2013	56.69	2.90	2.45	62.04	20.05	3.30	2.60	0.30	88.29	54.300344	32.652695	55.504571	33.238191
2014	56.69	2.90	3.28	62.87	19.80	3.30	2.60	0.30	88.87	55.128099	33.513401	56.222535	34.079311
2015	56.43	2.90	2.75	62.08	23.05	3.30	2.60	0.30	91.33	56.363471	32.389238	57.232014	32.726604
2016	56.32	2.90	1.44	60.66	22.95	3.30	2.60	0.30	89.81	55.260838	30.983864	56.031303	31.315558
2017	56.13	2.90	1.42	60.45	22.95	3.30	2.60	0.30	89.60	55.037288	30.786798	55.978049	31.182112
2018	55.71	2.90	1.30	59.91	22.95	3.30	2.60	0.30	89.06	53.454547	30.033571	54.397190	30.136838
2019	55.77	2.90	4.35	63.02	22.95	3.30	2.60	0.30	92.17	56.564131	33.147648	57.049256	33.173203

Residential Effective Rate over Time



Commercial Effective Rate over Time



Note: The Athens City School District consists of eight taxing districts:

- A01 Athens Township
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- A04 Athens Township - The Plains Fire District
- E02 Canaan Township
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- N02 Waterloo Township

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

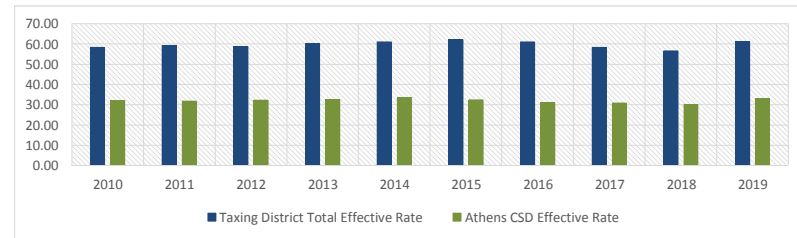
ATHENS CITY SCHOOL DISTRICT

Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

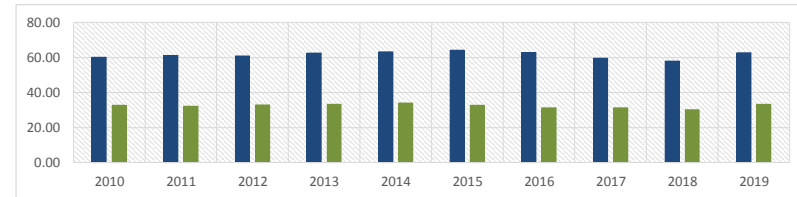
Athens Township - The Plains Fire District (A04)

Collection Year	Athens City School District				Athens County	Tri-County Career Center	The Plains Fire District	Athens Township	Total Full Rate	Total Residential/Agriculture Effective Rate	Athens City School District	Total Commercial/Industrial Effective Rate	Athens City School District
	Operating	Permanent Improvement	Debt	Total							Residential/Agriculture Effective Rate		Commercial/Industrial Effective Rate
2010	55.10	2.90	3.70	61.70	20.55	3.30	3.50	6.70	95.75	58.376270	32.143995	60.172712	32.623366
2011	55.08	2.90	3.70	61.68	20.55	3.30	3.50	6.70	95.73	59.106771	31.826306	61.009601	32.176846
2012	56.12	2.90	2.74	61.76	19.05	3.30	5.50	4.70	94.31	58.611939	32.351774	60.760369	32.891854
2013	56.69	2.90	2.45	62.04	20.05	3.30	5.50	4.70	95.59	60.172662	32.652695	62.404851	33.238191
2014	56.69	2.90	3.28	62.87	19.80	3.30	5.50	4.70	96.17	61.011494	33.513401	63.125997	34.079311
2015	56.43	2.90	2.75	62.08	23.05	3.30	5.50	4.70	98.63	62.153181	32.389238	64.041708	32.726604
2016	56.32	2.90	1.44	60.66	22.95	3.30	5.50	4.70	97.11	61.052993	30.983864	62.840991	31.315558
2017	56.13	2.90	1.42	60.45	22.95	3.30	2.00	4.70	93.40	58.293220	30.786798	59.615841	31.182112
2018	55.71	2.90	1.30	59.91	22.95	3.30	2.00	4.70	92.86	56.538234	30.033571	57.876671	30.136838
2019	55.77	2.90	4.35	63.02	22.95	3.30	4.50	4.70	98.47	61.196003	33.147648	62.681735	33.173203

Residential Effective Rate over Time



Commercial Effective Rate over Time



Note: The Athens City School District consists of eight taxing districts:

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- E03 Canaan Township - City of Athens
- G01 Dover Township
- G02 Dover Township - Village of Chauncey
- N02 Waterloo Township

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

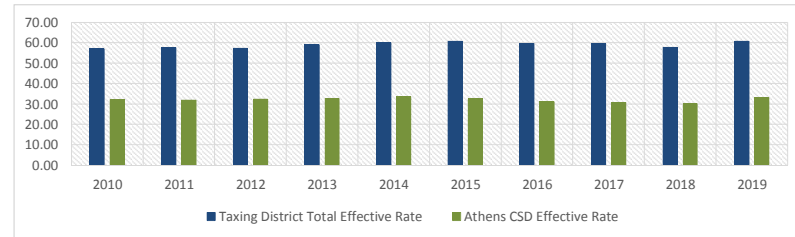
ATHENS CITY SCHOOL DISTRICT

Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

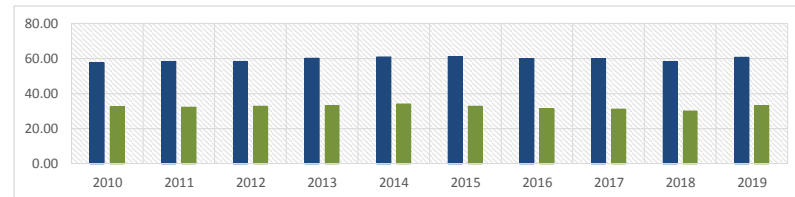
Canaan Township (E02)

Collection Year	Athens City School District				Athens County	Tri-County Career Center	Canaan Township	Total Full Rate	Total Residential/Agriculture Effective Rate	Athens City School District	Total Commercial/Industrial Effective Rate	Athens City School District
	Operating	Permanent Improvement	Debt	Total						Residential/Agriculture Effective Rate		Commercial/Industrial Effective Rate
2010	55.10	2.90	3.70	61.70	20.55	3.30	7.60	93.15	56.866672	32.143995	57.590742	32.623366
2011	55.08	2.90	3.70	61.68	20.55	3.30	7.60	93.13	57.595381	31.826306	58.296039	32.176846
2012	56.12	2.90	2.74	61.76	19.05	3.30	7.60	91.71	57.312496	32.351774	58.412943	32.891854
2013	56.69	2.90	2.45	62.04	20.05	3.30	7.60	92.99	58.987737	32.652695	60.204571	33.238191
2014	56.69	2.90	3.28	62.87	19.80	3.30	7.60	93.57	59.828099	33.513401	60.922535	34.079311
2015	56.43	2.90	2.75	62.08	23.05	3.30	7.60	96.03	60.763725	32.389238	61.085415	32.726604
2016	56.32	2.90	1.44	60.66	22.95	3.30	7.60	94.51	59.662131	30.983864	59.915641	31.315558
2017	56.13	2.90	1.42	60.45	22.95	3.30	7.60	94.30	59.438581	30.786798	59.936007	31.182112
2018	55.71	2.90	1.30	59.91	22.95	3.30	7.60	93.76	57.632056	30.033571	58.239917	30.136838
2019	55.77	2.90	4.35	63.02	22.95	3.30	7.60	96.87	60.743599	33.147648	60.826097	33.173203

Residential Effective Rate over Time



Commercial Effective Rate over Time



Note: The Athens City School District consists of eight taxing districts:

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- E03 Canaan Township - City of Athens
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- G02 Dover Township - Village of Chauncey
- N02 Waterloo Township

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

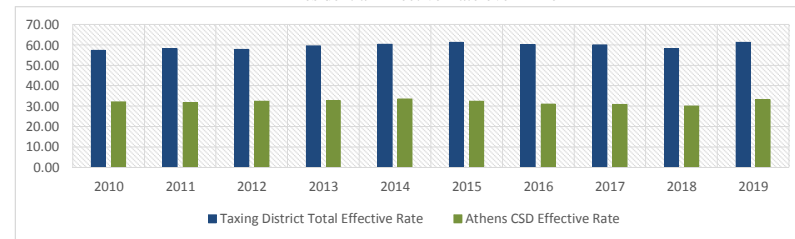
ATHENS CITY SCHOOL DISTRICT

Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

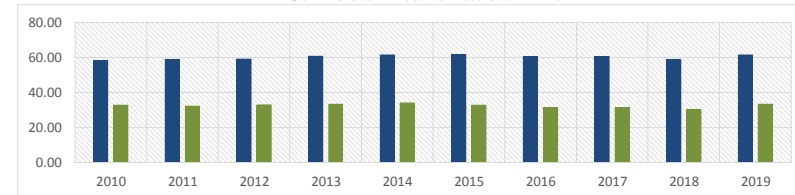
Canaan Township - City of Athens (E03)

Collection Year	Athens City School District				Athens County	Tri-County Career Center	City of Athens	Canaan Township	Total Full Rate	Total Residential/Agriculture Effective Rate	Athens City School District	Total Commercial/Industrial Effective Rate	Athens City School District
	Operating	Permanent Improvement	Debt	Total							Residential/Agriculture Effective Rate		Commercial/Industrial Effective Rate
2010	55.10	2.90	3.70	61.70	20.55	3.30	2.40	5.70	93.65	57.366672	32.143995	58.090742	32.623366
2011	55.08	2.90	3.70	61.68	20.55	3.30	2.40	5.70	93.63	58.095381	31.826306	58.796039	32.176846
2012	56.12	2.90	2.74	61.76	19.05	3.30	2.40	5.70	92.21	57.812496	32.351774	58.912943	32.891854
2013	56.69	2.90	2.45	62.04	20.05	3.30	2.40	5.70	93.49	59.487737	32.652695	60.704571	33.238191
2014	56.69	2.90	3.28	62.87	19.80	3.30	2.40	5.70	94.07	60.328099	33.513401	61.422535	34.079311
2015	56.43	2.90	2.75	62.08	23.05	3.30	2.40	5.70	96.53	61.263725	32.389238	61.585415	32.726604
2016	56.32	2.90	1.44	60.66	22.95	3.30	2.40	5.70	95.01	60.162131	30.983864	60.415645	31.315558
2017	56.13	2.90	1.42	60.45	22.95	3.30	2.40	5.70	94.80	59.938581	30.786798	60.436007	31.182112
2018	55.71	2.90	1.30	59.91	22.95	3.30	2.40	5.70	94.26	58.132056	30.033571	58.739917	30.136838
2019	55.77	2.90	4.35	63.02	22.95	3.30	2.40	5.70	97.37	61.243599	33.147648	61.326097	33.173203

Residential Effective Rate over Time



Commercial Effective Rate over Time



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- N02 Waterloo Township

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

ATHENS CITY SCHOOL DISTRICT

Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

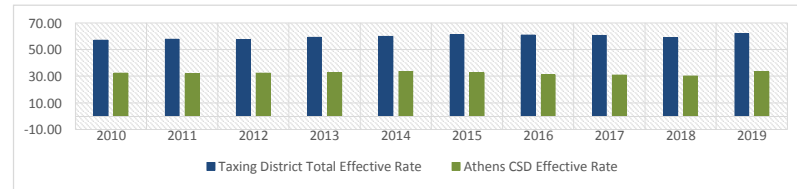
Dover Township (G01)

Collection Year	Athens City School District				Athens County	Tri-County Career Center	Dover Township	Total Full Rate	Total Residential/Agriculture Effective Rate	Athens City School District	Total Commercial/Industrial Effective Rate	Athens City School District
	Operating	Permanent Improvement	Debt	Total						Residential/Agriculture Effective Rate		Commercial/Industrial Effective Rate
2010	55.10	2.90	3.70	61.70	20.55	3.30	8.70	94.25	56.927015	32.143995	58.362117	32.623366
2011	55.08	2.90	3.70	61.68	20.55	3.30	8.70	94.23	57.653432	31.826306	59.069903	32.176846
2012	56.12	2.90	2.74	61.76	19.05	3.30	8.70	92.81	57.112053	32.351774	58.904408	32.891854
2013	56.69	2.90	2.45	62.04	20.05	3.30	8.70	94.09	59.044634	32.652695	60.772454	33.238191
2014	56.69	2.90	3.28	62.87	19.80	3.30	8.70	94.67	59.875366	33.513401	61.490418	34.079311
2015	56.43	2.90	2.75	62.08	23.05	3.30	8.70	97.13	60.943708	32.389238	62.347053	32.726604
2016	56.32	2.90	1.44	60.66	22.95	3.30	8.70	95.61	60.764510	30.983864	61.686165	31.315558
2017	56.13	2.90	1.42	60.45	22.95	3.30	8.70	95.40	60.542130	30.786798	61.632911	31.182112
2018	55.71	2.90	1.30	59.91	22.95	3.30	8.70	94.86	58.758415	30.033571	59.814059	30.136838
2019	55.77	2.90	4.35	63.02	22.95	3.30	8.70	97.97	61.877369	33.147648	62.311651	33.173203

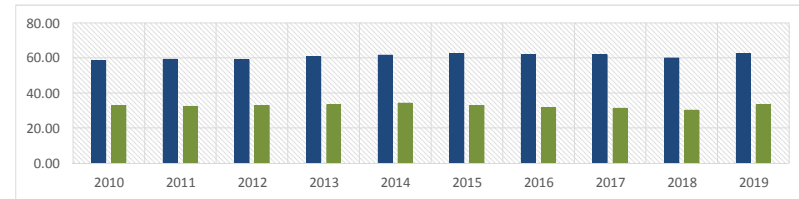
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Residential Effective Rate over Time



Commercial Effective Rate over Time



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

ATHENS CITY SCHOOL DISTRICT

Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

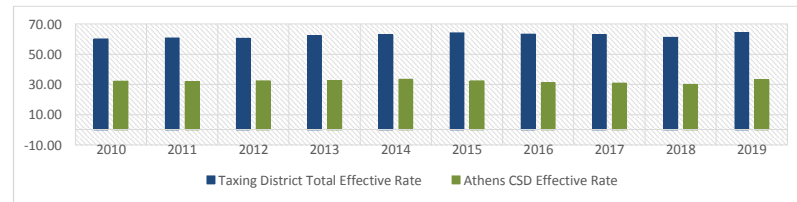
Dover Township - Village of Chauncey (G02)

Collection Year	Athens City School District				Athens County	Tri-County Career Center	Village of Chauncey	Dover Township	Total Full Rate	Total Residential/Agriculture Effective Rate	Athens City School District	Total Commercial/Industrial Effective Rate	Athens City School District
	Operating	Permanent Improvement	Debt	Total							Residential/Agriculture Effective Rate		Commercial/Industrial Effective Rate
2010	55.10	2.90	3.70	61.70	20.55	3.30	7.90	3.30	96.75	60.020906	32.143995	61.502556	32.623366
2011	55.08	2.90	3.70	61.68	20.55	3.30	7.90	3.30	96.73	60.777224	31.826306	62.198613	32.176846
2012	56.12	2.90	2.74	61.76	19.05	3.30	7.90	3.30	95.31	60.543284	32.351774	61.936559	32.891854
2013	56.69	2.90	2.45	62.04	20.05	3.30	7.90	3.30	96.59	62.102704	32.652695	63.581042	33.238191
2014	56.69	2.90	3.28	62.87	19.80	3.30	7.90	3.30	97.17	62.933368	33.513401	64.299006	34.079311
2015	56.43	2.90	2.75	62.08	23.05	3.30	7.90	3.30	99.63	64.045185	32.389238	65.086692	32.726604
2016	56.32	2.90	1.44	60.66	22.95	3.30	7.90	3.30	98.11	63.268365	30.983864	64.216964	31.315558
2017	56.13	2.90	1.42	60.45	22.95	3.30	7.90	3.30	97.90	63.062868	30.786798	64.163710	31.182112
2018	55.71	2.90	1.30	59.91	22.95	3.30	7.90	3.30	97.36	61.154327	30.033571	62.488997	30.136838
2019	55.77	2.90	4.35	63.02	22.95	3.30	7.90	3.30	100.47	64.267983	33.147648	65.077996	33.173203

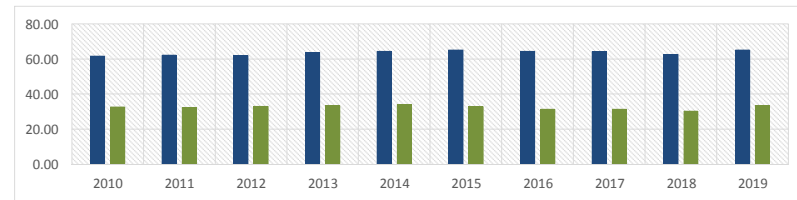
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Residential Effective Rate over Time



Commercial Effective Rate over Time



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

ATHENS CITY SCHOOL DISTRICT

Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

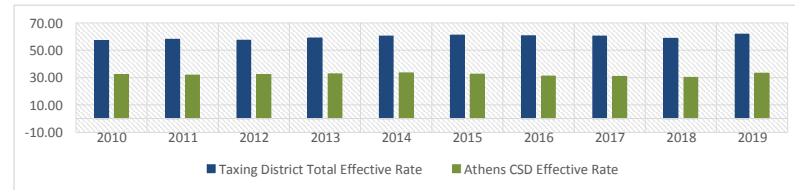
Waterloo Township (N02)

Collection Year	Athens City School District				Athens County	Tri-County Career Center	Waterloo Township	Total Full Rate	Total Residential/Agriculture Effective Rate	Athens City School District Residential/Agriculture Effective Rate	Total Commercial/Industrial Effective Rate	Athens City School District Commercial/Industrial Effective Rate
	Operating	Permanent Improvement	Debt	Total								
2010	55.10	2.90	3.70	61.70	20.55	3.30	9.90	95.45	57.151544	32.143995	58.651535	32.623366
2011	55.08	2.90	3.70	61.68	20.55	3.30	9.90	95.43	57.883058	31.826306	59.338746	32.176846
2012	56.12	2.90	2.74	61.76	19.05	3.30	9.90	94.01	57.351888	32.351774	59.114189	32.891854
2013	56.69	2.90	2.45	62.04	20.05	3.30	9.90	95.29	59.037458	32.652695	60.827128	33.238191
2014	56.69	2.90	3.28	62.87	19.80	3.30	9.90	95.87	60.239932	33.513401	61.766975	34.079311
2015	56.43	2.90	2.75	62.08	23.05	3.30	9.90	98.33	61.135785	32.389238	62.490758	32.726604
2016	56.32	2.90	1.44	60.66	22.95	3.30	9.90	96.81	60.579427	30.983864	61.745166	31.315558
2017	56.13	2.90	1.42	60.45	22.95	3.30	9.90	96.60	60.354639	30.786798	61.691912	31.182112
2018	55.71	2.90	1.30	59.91	22.95	3.30	9.90	96.06	58.587797	30.033571	59.796644	30.136838
2019	55.77	2.90	4.35	63.02	22.95	3.30	9.90	99.17	61.675635	33.147648	62.448710	33.173203

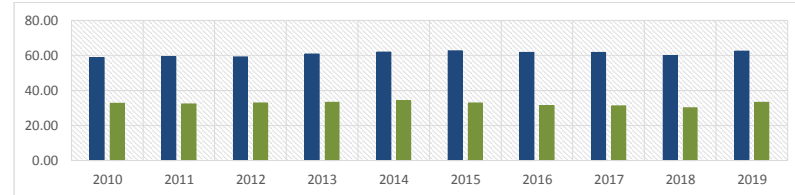
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Residential Effective Rate over Time



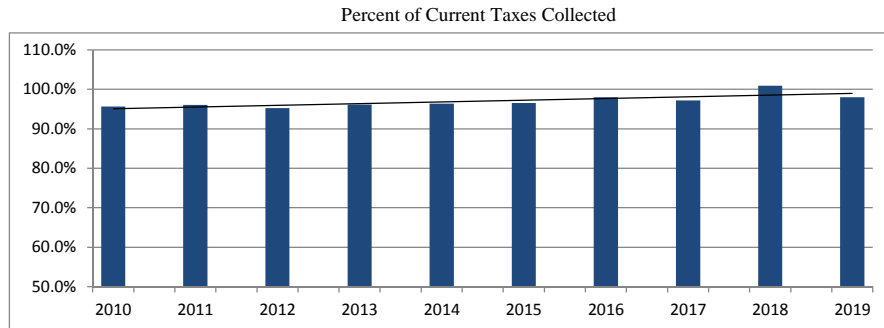
Commercial Effective Rate over Time



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

ATHENS CITY SCHOOL DISTRICT
Property Tax Levies and Collections (1)
Last Ten Years

Collection Year	Current Taxes Levied	Current Tax Collections	Percent of Current Tax Collections to Current Taxes Levied	Delinquent Tax Collections (2)	Total Tax Collections	Percent of Total Tax Collections to Current Taxes Levied	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Taxes Levied
2010	\$16,791,005	\$16,065,407	95.68%	\$695,947	\$16,761,354	99.82%	1,257,045	7.49%
2011	16,636,129	15,981,997	96.07%	616,158	16,598,155	99.77%	1,455,295	8.75%
2012	16,927,371	16,115,771	95.21%	723,147	16,838,918	99.48%	1,444,405	8.53%
2013	17,337,596	16,664,392	96.12%	720,981	17,385,373	100.28%	1,466,396	8.46%
2014	17,874,119	17,221,242	96.35%	737,863	17,959,105	100.48%	1,415,603	7.92%
2015	17,795,308	17,177,431	96.53%	743,499	17,920,931	100.71%	1,331,153	7.48%
2016	17,381,196	17,036,475	98.02%	754,531	17,791,007	102.36%	1,198,585	6.90%
2017	18,185,469	17,672,158	97.18%	792,058	18,464,216	101.53%	981,422	5.40%
2018	18,664,378	18,835,155	100.91%	603,753	19,438,908	104.15%	994,294	5.33%
2019	20,476,323	20,067,158	98.00%	624,270	20,691,427	101.05%	Not Available	Not Available



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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) Under Ohio law the County is not required to identify delinquent tax collections by the tax year they were due. Delinquent tax collections are reported in the year they are collected. Therefore, "Total Tax Collections" may exceed the "Current Taxes Levied" in some years.

"Not Available": Delinquent Tax Collections are permitted through December 31st of each year. The Current Collection year cannot be reported accurately until after the date of this report.

ATHENS CITY SCHOOL DISTRICT

Principal Taxpayers

Real Estate Tax

Current Year and Ten Years Ago

Name of Taxpayer	Type of Business	Collection Year 2019 (1)	
		Assessed Value	Percent of Real Property Assessed Value
CPP Athens I LLC	Apartments	\$13,057,880	2.32%
BVSHSSF Athens LLC	Apartments	10,325,000	1.83%
Ohio University	Retail Sales	10,170,690	1.80%
City of Athens	Parking Garage, Etc.	7,307,050	1.30%
Athens River Gate LLC	Apartments	5,070,260	0.90%
Athens Ohio Properties I LLLP	Apartments	4,132,740	0.73%
Sheltering Arms Hospital	Hospital	3,275,040	0.58%
Athens Health Realty LLC	Nursing Home	3,255,000	0.58%
McCoady Properties LTD	Apartments	2,906,500	0.52%
Hayes Cornwell, LTD.	Apartments	2,638,520	0.47%
Total Top Ten		62,138,680	11.03%
All Others		501,351,380	88.97%
Total Assessed Valuation		\$563,490,060	100.00%

Name of Taxpayer	Type of Business	Collection Year 2010 (1)	
		Assessed Value	Percent of Real Property Assessed Value
Ohio University	Retail Sales	\$12,380,230	2.57%
AAC Athens LLC	Apartments	7,413,890	1.54%
Southeast Ohio Management Company	Retail Sales	5,110,840	1.06%
Sheltering Arms Hospital	Hospital	3,288,670	0.68%
McCoady Properties Ltd.	Various	2,341,470	0.49%
Inn-Ohio of Athens, Inc.	Motel	2,235,170	0.46%
City of Athens	Various	2,150,930	0.45%
TS Tech North America Inc.	Manufacturing	1,804,370	0.37%
Diversified Properties of Athens	Apartments	1,704,330	0.35%
36 South Court Investors LLC	Apartments	1,680,120	0.35%
Total Top Ten		40,110,020	8.32%
All Others		442,083,430	91.68%
Total Assessed Valuation		\$482,193,450	100.00%

(1) The amounts presented represent the assessed values upon which 2019 and 2010 collections were based.

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

ATHENS CITY SCHOOL DISTRICT

Principal Taxpayers

Public Utilities Tax

Current Year and Ten Years Ago

Name of Taxpayer	Type of Business	Collection Year 2019 (1)	
		Assessed Value	Percent of Public Utility Personal Property Assessed Value
Ohio Power Company	Electricity	\$24,885,550	61.20%
Tennessee Gas Pipeline	Natural Gas	6,656,350	16.37%
Texas Eastern Transmission Corp	Natural Gas	2,911,580	7.16%
AEP Ohio Transmission Company	Electricity	2,587,220	6.36%
Columbia Gas of Ohio Inc.	Natural Gas	2,401,870	5.91%
Columbia Gas Transmission Corp	Natural Gas	1,111,830	2.73%
Buckeye Rural Electric Co. Inc	Electricity	39,170	0.10%
Bank of America Leasing & Capital	Lessor	35,250	0.09%
Citizen Asset Finance Inc	Lessor	16,620	0.04%
Wells Fargo Equipment Finance	Lessor	9,100	0.02%
Total Top Ten		40,654,540	99.99%
All Others		5,390	0.01%
Total Assessed Valuation		<u>\$40,659,930</u>	<u>100.00%</u>

Name of Taxpayer	Type of Business	Collection Year 2010 (1)	
		Assessed Value	Percent of Public Utility Personal Property Assessed Value
Columbus Southern Power	Electricity	\$16,750,720	72.11%
Tennessee Gas Pipeline Co.	Natural Gas	2,487,330	10.71%
Texas Eastern Transmission	Natural Gas	1,588,540	6.84%
Columbia Gas of Ohio Inc.	Natural Gas	1,125,420	4.84%
Columbia Gas Transmission	Natural Gas	717,180	3.09%
Norfolk Southern	Transportations	236,530	1.02%
Ohio Power Co.	Electricity	217,730	0.94%
Buckeye Rural Electric	Electricity	32,260	0.14%
Southeastern Natural Gas Co.	Natural Gas	1,290	0.01%
Buckeye Power Inc.	Electricity	200	0.00%
Total Top Ten		23,157,200	99.69%
All Others		71,290	0.31%
Total Assessed Valuation		<u>\$23,228,490</u>	<u>100.00%</u>

(1) The amounts presented represent the assessed values upon which 2019 and 2010 collections were based

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

ATHENS CITY SCHOOL DISTRICT

*Ratio of Debt
to Assessed Value and Debt per Capita
Last Ten Fiscal Years*

Fiscal Year	Population (1)	Assessed Value of Taxable Property (2)	Personal Income (3)	General Bonded Debt					General Debt				
				General Bonded Debt Outstanding	Net Available General Bonded Debt	Net General Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Percentage of Personal Income	Net Bonded Debt per Capita	General Bonded Debt Outstanding	Total Debt	Ratio of General Debt to Estimated Actual Value	General Debt Per Capita
2010	33,790	\$507,362,648	\$483,402,647	\$12,045,000	\$3,007,989	\$9,037,011	1.78%	1.87%	\$267.45	\$12,045,000	\$12,045,000	2.37%	\$356.47
2011	35,026	506,695,960	442,503,264	11,905,000	3,081,065	8,823,935	1.74%	1.99%	251.93	11,905,000	11,905,000	2.35%	339.89
2012	34,684	505,693,720	485,647,343	10,535,000	3,242,453	7,292,547	1.44%	1.50%	210.26	10,535,000	10,535,000	2.08%	303.74
2013	35,154	511,919,590	467,079,140	11,925,181	3,332,478	8,592,703	1.68%	1.84%	244.43	11,925,181	11,925,181	2.33%	339.23
2014	35,381	514,094,790	475,461,577	10,641,547	2,739,262	7,902,285	1.54%	1.66%	223.35	10,641,547	10,641,547	2.07%	300.77
2015 (4)	35,333	531,176,090	489,016,925	9,327,718	3,027,737	6,299,981	1.19%	1.29%	178.30	9,327,718	9,327,718	1.76%	263.99
2016 (4)	35,725	540,158,940	478,966,013	8,018,803	2,345,481	5,673,322	1.05%	1.18%	158.81	8,018,803	8,018,803	1.48%	224.46
2017 (4)	35,725	555,667,029	500,351,550	6,702,537	1,437,658	5,264,969	0.95%	N/A	147.37	6,702,537	6,702,537	1.21%	187.61
2018 (4)	35,725	595,911,740	N/A	5,986,913	1,227,323	4,759,590	0.80%	N/A	133.23	5,986,913	5,986,913	1.00%	167.58
2019	35,725	604,149,990	N/A	68,695,207	4,215,968	64,479,239	10.67%	N/A	1,804.88	68,695,207	68,695,207	11.37%	1,922.89

Sources: (1) U.S. Bureau of Census, 2000 Census of Population for 2008 - 2010
2010 Census for 2011 - 2014

(2) Ohio Department of Taxation - Collection Year = Fiscal Year -1

(3) Ohio Department of Taxation - District Total

(4) Ohio Municipal Council used for Population Estimates 2015 to 2018

ATHENS CITY SCHOOL DISTRICT
*Ratio of Annual Debt Service Expenditures for
 General Obligation Bonded Debt To Total General Fund Expenditures
 Last Ten Fiscal Years*

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio Debt Service to General Fund Expenditures (Percentage)
2010	\$650,000	\$618,702	\$1,268,702	\$29,476,320	4.30%
2011	685,000	585,471	1,270,471	28,938,170	4.39%
2012	685,000	556,182	1,241,182	29,262,568	4.24%
2013 (1)	715,000	544,195	1,259,195	29,874,138	4.22%
2014	1,340,000	311,315	1,651,315	30,418,922	5.43%
2015	1,415,000	261,842	1,676,842	30,690,887	5.46%
2016	1,465,000	206,920	1,671,920	30,006,297	5.57%
2017	1,540,000	147,462	1,687,462	30,413,864	5.55%
2018	905,000	116,567	1,021,567	31,844,036	3.21%
2019 (2)	750,000	263,496	1,013,496	31,978,195	3.17%

Source: School District Fund Financial Statements

(1) Excludes bond issuance cost of \$145,225

(2) Excludes bond issuance cost of \$589,987 and BAN transactions

ATHENS CITY SCHOOL DISTRICT
*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2019*

Jurisdiction	Net General Obligation Bonded Debt Outstanding (1)	Percentage Applicable To School District	Amount Applicable To School District
<u>Direct Debt:</u>			
Athens City School District	\$68,695,207	100.0%	\$68,695,207
<u>Overlapping Debt:</u>			
Athens County	797,779	52.03% (2)	415,084
City of Athens	3,558,125	98.65% (3)	<u>3,510,090</u>
Total Overlapping Debt			<u>3,925,174</u>
Total Direct and Overlapping Debt			<u><u>\$72,620,381</u></u>

Source: Ohio Municipal Advisory Council

- (1) Includes all general obligation bonded debt, not general obligation notes.
- (2) Percentage of County's valuation within the School District compared to the total valuation of the County.
- (3) Percentage of City's valuation within the School District compared to the total valuation of the City.

ATHENS CITY SCHOOL DISTRICT
Computation of Legal Debt Margin
Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Tax Valuation	<u>\$507,362,648</u>	<u>\$506,695,960</u>	<u>\$505,693,720</u>	<u>\$511,919,590</u>	<u>\$514,094,790</u>	<u>\$531,176,090</u>	<u>\$540,158,940</u>	<u>\$555,667,029</u>	<u>\$595,911,740</u>	<u>\$604,149,990</u>
Debt Limit - 9% of Taxable Valuation (1)	<u>\$45,662,638</u>	<u>\$45,602,636</u>	<u>\$45,512,435</u>	<u>\$46,072,763</u>	<u>\$46,268,531</u>	<u>\$47,805,848</u>	<u>\$48,614,305</u>	<u>\$50,010,033</u>	<u>\$53,632,057</u>	<u>\$54,373,499</u>
Amount of Debt Applicable to Debt Limit										
General Obligation Bonds	12,045,000	11,905,000	10,535,000	10,575,000	9,235,000	7,820,000	6,355,000	4,815,000	4,775,000	65,000,000
Less Amount Available in Debt Service	<u>(2,899,907)</u>	<u>(2,989,214)</u>	<u>(3,130,652)</u>	<u>(3,202,124)</u>	<u>(3,048,479)</u>	<u>(2,895,546)</u>	<u>(2,304,751)</u>	<u>(1,437,658)</u>	<u>(1,227,323)</u>	<u>(4,215,968)</u>
Amount of Debt Subject to Limit	<u>9,145,093</u>	<u>8,915,786</u>	<u>7,404,348</u>	<u>7,372,876</u>	<u>6,186,521</u>	<u>4,924,454</u>	<u>4,050,249</u>	<u>3,377,342</u>	<u>3,547,677</u>	<u>60,784,032</u>
Legal Debt Margin	<u>\$36,517,545</u>	<u>\$36,686,851</u>	<u>\$38,108,087</u>	<u>\$38,699,887</u>	<u>\$40,082,010</u>	<u>\$42,881,394</u>	<u>\$44,564,056</u>	<u>\$46,632,691</u>	<u>\$50,084,380</u>	<u>(\$6,410,533)</u>
Legal Debt Margin as a Percentage of the Debt Limit	79.97%	80.45%	83.73%	84.00%	86.63%	89.70%	91.67%	93.25%	93.39%	-11.79%
Unvoted Debt Limit - .10% of Taxable Valuation (1)	\$507,363	\$506,696	\$505,694	\$511,920	\$514,095	\$531,176	\$540,159	\$555,667	\$595,912	\$604,150
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Legal Debt Margin	<u>\$507,363</u>	<u>\$506,696</u>	<u>\$505,694</u>	<u>\$511,920</u>	<u>\$514,095</u>	<u>\$531,176</u>	<u>\$540,159</u>	<u>\$555,667</u>	<u>\$595,912</u>	<u>\$604,150</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Source: Ohio Department of Taxation and School District Financial Records

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

Note: The amount of debt presented as subject to the limit should be the balances used to compute the margin as specified by statute, i.e. the gross balances, not amounts that are net of premiums or discounts. On deep discount or capital appreciation bonds, this would be the original issue amount.

ATHENS CITY SCHOOL DISTRICT

Demographic and Economic Statistics

Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Unemployment Rate (2)</u>	<u>Ohio Adjusted Gross Income (3)</u>	<u>Per Capital Personal Income</u>
2010	33,790	9.60%	\$483,402,647	\$14,306
2011	35,026	10.60%	442,503,264	12,634
2012	34,684	8.70%	485,647,343	14,002
2013	35,154	9.20%	467,079,140	13,287
2014	35,328	6.80%	475,461,577	13,458
2015	35,381	7.10%	489,016,925	13,821
2016	35,333	7.30%	478,966,013	13,556
2017	35,725	7.50%	500,351,550	14,006
2018	35,725	7.60%	Not Available	Not Available
2019	35,725	6.40%	Not Available	Not Available

Sources:

(1) 2012-2019 data from the 2010 US Census Estimate. 2010-2011 data from the Ohio Municipal Advisory Council

(2) U.S. Department of Labor. Data is for Athens County in June of each year. Statistic is not available by school district.

(3) Ohio Department of Taxation

ATHENS CITY SCHOOL DISTRICT
Principal Employers
2019 and 2010

Employer	Nature of Business	2019			2010		
		Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment
Ohio University (#)	Education	4,885	1	17.81%	4,023	1	13.64%
Ohio Health (O'Bleness)(#)	Health Care	947	2	3.45%	470	3	1.59%
Athens County Government (#)	Government	580	3	2.11%	611	2	2.07%
Athens City School District (#)	Education	338	4	1.22%	424	5	1.44%
Wal-Mart (#)	Retail	336	5	1.23%	428	4	1.45%
Hocking College	Education	300	6	1.10%	Was not on the Top Ten list		
Kroger Company (#)	Retail	300	7	1.09%	102	10	0.35%
Health Recovery Services (#)	Health Care	189	8	0.69%	175	7	0.59%
Athens City Government (#)	Government	185	9	0.67%	255	6	0.86%
Holzer Hospital	Health Care	180	10	0.66%	Was not on the Top Ten list		
Total		<u>8,240</u>		<u>30.04%</u>	<u>6,488</u>		<u>21.99%</u>
Total Employment within Athens County (1)		<u>27,434</u>			<u>29,500</u>		

(1) Data not readily available in rural communities.

(#) Located within the Athens City School District ~ Others are within a 10 mile radius of the District.

Source: Athens Area Chamber of Commerce, Athens County Auditor's Office and Direct Contacts

ATHENS CITY SCHOOL DISTRICT

Personal Income

Last Ten Years

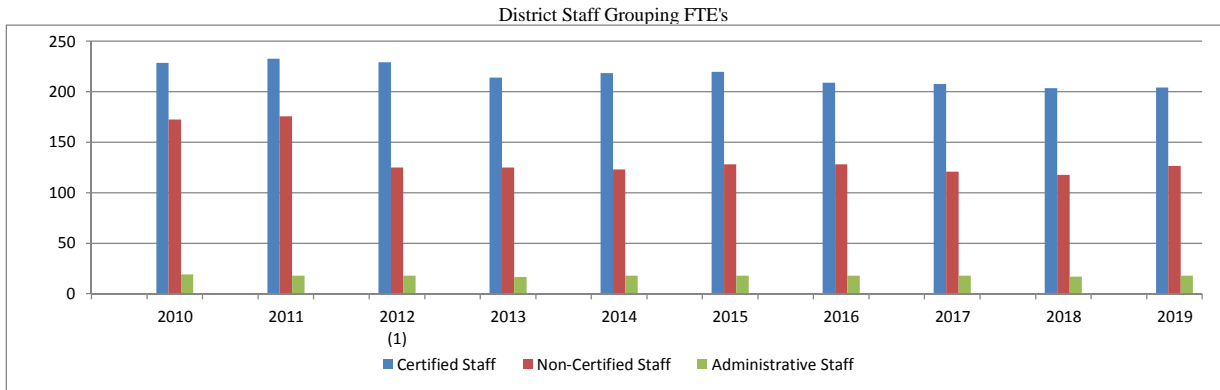
<u>Calendar Year</u>	<u>Number of Income Tax Returns</u>	<u>Number of Personal Exemptions</u>	<u>Total Federal Adjusted Gross Income</u>	<u>Average Federal Adjusted Gross Income</u>	<u>Rank Among Ohio Schools (1)</u>
2010	9,597	16,964	\$502,892,243	\$52,401	144
2011	9,547	16,679	463,164,982	48,976	247
2012	9,585	16,776	508,657,893	53,068	210
2013	9,744	16,955	505,212,040	51,849	258
2014	9,779	15,972	523,413,087	53,524	261
2015	10,049	16,193	541,014,342	53,838	277
2016	10,292	16,401	543,572,068	52,815	280
2017	10,351	16,452	565,869,111	54,668	277
2018	N/A	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A	N/A

Source: Ohio Department of Taxation

(1) 612 Total Ohio Public K-12 School Districts
N/A Data for these years is not yet available.

ATHENS CITY SCHOOL DISTRICT
School District Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2010	2011	2012 (1)	2013	2014	2015	2016	2017	2018	2019
Teaching Staff:										
Elementary (K-6) Classroom Teachers	84.00	85.00	85.00	76.00	76.00	82.35	79.00	76.60	78.50	71.00
Secondary (7-12) Classroom Teachers	67.25	67.75	67.33	65.25	66.50	67.88	68.00	68.00	60.00	57.00
Special Education Teachers	37.00	38.75	36.87	35.75	38.00	35.00	32.00	32.00	30.00	39.00
Vocational Education Teachers	8.00	8.00	7.00	7.00	6.00	4.00	3.00	2.00	2.00	2.00
Specialist Teachers (Art, PE, Music, Literacy)	17.20	17.20	18.30	17.00	17.00	16.00	12.00	13.00	18.00	19.00
Talented & Gifted / LEP Teachers	3.00	3.00	3.00	3.00	3.00	2.00	2.00	3.00	2.00	2.00
Pre-School Teachers	3.00	3.00	2.50	2.00	3.00	3.50	3.00	3.00	3.00	3.00
Pupil Support Services:										
Secretarial/Office Support Staff	21.50	21.50	21.69	21.69	22.18	21.93	21.93	21.93	21.80	21.80
Guidance/Counselors	5.00	6.00	5.00	4.00	5.00	5.00	4.00	5.00	5.00	6.00
Librarians/Audio Visual	1.00	1.00	1.00	1.00	1.00	1.00	2.00	1.00	1.00	1.00
Psychologists	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Nurses	1.00	1.00	1.00	1.00	1.00	1.00	1.70	2.00	2.00	2.00
Educational Aides	68.00	70.70	50.44	45.75	46.94	47.81	48.04	42.77	41.96	44.88
Administrators/Supervisors:										
Elementary (K-6)	5.00	5.00	5.00	4.00	5.00	4.00	4.00	4.00	4.00	4.00
Secondary (7-12)	3.00	3.00	3.00	3.00	4.00	4.00	5.00	5.00	4.00	4.00
Central/Districtwide	11.00	10.00	10.00	9.60	9.00	10.00	8.80	8.80	8.80	9.80
Operation of Plant:										
Custodians	26.50	26.48	18.00	23.00	22.50	23.31	23.00	23.00	22.00	25.00
Maintenance	5.00	4.00	4.00	5.00	5.00	5.00	5.00	5.00	4.00	3.00
Pupil Transportation:										
Bus Drivers	31.00	31.00	18.25	16.88	14.38	16.86	17.97	17.75	14.10	17.57
Mechanics	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Food Service Program:										
Elementary (K-6)	11.05	10.00	5.33	5.33	5.07	5.57	5.11	4.60	6.68	7.03
Secondary (7-12)	7.40	10.00	5.33	5.33	5.00	5.50	5.00	3.61	5.03	5.15
Total	419.90	426.38	372.04	355.58	359.57	365.71	354.55	346.06	337.87	348.23



Method: Using 1.0 for each full-time employee (FTE) and an appropriate fraction for each part-time and seasonal employee. The count is performed on October 1 of each year.

(1) FTE Calculation was changed in 2012. All hourly staff was calculated on an 8.0 hour per day basis rather than a classification or positional basis.

Source: Ohio Department of Education and Athens City School District Financial Records.

ATHENS CITY SCHOOL DISTRICT

*Miscellaneous Statistics
June 30, 2019*

Year of Establishment	Established in the Mid 1800's Consolidated with The Plains and Chauncey School Districts in 1964		
Form of Government	Locally-elected five member Board		
Number of Employees:			
Certificated		204.0	
Non-Certificated		126.4	
Administrative		17.8	
Area - square miles		89 Square Miles	
State Funded Total Average Daily Membership		2,476	
Funded students are resident students only and this number will not match Total Enrollment below.			
	<u>District</u>	<u>Comparison Group</u>	<u>State Average</u>
% of Funds Spent on Classroom Instruction (a)	74.9%	69.0%	67.7%
Classroom Funding % Rank (a)	3rd of 111	(A rank of 1 indicates the highest percent spent on classroom instruction)	
Average Number of Years Teaching Experience		15	
Percentage of Teaching Staff Holding a Master's Degree or Higher		80.8%	

(a) Ranking determined by the Ohio Department of Education and are grouped by district enrollment size. Data is for Fiscal Year 2019.
n/a Not Available at the time of this report.

<u>Building</u>	<u>Grades Level</u>	<u>Enrollment (1)</u>	<u>Capacity (2)</u>	<u>Percentage of Capacity</u>	<u>Number of Classroom Teachers (3)</u>	<u>Pupil/ Teacher Ratio (4)</u>	<u>Year Building Completed</u>	<u>Date of Additions</u>
Athens High School	9 - 12	791	1,260	62.78%	40.0	19.8 :1	1968	2002
Athens Middle School	7 & 8	382	644	59.32%	19.0	20.1 :1	1923	1936, 1956 1973, 2002
Chauncey Elementary (5)	PS	43	120	35.83%	3.0	7.2 :1	1964	1978
East Elementary	K-6	363	477	76.10%	20.0	18.2 :1	1956	1980
Morrison-Gordon Elementary	K-6	396	531	74.58%	20.0	19.8 :1	1979	-
The Plains Elementary	K-6	420	531	79.10%	22.0	19.1 :1	1990	-
West Elementary	K-6	<u>195</u>	<u>353</u>	<u>55.24%</u>	<u>9.0</u>	21.7 :1	1956	1978
District Totals		2,590	3,916	66.14%	133	19.5 :1		

- (1) Total Enrollment in all Regular Education Classrooms - as of June 30th
- (2) Based on the number of regular education classrooms and the District's maximum Student:Teacher Ratio
- (3) Regular Education Teachers only. Special Education students use the inclusion model and are counted in those classrooms totals.
- (4) Determined by Regular Education Classroom Teachers divided by the number of Students educated.
- (5) Chauncey Elementary was converted to a Preschool only building in Fiscal Year 2013. Students attend 1/2 day reducing the Teacher Ratio by 1/2. 40% of this facility is now leased to the Athens-Meigs Educational Service Center. The Capacity has been adjusted accordingly.

ATHENS CITY SCHOOL DISTRICT
Standardized Test Results
June 30, 2019

	<u>Athens High School</u>	<u>State Mean</u>	<u>National Mean</u>
<u>S.A.T.</u>			
EBRW (2)	616.2	550	531
Mathematics	601.5	548	528
<u>A.C.T.</u>			
English	20.9	19.0	20.1
Mathematics	21.3	19.9	20.4
Reading	22.1	20.5	21.2
Science	21.4	20.1	20.6
Composite	21.0	20.0	20.7

Ohio Public School Report Card Data:

	<u>Athens City Schools</u>	<u>Similar Districts (1)</u>	<u>State Average</u>
<u>3rd Grade Achievement Test</u>			
English Language Arts	66.2%	72.8%	66.7%
Mathematics	62.7%	71.9%	67.1%
<u>4th Grade Achievement Test</u>			
English Language Arts	61.9%	69.0%	63.3%
Mathematics	65.5%	82.1%	74.3%
<u>5th Grade Achievement Test</u>			
English Language Arts	73.9%	75.4%	69.8%
Mathematics	54.9%	68.9%	62.5%
Science	66.3%	74.7%	65.0%
<u>6th Grade Achievement Test</u>			
English Language Arts	57.4%	62.3%	56.1%
Mathematics	67.7%	68.5%	60.1%
<u>7th Grade Achievement Test</u>			
English Language Arts	73.9%	76.0%	67.7%
Mathematics	59.5%	67.9%	57.5%
<u>8th Grade Achievement Test</u>			
English Language Arts	63.6%	65.4%	58.3%
Mathematics	57.2%	68.2%	57.3%
Science	72.4%	77.5%	68.2%
<u>High School</u>			
Algebra I	76.5%	68.6%	61.1%
Biology	81.9%	81.4%	73.7%
English Language Arts I	85.4%	76.2%	68.3%
English Language Arts II	82.6%	74.0%	66.2%
Geometry	60.9%	57.9%	50.1%
American US Government	82.8%	82.3%	77.7%
American US History	82.6%	86.0%	78.1%
<u>Graduation Rate:</u>			
4-Year Rate	92.2%	93.1%	85.3%
5-Year Rate	94.2%	95.0%	85.9%

(1) Determined by the Ohio Dept. of Education based on demographic, socioeconomic, and geographic factors. Ohio Similar District Groupings can be found at: http://webapp2.ode.state.oh.us/similar_districts/similar_districts.asp

(2) The SAT test changed in 2017. EBRW is Evidence-Based Reading and Writing.

n/a Not Available at the time of this report.

OHIO AUDITOR OF STATE
KEITH FABER



ATHENS CITY SCHOOL DISTRICT

ATHENS 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
MARCH 3, 2020**