

**LITTLE MIAMI LOCAL SCHOOL DISTRICT**



**Single Audit Reports**

**June 30, 2017**





# Dave Yost • Auditor of State

Board of Education  
Little Miami Local School District  
7247 Zoar Road  
Maineville, Ohio 45039

We have reviewed the *Independent Auditor's Report* of the Little Miami Local School District, Warren County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2016 through June 30, 2017. 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 Little Miami Local School District is responsible for compliance with these laws and regulations.

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

Dave Yost  
Auditor of State

January 22, 2018

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**LITTLE MIAMI LOCAL SCHOOL DISTRICT  
SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2017**

| Federal Grant/<br>Pass Through Grantor<br>Program Title | Pass<br>Through<br>Entity<br>Number | Federal<br>CFDA<br>Number | Disbursements | Non-Cash<br>Disbursements |
|---|-------------------------------------|---------------------------|---------------|---------------------------|
| <u>U.S. DEPARTMENT OF AGRICULTURE</u>                   |                                     |                           |               |                           |
| Passed Through Ohio Department of Education:            |                                     |                           |               |                           |
| Child Nutrition Cluster:                                |                                     |                           |               |                           |
| School Breakfast Program                                | 3L70                                | 10.553                    | \$87,966      | \$0                       |
| National School Lunch Program                           | 3L60                                | 10.555                    | 424,200       | 108,478                   |
| Total Child Nutrition Cluster                           |                                     |                           | 512,166       | 108,478                   |
| Total U.S. Department of Agriculture                    |                                     |                           | 512,166       | 108,478                   |
| <u>U.S. DEPARTMENT OF EDUCATION</u>                     |                                     |                           |               |                           |
| Passed Through Ohio Department of Education:            |                                     |                           |               |                           |
| Special Education Cluster:                              |                                     |                           |               |                           |
| Special Education-Grants to States                      | 3M20                                | 84.027                    | 601,844       | 0                         |
| Special Education-Preschool Grants                      | 3C50                                | 84.173                    | 3,857         | 0                         |
| Total Special Education Cluster                         |                                     |                           | 605,701       | 0                         |
| Title I Grants to Local Educational Agencies            | 3M00                                | 84.010                    | 270,900       | 0                         |
| Improving Teacher Quality State Grants                  | 3Y60                                | 84.367                    | 79,619        | 0                         |
| Total Department of Education                           |                                     |                           | 956,220       | 0                         |
| Total Federal Assistance                                |                                     |                           | \$1,468,386   | \$108,478                 |

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES**

**NOTE A -- SIGNIFICANT ACCOUNTING POLICIES**

The accompanying schedule of federal awards expenditures is a summary of the activity of the District's federal award programs. The schedule has been prepared using the cash basis of accounting. The information in this schedule is presented 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). The District did not elect to use the 10-percent de minimus indirect cost rate as allowed under the Uniform Guidance.

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Education  
Little Miami Local School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Little Miami Local School District (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 22, 2017.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *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 deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.  
Cincinnati, Ohio  
December 22, 2017



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND  
ON INTERNAL CONTROL OVER COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES OF  
FEDERAL AWARDS REQUIRED BY UNIFORM GUIDANCE**

Board of Education  
Little Miami Local School District

**Report on Compliance for Each Major Federal Program**

We have audited the Little Miami Local School District's (the District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2017. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

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

***Opinion on Each Major Federal Program***

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

**Report on Internal Control over Compliance**

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the 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, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. 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 type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program 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 was not designed to 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.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. 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 audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the District, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 22, 2017, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information 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, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.  
Cincinnati, Ohio  
December 22, 2017

**LITTLE MIAMI LOCAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2017**

**Section I – Summary of Auditor’s Results**

**Financial Statements**

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Noncompliance material to financial statements noted? No

**Federal Awards**

Internal control over major federal programs:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Type of auditor’s report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

Identification of major federal programs:

Child Nutrition Cluster

Dollar threshold used to distinguish between Type A and Type B Programs \$750,000

Auditee qualified as low-risk auditee? Yes

**Section II – Findings Related to the Financial Statements Required to be reported in Accordance with GAGAS**

None

**Section III – Federal Award Findings and Questioned Costs**

None

**LITTLE MIAMI LOCAL SCHOOL DISTRICT  
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS  
June 30, 2017**

**Summary of Prior Audit Findings:**

None Noted



# Comprehensive Annual Financial Report

For the fiscal year ending June 30, 2017  
Little Miami Local Schools • Maineville, Ohio

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**Little Miami Local School District  
Maineville, Ohio**

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**Comprehensive Annual Financial Report  
For The Fiscal Year Ended June 30, 2017**

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**Prepared By:  
Office Of The Treasurer  
Terry Gonda, Treasurer**

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## Introductory Section

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# Little Miami Local Schools

December 22, 2017

To The Citizens and Board of Education of the Little Miami Local School District:

The Comprehensive Annual Financial Report [CAFR] of the Little Miami Local School District [District] for the fiscal year ended June 30, 2017, is hereby submitted. This report, prepared by the Treasurer's office, includes an unmodified opinion from Plattenburg and Associates and conforms to generally accepted accounting principles as applicable to governmental entities. The responsibility for an accurate, complete and fair presentation of the data, including all disclosures, belongs to the District. This report will provide the taxpayers of the Little Miami Local School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditor's report.

## **THE REPORTING ENTITY AND SERVICES PROVIDED**

The District provides a full range of traditional and non-traditional educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory, advanced placement, college, gifted, special education and vocational levels. The district offers a broad range of co-curricular and extra-curricular activities in the areas of academics, athletics, music, and clubs.

## **ECONOMIC CONDITION AND OUTLOOK**

The District is located north of Cincinnati, in the southeastern part of Warren County. Approximately 93% of the District's tax base is agricultural and residential properties; the remainder is composed of a wide range of manufacturing, commercial and other business properties. The overall economic outlook for the area remains stable with low unemployment rates, growth in the local tax base and low inflationary pressures.

The District is continually challenged by the responsibility bestowed upon it by the community at large. We are always striving to provide the very best opportunities to every student, while carefully guarding the District's resources.

## THE DISTRICT AND ITS FACILITIES

The District is located mostly in Warren County and partly in Clermont County. It is approximately thirty miles from downtown Cincinnati, Ohio and covers an area of 98 square miles. It serves pupils from Hamilton, Harlan, Washington and Salem Townships and the Villages of Morrow, Butlerville and Maineville. Since 1995, the District has experienced strong growth, mostly in Hamilton Township.

The District now houses 4,627 students (K-12) in one high school, one junior high school, one intermediate school and three elementary schools. This was an increase of 177 students over the prior year. The district is projecting continued growth per year in enrollment for future years due to residential developments which have begun construction again as the economy has stabilized. Student growth and enrollment has been a priority for the Board and Administration and will continue to be as the District's needs change.

| <u>Constructed</u> | <u>School</u>                      | <u>Enrollment</u> |
|--------------------|------------------------------------|-------------------|
| 2000               | Little Miami High School           | 1,054             |
| 2009               | Little Miami Junior High School    | 786               |
| 2009               | Little Miami Intermediate School   | 740               |
| 1956               | Salem Elementary School            | 1,313             |
| 1934               | Hamilton-Maineville Primary School | 478               |
| 1937               | Harlan-Butlerville Primary School  | 256               |
| 1913               | Morrow Elementary School*          |                   |

\* - currently not in use

## ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education 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 the general laws of the State of Ohio are followed in the expenditures of the District's tax dollars and approves the annual appropriation resolution and tax budget.

The Board members represent a cross section of professions in the community. The board members on June 30, 2017, were as follows:



| <u>Board Member</u> | <u>Began Service</u> | <u>Term Expires</u> | <u>Profession</u> |
|---------------------|----------------------|---------------------|-------------------|
| Bobbie Grice        | June 30, 1997        | December, 2017      | Education         |
| Michael Cremeans    | January 1, 2000      | December, 2019      | Steel/Retired     |
| Nancy Journeay      | January 1, 2012      | December, 2019      | Education         |
| Randy Haas          | January 1, 2012      | December, 2019      | Manufacturing     |
| Tony Niemesh        | January 1, 2014      | December, 2017      | Education         |

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. The Board named Greg Power as Interim Superintendent for the 2011-2012 school year at their special meeting on July 7, 2011. Mr. Power was then named the Superintendent for the 2013 and 2014 school years and is under contract as Superintendent of the District for 2016 through 2020 school years. Mr. Power joined Little Miami in 2004 as the Little Miami High School Assistant Principal. In 2008, he was appointed as the Director of Administrative Services, overseeing the completion of construction and renovation projects and managing all facility operations. For the 2010-2011 school year, he served as the Director of Curriculum and Instruction. Mr. Power, who has 42 years of experience in education, has an undergraduate and Master's degrees from the University of Cincinnati and holds his superintendent licensure from Xavier University. He is a member of ASCD, Buckeye Association of School Administrators, Valley Area School Administrators, and AASA.

The Treasurer of the District is Terry Gonda. He is the chief financial officer and is responsible directly to the Board for all financial operations, investments, custody of all district funds and assets, and serves as the Secretary to the Board. Mr. Gonda joined the Little Miami Local School District in November 2009 as the Little Miami Assistant Treasurer. In July, 2011, he became part of the administrative team as Treasurer bringing with him more than twelve years of experience as an auditor with the Auditor of the State of Ohio. Mr. Gonda is now in his seventh year as Treasurer of the District. At the March 29, 2016 Board meeting, Mr. Gonda was named Treasurer of the District through the 2020 school year. He received an undergraduate degree in accounting from Heidelberg College. Mr. Gonda is a member of the Ohio Association of School Business Officials, Association of School Business Officials International and the Government Finance Officers Association.

## **EMPLOYEE RELATIONS**

The Little Miami Teacher's Association (LMTA), an affiliate of the Ohio Education Association (OEA), represents certificated employees of the District. The District and LMTA entered into a two year collective bargaining agreement that expires June 30, 2019.

Classified employees are represented by the Ohio Association of Public School Employees (OAPSE). The School District and OAPSE entered into a two year collective bargaining agreement that expires June 30, 2019.

## **SERVICES PROVIDED**

The District provides a wide variety of educational and support services, as mandated by the Ohio Revised Code or board directives.

The food service department serves lunches at the District's six kitchens. The District currently offers a breakfast program at six sites.

Transportation services are provided to all students in grades PK-12. Private school students are transported within the 30-minute distance requirements.

In addition to transportation and school lunch support services, students in the District also receive guidance, psychological, and limited health services free of charge. The guidance services are designed to help students match their natural skills with vocational and/or academic programs to help them achieve their full potential in life. Psychological services include the testing and identification of students for special education and gifted programs. Health services are provided by licensed nurses at each of the six school sites. The district participates in providing additional mental health supports through a federal grant with the Regional Project AWARE Board. The superintendent is a member of the Project AWARE Governing Board. Additional student behavioral supports are acquired through the Warren County Educational Service Center.

The District offers regular instructional programs daily to students in grades PK-12. The District provides special services for physical and/or mental handicapping conditions. Gifted services are provided in grades three through six in the areas of Math, Science, Social Studies and Language Arts. Gifted services are provided in grades seven and eight in the area of math. Instructor led advanced placement classes are provided at the high school in the areas of English, Math, Science, and Social Studies. Other high school online AP electives are also available as student options.

The District presented 283 high school diplomas in May, 2017

## **CURRENT INITIATIVES**

### Curriculum and Instructional Services

The Little Miami Local School District is committed to providing a quality education for all students. Over the last few years, the district has worked to upgrade instructional resources focusing its efforts at the PK-5 grade levels. Currently the district is in the midst of working to revise and upgrade content and instructional resources at grades 6-12. At grades 9-12, the Board of Education approved the adoption of digital learning resources in all core subjects and the implementation of a blended learning, one-to-one student device instructional framework for the FY 2018 school year. The district is focused on providing professional development to staff which provides high quality learning experiences for all students. An example of this is the district's commitment to implementation of the Ohio Writing Project. Continuing through the next 2 years, staff at all levels will receive professional development that focuses on the writing process with the goal of full implementation and integration of the writing process across all content areas.

The district has been working to increase student access to technology and is creating a plan which supports integrating technology into the learning environments across the district. Purchases of Chromebooks, iPads, along with portable carts increased student access to digital resources.

At the elementary level a conscious effort has been made to make sure that each child is reading on grade level through the implementation of a formal literacy program. Data is used from regular assessments such as Fountas and Pinnell Benchmark Assessments, MAP and state mandated assessments to determine interventions/enrichments that are provided during the school day. Intervention is provided during school to support students who are not meeting their learning grade level benchmarks. Summer school supports are in place to further support students in grades 1-4.

College Credit Plus options are available to all qualified students grades 7-12. French and Spanish World Language offerings have been increased at the Junior High level. Engineering offerings have been added at the Junior High and the High School level. The district is also collaborating with the University of Cincinnati to create a technology career pathway that enables students to complete freshman year technology coursework, gain acceptance into the University of Cincinnati as Technology majors, and acquire guaranteed internships each of their remaining years.

All schools in the district have implemented an anti-bullying program. There has been an increased emphasis at providing intervention supports to students utilizing Sandy Hook support programming resources. Counselors also provide specific small group and individual student supports in this area. This school year there has been a renewed emphasis on implementation of PBIS (Problem Based Intervention Supports) as a part of creating a supportive framework for students. PAX Good Behavior programming has been implemented at the K-4 grade levels to support student learning.

## **RELEVANT FINANCIAL POLICIES**

On June 30, 2015 Ohio Governor John Kasich signed Am. Sub. H.B. 64 (“HB 64”), which is the budget for the 2016-2017 biennium and provides the funding formula to Ohio schools.

Under HB 64, similar to the current formula, the State Department of Education computes and pays to each school district education aid based on per pupil funding (calculated to be \$5,900 in Fiscal Year 2016 and \$6,000 in Fiscal Year 2017) multiplied by each school district’s “state share index” which uses a three year average of property valuation per pupil and median income of that school district to calculate the percentage of the per-pupil amount that is to be paid by the State and the amount assumed to be contributed by the school district through local sources. Additional funds are provided for students with exceptional needs, including those with special needs and the disabled, and limited English proficiency, and for economically disadvantaged and gifted students. Funding is also provided based on the number of K-3 students at each school district to be used to help school districts comply with Ohio’s third-grade reading guarantee. HB 64 also provides for the payment to certain districts of capacity aid funds, graduation bonuses and third-grade reading bonuses.

As funding formulas change in each biennium budget the District will continue to monitor closely the funds received from the state as they incorporate approximately 28% of total general fund revenue.

## **FINANCIAL INFORMATION**

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from generally accepted accounting principles [GAAP] as promulgated by the Governmental Accounting Standards Board [GASB].

## **INTERNAL ACCOUNTING AND BUDGETARY CONTROL**

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that: (1) the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

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

At the beginning of each fiscal year, the Board adopts a temporary appropriation measure. The Board then adopts a permanent appropriation measure in September.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the function level within a fund. All purchase order requests must be approved by the individual program managers and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors. The District budgets for all governmental funds.

The accounting system used by the District allows on-line immediate financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. The financial statements are available to each approved District user and budget authority.

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

The basis of accounting and the various funds utilized by the District are fully described in the notes to the basic financial statements. Additional information on the District's budgetary accounts can also be found in the notes to the basic financial statements.

## **CASH MANAGEMENT**

The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently investing available cash in obligations collateralized by the United States Government, or the State of Ohio issued instruments or insured by the Federal Deposit Insurance Corporation [FDIC].

The cash management program is designed to minimize cash on hand and maximize investment holdings. All investments are spread among available investment options to insure maximum interest rates. For more information on the cash management of the District see Note 3 in the Notes to the Basic Financial Statements.

## **RISK MANAGEMENT**

The District continues to protect its assets through a comprehensive insurance program. For more information on the schedule of insurance of the District see Note 12 in the Notes to the Basic Financial Statements.

## **INDEPENDENT AUDIT**

Provisions of State statute require that the District's financial statements be subjected to an annual examination by an independent auditor. Plattenburg's unmodified opinion rendered on the District's basic financial statements, combining statements and individual fund schedules, is included in the financial section of this Comprehensive Annual Financial Report. Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio. The District adopted and has been in conformance with that system.

## **AWARDS**

### GFOA Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada [GFOA] awarded a Certificate of Achievement for Excellence in Financial Reporting to the Little Miami Local School District for its comprehensive annual financial report for the fiscal year ended June 30, 2016. 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.

## ASBO Certificate of Excellence in Financial Reporting

The Association of School Business Officials International [ASBO] awards a Certificate of Excellence in Financial Reporting to school districts that publish Comprehensive Annual Financial Reports which substantially conform to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. The award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials.

The District received the Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2016. The District believes that the Comprehensive Annual Financial Report for fiscal year June 30, 2017, which will be submitted to ASBO for review, will conform to ASBO's principles and standards.

### **ACKNOWLEDGEMENTS**

The preparation of the 2017 Comprehensive Annual Financial Report of the Little Miami Local School District was made possible by the dedicated service of Ms. Susan Murray, Mrs. Katrina Hillard and Ms. Kathryn Jones. Special recognition is given to Plattenburg and Associates, Inc., Certified Public Accountants for their assistance in the preparation of the CAFR in addition to their work for their audit of the CAFR. Finally, this report would not have been possible without the leadership and support of the District's Board of Education and the Little Miami Local Schools community.

The publication of this Comprehensive Annual Financial Report for the District is a major step in reinforcing the accountability of the District to the taxpayers of the community.

Respectfully submitted,



Terry Gonda,  
Treasurer/CFO



Greg Power,  
Superintendent/CEO

**LITTLE MIAMI LOCAL SCHOOL DISTRICT  
LIST OF PRINCIPAL OFFICIALS  
As of June 30, 2017**

**BOARD OF EDUCATION**

Randy Haas, President  
Michael Cremeans, Vice President  
Nancy Journeay, Member  
Bobbie Grice, Member  
Tony Niemesh, Member

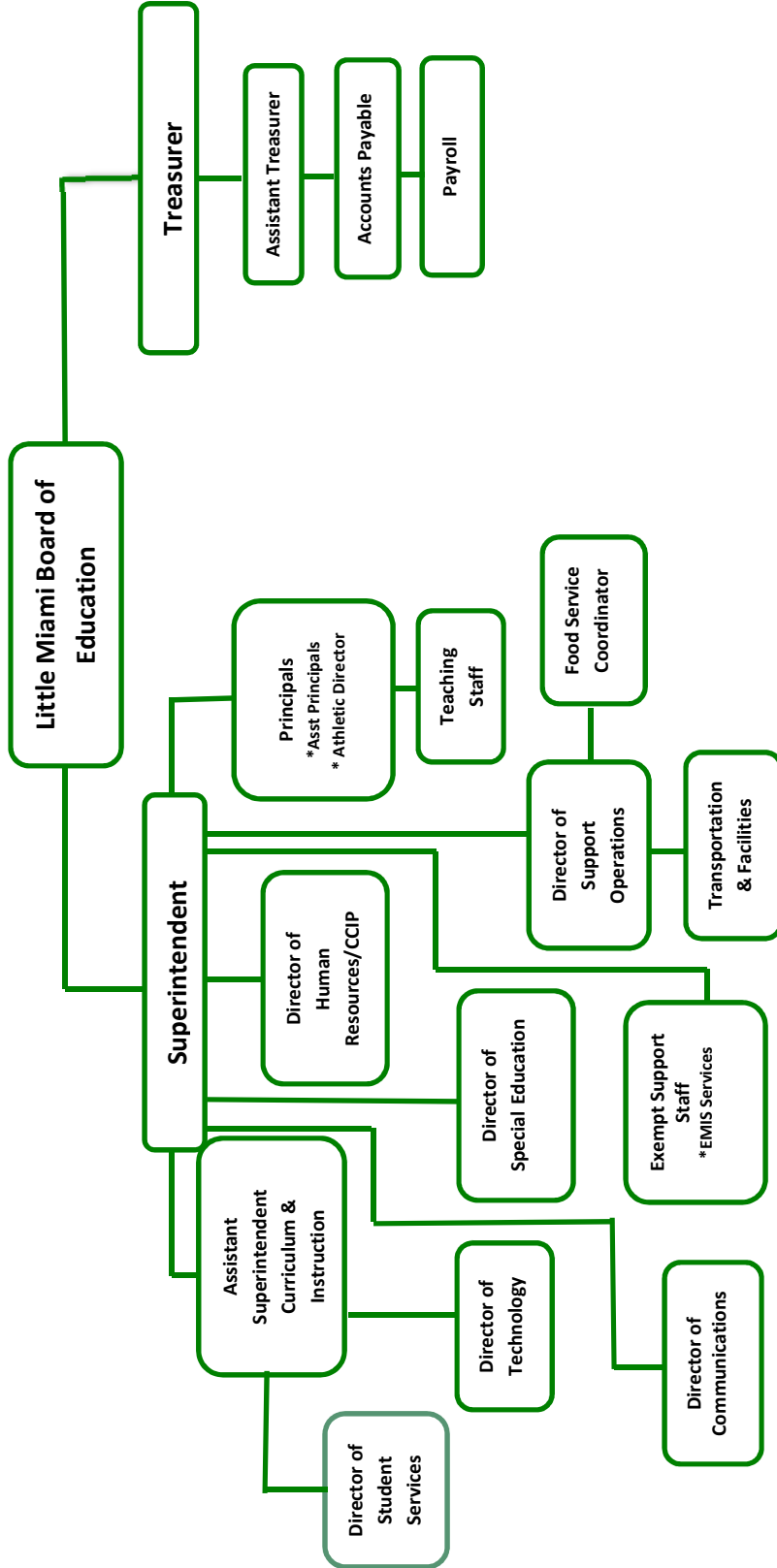
**TREASURER**

Terry Gonda

**SUPERINTENDENT OF SCHOOLS**

Gregory Power

# LITTLE MIAMI LOCAL SCHOOLS ORGANIZATIONAL CHART







Government Finance Officers Association

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

Presented to

**Little Miami Local School District  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2016**

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

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

**Little Miami Local School District, Ohio**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2016.**

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



A handwritten signature in black ink, appearing to read 'Anthony N. Dragona'. The signature is written over a horizontal line.

Anthony N. Dragona, Ed.D., RSBA  
President

A handwritten signature in black ink, appearing to read 'John D. Musso'. The signature is written over a horizontal line.

John D. Musso, CAE, RSBA  
Executive Director



## Financial Section

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Little Miami Local School District

### 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 Little Miami Local School District (the District) as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Opinions

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 District, as of June 30, 2017, and the respective changes in financial position, for the year then ended in accordance with 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 that the management's discussion and analysis, and budgetary comparison information, and schedules of net pension liabilities and pension contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information 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, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2017, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.

Cincinnati, Ohio

December 22, 2017

**Little Miami Local School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

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The discussion and analysis of Little Miami Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2017. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

### **Financial Highlights**

Key financial highlights for 2017 are as follows:

- Net position of governmental activities increased \$5,682,871 from 2016.
- General revenues accounted for \$53,639,920 in revenue or 90% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$6,011,498 or 10% of total revenues of \$59,651,418.
- The District had \$53,968,547 in expenses related to governmental activities; \$6,011,498 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$53,639,920 were also used to provide for these programs.

### **Overview of the Financial Statements**

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

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. The General and the Debt Service funds, are the major funds of the District.

### **Government-wide Financial Statements**

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2017?" The Government-wide Financial Statements answer this question. These statements include *all assets and deferred outflows of resources, and liabilities and deferred inflows of resources* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

**Little Miami Local School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

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These two statements report the District's *net position* and changes in net position. This change in net position is important because it tells the reader that, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Government-wide Financial Statements, overall financial position of the District is presented in the following manner:

- Governmental Activities – Most of the District's programs and services are reported here including instruction, support services, operation of non-instructional services, extracurricular activities and interest and fiscal charges.

**Fund Financial Statements**

The analysis of the District's major funds is presented in the Fund Financial Statements (see Table of Contents). 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.

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

**Fiduciary Funds** Fiduciary Funds are used to account for resources held for the benefits of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

**The District as a Whole**

As stated previously, the Statement of Net Position looks at the District as a whole. Table 1 provides a summary of the District's net position for 2017 compared to 2016:

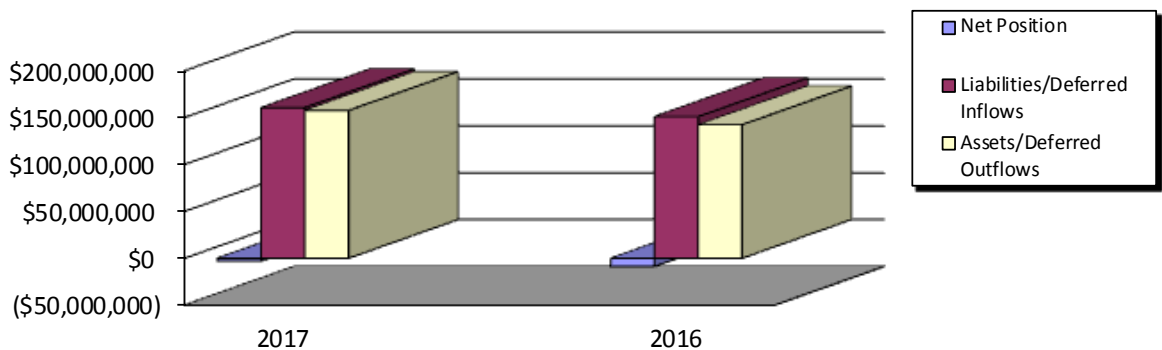
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**Little Miami Local School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

**Table 1  
Net Position**

|   | Governmental Activities |                      |
|---|-------------------------|----------------------|
|   | 2017                    | 2016                 |
| <b>Assets:</b>                              |                         |                      |
| Current and Other Assets                    | \$73,550,717            | \$66,782,424         |
| Capital Assets                              | 65,516,979              | 66,647,779           |
| <b>Total Assets</b>                         | <b>139,067,696</b>      | <b>133,430,203</b>   |
| <b>Deferred Outflows of Resources:</b>      |                         |                      |
| Deferred Charge on Refunding Pension        | 2,133,006               | 1,263,201            |
|   | 16,441,516              | 7,665,211            |
| <b>Total Deferred Outflows of Resources</b> | <b>18,574,522</b>       | <b>8,928,412</b>     |
| <b>Liabilities:</b>                         |                         |                      |
| Other Liabilities                           | 4,258,517               | 2,885,401            |
| Long-Term Liabilities                       | 129,526,316             | 113,434,704          |
| <b>Total Liabilities</b>                    | <b>133,784,833</b>      | <b>116,320,105</b>   |
| <b>Deferred Inflows of Resources:</b>       |                         |                      |
| Property Taxes                              | 26,863,109              | 30,074,267           |
| Revenue in Lieu of Taxes                    | 0                       | 466,081              |
| Pension                                     | 0                       | 4,186,757            |
| <b>Total Deferred Inflows of Resources</b>  | <b>26,863,109</b>       | <b>34,727,105</b>    |
| <b>Net Position:</b>                        |                         |                      |
| Net Investment in Capital Assets            | 12,242,604              | 11,365,521           |
| Restricted                                  | 4,939,474               | 2,957,798            |
| Unrestricted                                | (20,187,802)            | (23,011,914)         |
| <b>Total Net Position</b>                   | <b>(\$3,005,724)</b>    | <b>(\$8,688,595)</b> |



**Little Miami Local School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

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Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2017, the District's liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$(3,005,724).

At year-end, capital assets represented 47% of total assets. Capital assets include land, buildings and improvements, and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2017, totaled \$12,242,604. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net position, \$4,939,474 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Current and other assets increased from the prior year primarily due to an increase in cash and investments. Capital assets decreased due to depreciation expense being larger than current year additions. Long term liabilities increased due to the increase in the Net Pension Liability.

Table 2 shows the changes in net position for fiscal years 2017 and 2016.

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**Little Miami Local School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

**Table 2  
Changes in Net Position**

|   | Governmental Activities     |                             |
|---|-----------------------------|-----------------------------|
|   | 2017                        | 2016                        |
| Revenues:                               |                             |                             |
| Program Revenues                        |                             |                             |
| Charges for Services                    | \$2,870,338                 | \$2,414,431                 |
| Operating Grants, Contributions         | 3,141,160                   | 3,017,552                   |
| General Revenues:                       |                             |                             |
| Property Taxes                          | 36,015,749                  | 23,677,975                  |
| Grants and Entitlements                 | 16,829,943                  | 16,112,611                  |
| Other                                   | 794,228                     | 644,586                     |
| Total Revenues                          | <u>59,651,418</u>           | <u>45,867,155</u>           |
| Program Expenses:                       |                             |                             |
| Instruction                             | 30,646,313                  | 26,394,721                  |
| Support Services:                       |                             |                             |
| Pupil and Instructional Staff           | 4,065,738                   | 3,413,010                   |
| School Administrative, General          |                             |                             |
| Administration, Fiscal and Business     | 4,401,485                   | 3,925,476                   |
| Operations and Maintenance              | 3,708,160                   | 3,601,292                   |
| Pupil Transportation                    | 5,223,916                   | 4,039,448                   |
| Central                                 | 439,369                     | 105,170                     |
| Operation of Non-Instructional Services | 1,860,142                   | 1,542,552                   |
| Extracurricular Activities              | 911,664                     | 643,946                     |
| Interest and Fiscal Charges             | 2,711,760                   | 3,042,129                   |
| Total Program Expenses                  | <u>53,968,547</u>           | <u>46,707,744</u>           |
| Change in Net Position                  | 5,682,871                   | (840,589)                   |
| Net Position - Beginning of Year        | <u>(8,688,595)</u>          | <u>(7,848,006)</u>          |
| Net Position - End of Year              | <u><u>(\$3,005,724)</u></u> | <u><u>(\$8,688,595)</u></u> |

The District revenues came from mainly two sources. Property taxes levied for general, debt service and capital projects purposes, as well as grants and entitlements comprised 89% of the District's revenues for governmental activities.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

**Little Miami Local School District  
Management’s Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

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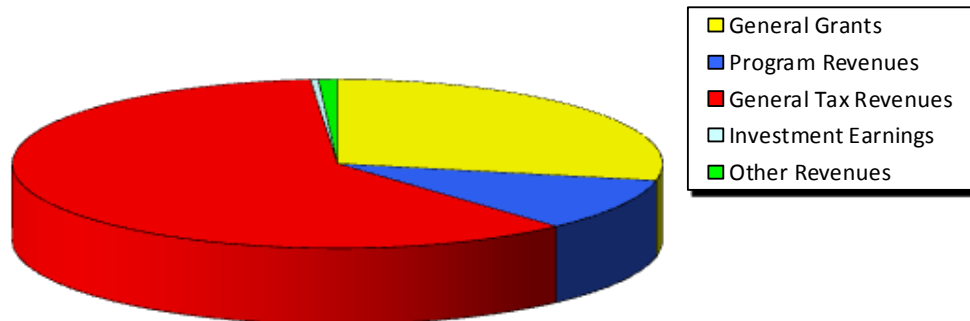
Thus Ohio districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service.

Property taxes made up 60% of governmental activities for the District in fiscal year 2017. The District’s reliance upon tax revenues is demonstrated in the following graph:

**Governmental Activities  
Revenue Sources**

---

| Revenue Sources      | 2017         | Percent<br>of Total |
|----------------------|--------------|---------------------|
| General Grants       | \$16,829,943 | 28.21%              |
| Program Revenues     | 6,011,498    | 10.08%              |
| General Tax Revenues | 36,015,749   | 60.38%              |
| Investment Earnings  | 234,407      | 0.39%               |
| Other Revenues       | 559,821      | 0.94%               |
| Total Revenues       | \$59,651,418 | 100.00%             |



Instruction comprises 57% of governmental program expenses. Support services expenses were 33% of governmental program expenses. All other expenses including interest and fiscal charges were 10%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Total revenues increased from the prior year mainly due to an increase in property tax advances available. Property tax advances are confirmed with the County Auditor each year. Total expenses increased primarily due to instructional expenses.

**Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**Little Miami Local School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

**Table 3  
Governmental Activities**

|   | Total Cost of Services |                     | Net Cost of Services  |                       |
|---|------------------------|---------------------|-----------------------|-----------------------|
|   | 2017                   | 2016                | 2017                  | 2016                  |
| Instruction                             | \$30,646,313           | \$26,394,721        | (\$27,613,271)        | (\$23,656,477)        |
| Support Services:                       |                        |                     |                       |                       |
| Pupil and Instructional Staff           | 4,065,738              | 3,413,010           | (3,752,642)           | (3,135,404)           |
| School Administrative, General          |                        |                     |                       |                       |
| Administration, Fiscal and Business     | 4,401,485              | 3,925,476           | (4,401,485)           | (3,925,476)           |
| Operations and Maintenance              | 3,708,160              | 3,601,292           | (3,565,239)           | (3,474,590)           |
| Pupil Transportation                    | 5,223,916              | 4,039,448           | (5,022,831)           | (3,854,223)           |
| Central                                 | 439,369                | 105,170             | (439,369)             | (94,370)              |
| Operation of Non-Instructional Services | 1,860,142              | 1,542,552           | (111,424)             | 121,067               |
| Extracurricular Activities              | 911,664                | 643,946             | (339,028)             | (214,159)             |
| Interest and Fiscal Charges             | 2,711,760              | 3,042,129           | (2,711,760)           | (3,042,129)           |
| Total Expenses                          | <u>\$53,968,547</u>    | <u>\$46,707,744</u> | <u>(\$47,957,049)</u> | <u>(\$41,275,761)</u> |

**The District's Funds**

The District has two major governmental funds: the General Fund and the Debt Service Fund. Assets of these funds comprised \$67,742,551 (92%) of the total \$73,702,881 governmental fund assets.

**General Fund:** Fund balance at June 30, 2017 was \$34,450,200. Fund balance increased \$6,570,191 from the prior year. The primary reason for the decrease in fund balance was an increase in property tax revenues.

**Debt Service Fund:** Fund balance at June 30, 2017 was \$3,900,425. Fund balance increased \$2,014,731 from the prior year. The primary reason for the decrease in fund balance was an increase in property tax revenues.

**General Fund Budgeting Highlights**

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

During the course of fiscal year 2017, the District amended its general fund budget, however none were significant. The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the Budget in an attempt to deal with unexpected changes in revenues and expenditures.

For the General Fund, final budget basis estimated revenue was \$45,110,178, compared to original budget estimates of \$43,056,311. Of the \$2,053,867 difference, most was due to a conservative estimate for taxes and intergovernmental revenue.

The District's ending unobligated actual fund balance for the General Fund was \$28,743,135.

**Little Miami Local School District  
Management’s Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

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**Capital Assets and Debt Administration**

***Capital Assets***

At fiscal year end, the District had \$65,516,979 invested in land, buildings and improvements, and equipment. Table 4 shows fiscal year 2017 balances compared to fiscal year 2016:

**Table 4  
Capital Assets at Year End  
(Net of Depreciation)**

---

|                            | Governmental Activities |              |
|----------------------------|-------------------------|--------------|
|                            | 2017                    | 2016         |
| Land                       | \$2,538,132             | \$2,538,132  |
| Buildings and Improvements | 59,043,514              | 60,399,066   |
| Equipment                  | 3,935,333               | 3,710,581    |
| Total Net Capital Assets   | \$65,516,979            | \$66,647,779 |

Capital assets decreased due to depreciation expense exceeding current year additions.

See Note 6 to the basic financial statements for further details on the District’s capital assets.

***Debt***

At fiscal year end, the District had \$62,175,110 in debt outstanding, \$2,872,318 due within one year. Table 5 summarizes debt outstanding at year end.

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**Little Miami Local School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

**Table 5  
Outstanding Debt at Year End**

|                                | 2017                | 2016                |
|--------------------------------|---------------------|---------------------|
| Governmental Activities:       |                     |                     |
| 2016 Refunded Bonds Series B:  |                     |                     |
| Current Interest Bonds         | \$36,510,000        | \$0                 |
| Capital Appreciation Bonds     | 3,124,968           | 0                   |
| Accreted Interest              | 229,836             | 0                   |
| Premium on Bonds               | 1,991,517           | 0                   |
| 2016 Refunded Bonds:           |                     |                     |
| Current Interest Bonds         | 4,745,000           | 0                   |
| Capital Appreciation Bonds     | 344,995             | 0                   |
| Accreted Interest              | 57,098              | 0                   |
| Premium on Bonds               | 1,470,390           | 0                   |
| 2006 School Improvement:       |                     |                     |
| Capital Appreciation Bonds     | 3,786,563           | 4,750,613           |
| Accreted Interest              | 2,666,762           | 2,890,984           |
| 2007 Refunding:                |                     |                     |
| Current Interest Bonds         | 0                   | 40,155,001          |
| Capital Appreciation Bonds     | 2,164,948           | 2,164,948           |
| Accreted Interest              | 3,814,033           | 3,249,159           |
| Premium on Bonds               | 0                   | 2,280,175           |
| HB264 Bond                     | 535,000             | 1,050,000           |
| 2011 General Obligation Bonds  | 575,000             | 5,800,000           |
| Total General Obligation Bonds | <u>62,016,110</u>   | <u>62,340,880</u>   |
| Capital Leases                 | <u>159,000</u>      | <u>344,722</u>      |
| Total Outstanding Debt         | <u>\$62,175,110</u> | <u>\$62,685,602</u> |

See Note 7 and 8 to the basic financial statements for further details on the District's long-term obligations.

**For the Future**

In June 2017, HB64 was signed by the Governor of Ohio. The state biennium budget bill covers fiscal years 2018 and 2019. Under the new formula, the State Department of Education will compute and pay to each school district education aid based on the per pupil funding it received for Fiscal Year 2017 (calculated to be \$6,010 in Fiscal Year 2018 and \$6,020 in Fiscal Year 2019) multiplied by each school district's "state share index" which uses a three year average of adjusted property valuation per pupil and median income of that school district to calculate the percentage of the per-pupil amount that is to be paid by the State and the amount assumed to be contributed by the school district through local sources. Additional funds are provided for students with exceptional needs, including those with special needs and the disabled, and limited English proficiency, and for economically disadvantaged and gifted

**Little Miami Local School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

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students. Funding is also provided based on the number of K-3 students at each school district to be used to help school districts comply with Ohio's 3<sup>rd</sup> grade reading guarantee.

On November 3, 2015 the District renewed the five year 13.95 mill emergency operating levy. This levy will generate over \$10 million annually for general operations of the District. All of the District's financial abilities will be needed to meet the challenges of the future. With careful planning and monitoring of the District's finances, the District's management is confident that the District can continue to provide a quality education for our students and provide a secure financial future.

**Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer at Little Miami Local School District, 7247 Zoar Rd, Maineville Ohio 45039.

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Little Miami Local School District  
Statement of Net Position  
June 30, 2017

|   | Governmental<br>Activities      |
|---|---------------------------------|
| Assets:   |                                 |
| Equity in Pooled Cash and Investments                   | \$40,334,828                    |
| Restricted Cash and Investments                         | 18,000                          |
| Equity in Pooled Cash and Investments with Fiscal Agent | 50,985                          |
| Receivables (Net):                                      |                                 |
| Taxes   | 32,681,063                      |
| Accounts  | 88,871                          |
| Intergovernmental                                       | 273,913                         |
| Prepaid   | 48,231                          |
| Inventory   | 54,826                          |
| Nondepreciable Capital Assets                           | 2,538,132                       |
| Depreciable Capital Assets, Net                         | <u>62,978,847</u>               |
| <br>Total Assets  | <br><u>139,067,696</u>          |
| Deferred Outflows of Resources:                         |                                 |
| Deferred Charge on Refunding Pension                    | 2,133,006                       |
|   | <u>16,441,516</u>               |
| <br>Total Deferred Outflows of Resources                | <br><u>18,574,522</u>           |
| Liabilities:  |                                 |
| Accounts Payable  | 598,571                         |
| Accrued Wages and Benefits                              | 3,554,847                       |
| Accrued Interest Payable                                | 105,099                         |
| Long-Term Liabilities:                                  |                                 |
| Due Within One Year                                     | 3,127,612                       |
| Due In More Than One Year                               |                                 |
| Net Pension Liability                                   | 64,284,314                      |
| Other Amounts   | <u>62,114,390</u>               |
| <br>Total Liabilities                                   | <br><u>133,784,833</u>          |
| Deferred Inflows of Resources:                          |                                 |
| Property Taxes  | <u>26,863,109</u>               |
| <br>Total Deferred Inflows of Resources                 | <br><u>26,863,109</u>           |
| Net Position:   |                                 |
| Net Investment in Capital Assets                        | 12,242,604                      |
| Restricted for:   |                                 |
| Debt Service  | 3,849,767                       |
| Capital Projects  | 61,139                          |
| Food Service  | 770,131                         |
| District Managed Student Activities                     | 82,204                          |
| Federal Grants  | 107,135                         |
| Smith Trust Nonexpendable                               | 18,000                          |
| Smith Trust Expendable                                  | 5,329                           |
| Other Purposes  | 45,769                          |
| Unrestricted  | <u>(20,187,802)</u>             |
| <br>Total Net Position                                  | <br><u><u>(\$3,005,724)</u></u> |

See accompanying notes to the basic financial statements.

Little Miami Local School District  
Statement of Activities  
For the Fiscal Year Ended June 30, 2017

|   | Program Revenues    |                                   |                                       | Net (Expense) Revenue<br>and Changes in Net Position |
|---|---------------------|-----------------------------------|---------------------------------------|--|
|   | Expenses            | Charges for<br>Services and Sales | Operating Grants<br>and Contributions | Governmental<br>Activities                           |
| <b>Governmental Activities:</b>         |                     |                                   |                                       |  |
| <b>Instruction:</b>                     |                     |                                   |                                       |  |
| Regular                                 | \$20,436,007        | \$779,939                         | \$0                                   | (\$19,656,068)                                       |
| Special                                 | 7,517,471           | 115,147                           | 1,983,505                             | (5,418,819)  |
| Vocational                              | 0                   | 0                                 | 7,931                                 | 7,931  |
| Student Intervention Services           | 7,351               | 0                                 | 0                                     | (7,351)  |
| Other                                   | 2,685,484           | 146,520                           | 0                                     | (2,538,964)  |
| <b>Support Services:</b>                |                     |                                   |                                       |  |
| Pupil                                   | 1,912,898           | 0                                 | 7,714                                 | (1,905,184)  |
| Instructional Staff                     | 2,152,840           | 0                                 | 305,382                               | (1,847,458)  |
| General Administration                  | 31,653              | 0                                 | 0                                     | (31,653)   |
| School Administration                   | 3,161,730           | 0                                 | 0                                     | (3,161,730)  |
| Fiscal                                  | 954,153             | 0                                 | 0                                     | (954,153)  |
| Business                                | 253,949             | 0                                 | 0                                     | (253,949)  |
| Operations and Maintenance              | 3,708,160           | 136,235                           | 6,686                                 | (3,565,239)  |
| Pupil Transportation                    | 5,223,916           | 0                                 | 201,085                               | (5,022,831)  |
| Central                                 | 439,369             | 0                                 | 0                                     | (439,369)  |
| Operation of Non-Instructional Services | 1,860,142           | 1,119,861                         | 628,857                               | (111,424)  |
| Extracurricular Activities              | 911,664             | 572,636                           | 0                                     | (339,028)  |
| Interest and Fiscal Charges             | 2,711,760           | 0                                 | 0                                     | (2,711,760)  |
| <b>Totals</b>                           | <b>\$53,968,547</b> | <b>\$2,870,338</b>                | <b>\$3,141,160</b>                    | <b>(47,957,049)</b>                                  |

General Revenues:

Property Taxes Levied for:

|   |            |
|---|------------|
| General Purposes                        | 28,925,616 |
| Debt Service Purposes                   | 4,617,935  |
| Capital Projects Purposes               | 2,472,198  |
| Grants and Entitlements, Not Restricted | 16,829,943 |
| Revenue in Lieu of Taxes                | 466,081    |
| Unrestricted Contributions              | 4,600      |
| Investment Earnings                     | 234,407    |
| Other Revenues                          | 89,140     |

Total General Revenues 53,639,920

Change in Net Position 5,682,871

Net Position - Beginning of Year (8,688,595)

Net Position - End of Year (\$3,005,724)

See accompanying notes to the basic financial statements.

Little Miami Local School District  
Balance Sheet  
Governmental Funds  
June 30, 2017

|  | General             | Debt<br>Service    | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|---------------------|--------------------|--------------------------------|--------------------------------|
| <b>Assets:</b>   |                     |                    |                                |                                |
| Equity in Pooled Cash and Investments                        | \$33,827,464        | \$3,191,198        | \$3,316,166                    | \$40,334,828                   |
| Restricted Cash and Investments                              | 0                   | 0                  | 18,000                         | 18,000                         |
| Equity in Pooled Cash and Investments with Fiscal Agent      | 0                   | 0                  | 50,985                         | 50,985                         |
| <b>Receivables (Net):</b>                                    |                     |                    |                                |                                |
| Taxes  | 26,188,594          | 4,254,441          | 2,238,028                      | 32,681,063                     |
| Accounts   | 83,531              | 0                  | 5,340                          | 88,871                         |
| Intergovernmental  | 0                   | 0                  | 273,913                        | 273,913                        |
| Interfund  | 152,164             | 0                  | 0                              | 152,164                        |
| Prepaid  | 45,159              | 0                  | 3,072                          | 48,231                         |
| Inventory  | 0                   | 0                  | 54,826                         | 54,826                         |
| <b>Total Assets</b>  | <b>60,296,912</b>   | <b>7,445,639</b>   | <b>5,960,330</b>               | <b>73,702,881</b>              |
| <b>Liabilities:</b>  |                     |                    |                                |                                |
| Accounts Payable   | 536,307             | 0                  | 62,264                         | 598,571                        |
| Accrued Wages and Benefits                                   | 3,312,104           | 0                  | 242,743                        | 3,554,847                      |
| Compensated Absences   | 126,259             | 0                  | 6,293                          | 132,552                        |
| Interfund Payable  | 0                   | 0                  | 152,164                        | 152,164                        |
| <b>Total Liabilities</b>                                     | <b>3,974,670</b>    | <b>0</b>           | <b>463,464</b>                 | <b>4,438,134</b>               |
| <b>Deferred Inflows of Resources:</b>                        |                     |                    |                                |                                |
| Property Taxes   | 21,872,042          | 3,545,214          | 1,865,666                      | 27,282,922                     |
| Grants and Other Taxes                                       | 0                   | 0                  | 273,913                        | 273,913                        |
| <b>Total Deferred Inflows of Resources</b>                   | <b>21,872,042</b>   | <b>3,545,214</b>   | <b>2,139,579</b>               | <b>27,556,835</b>              |
| <b>Fund Balances:</b>  |                     |                    |                                |                                |
| Nonspendable   | 45,159              | 0                  | 21,072                         | 66,231                         |
| Restricted   | 0                   | 3,900,425          | 1,016,884                      | 4,917,309                      |
| Committed  | 0                   | 0                  | 2,525,457                      | 2,525,457                      |
| Assigned   | 4,445,516           | 0                  | 0                              | 4,445,516                      |
| Unassigned   | 29,959,525          | 0                  | (206,126)                      | 29,753,399                     |
| <b>Total Fund Balances</b>                                   | <b>34,450,200</b>   | <b>3,900,425</b>   | <b>3,357,287</b>               | <b>41,707,912</b>              |
| <b>Total Liabilities, Deferred Inflows and Fund Balances</b> | <b>\$60,296,912</b> | <b>\$7,445,639</b> | <b>\$5,960,330</b>             | <b>\$73,702,881</b>            |

See accompanying notes to the basic financial statements.

Little Miami Local School District  
 Reconciliation of Total Governmental Fund Balance to  
 Net Position of Governmental Activities  
 June 30, 2017

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|  |                     |                             |
|--|---------------------|-----------------------------|
| Total Governmental Fund Balance  |                     | \$41,707,912                |
| Amounts reported for governmental activities in the statement of net position are different because:   |                     |                             |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.  |                     |                             |
| Capital assets used in the operation of Governmental Funds   |                     | 65,516,979                  |
| Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.   |                     |                             |
| Delinquent Property Taxes  | \$419,813           |                             |
| Intergovernmental  | <u>273,913</u>      |                             |
|  |                     | 693,726                     |
| In the statement of net position interest payable is accrued when incurred; whereas, in the governmental funds interest is reported as a liability only when it will require the use of current financial resources. |                     |                             |
|  |                     | (105,099)                   |
| Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds.                              |                     |                             |
| Compensated Absences   |                     | (2,934,340)                 |
| Deferred charge on refunding associated with long-term liabilities that are not reported in the funds.   |                     |                             |
|  |                     | 2,133,006                   |
| Deferred outflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.   |                     |                             |
|  |                     | 16,441,516                  |
| Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.   |                     |                             |
| Net Pension Liability  | (\$64,284,314)      |                             |
| Other Amounts  | <u>(62,175,110)</u> |                             |
|  |                     | <u>(126,459,424)</u>        |
| Net Position of Governmental Activities  |                     | <u><u>(\$3,005,724)</u></u> |

See accompanying notes to the basic financial statements.

Little Miami Local School District  
Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Governmental Funds  
For the Fiscal Year Ended June 30, 2017

|   | General             | Debt<br>Service    | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|---|---------------------|--------------------|--------------------------------|--------------------------------|
| <b>Revenues:</b>                                    |                     |                    |                                |                                |
| Property and Other Taxes                            | \$29,429,266        | \$4,773,271        | \$2,511,332                    | \$36,713,869                   |
| Tuition and Fees                                    | 1,042,566           | 0                  | 0                              | 1,042,566                      |
| Investment Earnings                                 | 234,407             | 0                  | 0                              | 234,407                        |
| Intergovernmental                                   | 17,249,797          | 642,243            | 1,831,506                      | 19,723,546                     |
| Extracurricular Activities                          | 408,743             | 0                  | 162,933                        | 571,676                        |
| Charges for Services                                | 0                   | 0                  | 1,131,767                      | 1,131,767                      |
| Revenue in Lieu of Taxes                            | 466,081             | 0                  | 0                              | 466,081                        |
| Other Revenues                                      | 60,340              | 0                  | 157,539                        | 217,879                        |
| <b>Total Revenues</b>                               | <b>48,891,200</b>   | <b>5,415,514</b>   | <b>5,795,077</b>               | <b>60,101,791</b>              |
| <b>Expenditures:</b>                                |                     |                    |                                |                                |
| <b>Current:</b>                                     |                     |                    |                                |                                |
| <b>Instruction:</b>                                 |                     |                    |                                |                                |
| Regular   | 16,973,270          | 0                  | 20,452                         | 16,993,722                     |
| Special   | 6,252,095           | 0                  | 727,705                        | 6,979,800                      |
| Student Intervention Services                       | 7,351               | 0                  | 0                              | 7,351                          |
| Other   | 2,685,484           | 0                  | 0                              | 2,685,484                      |
| <b>Support Services:</b>                            |                     |                    |                                |                                |
| Pupil   | 1,815,724           | 0                  | 3,857                          | 1,819,581                      |
| Instructional Staff                                 | 1,754,788           | 0                  | 281,789                        | 2,036,577                      |
| General Administration                              | 31,653              | 0                  | 0                              | 31,653                         |
| School Administration                               | 2,873,930           | 4,708              | 3,879                          | 2,882,517                      |
| Fiscal  | 835,209             | 50,644             | 27,747                         | 913,600                        |
| Business  | 252,124             | 0                  | 0                              | 252,124                        |
| Operations and Maintenance                          | 2,850,412           | 0                  | 639,510                        | 3,489,922                      |
| Pupil Transportation                                | 4,292,445           | 0                  | 558,068                        | 4,850,513                      |
| Central   | 404,915             | 0                  | 902                            | 405,817                        |
| Operation of Non-Instructional Services             | 0                   | 0                  | 1,766,324                      | 1,766,324                      |
| Extracurricular Activities                          | 691,609             | 0                  | 160,701                        | 852,310                        |
| Capital Outlay                                      | 600,000             | 0                  | 8,246                          | 608,246                        |
| <b>Debt Service:</b>                                |                     |                    |                                |                                |
| Principal Retirement                                | 0                   | 1,619,050          | 700,722                        | 2,319,772                      |
| Interest and Fiscal Charges                         | 0                   | 1,726,973          | 49,779                         | 1,776,752                      |
| Bond Issuance Cost                                  | 0                   | 447,957            | 0                              | 447,957                        |
| <b>Total Expenditures</b>                           | <b>42,321,009</b>   | <b>3,849,332</b>   | <b>4,949,681</b>               | <b>51,120,022</b>              |
| <b>Excess of Revenues Over (Under) Expenditures</b> | <b>6,570,191</b>    | <b>1,566,182</b>   | <b>845,396</b>                 | <b>8,981,769</b>               |
| <b>Other Financing Sources (Uses):</b>              |                     |                    |                                |                                |
| Issuance of Refunded Bonds                          | 0                   | 44,764,964         | 0                              | 44,764,964                     |
| Payments to Bond Escrow Account                     | 0                   | (47,860,010)       | 0                              | (47,860,010)                   |
| Premium on Bonds Sold                               | 0                   | 3,543,595          | 0                              | 3,543,595                      |
| <b>Total Other Financing Sources (Uses)</b>         | <b>0</b>            | <b>448,549</b>     | <b>0</b>                       | <b>448,549</b>                 |
| <b>Net Change in Fund Balance</b>                   | <b>6,570,191</b>    | <b>2,014,731</b>   | <b>845,396</b>                 | <b>9,430,318</b>               |
| <b>Fund Balance - Beginning of Year</b>             | <b>27,880,009</b>   | <b>1,885,694</b>   | <b>2,511,891</b>               | <b>32,277,594</b>              |
| <b>Fund Balance - End of Year</b>                   | <b>\$34,450,200</b> | <b>\$3,900,425</b> | <b>\$3,357,287</b>             | <b>\$41,707,912</b>            |

See accompanying notes to the basic financial statements.

Little Miami Local School District  
 Reconciliation of the Statement of Revenues, Expenditures, and Changes  
 in Fund Balance of Governmental Funds to the Statement of Activities  
 For the Fiscal Year Ended June 30, 2017

Net Change in Fund Balance - Total Governmental Funds \$9,430,318

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

Governmental funds report capital asset additions 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 of the difference between capital asset additions and depreciation in the current period.

|  |                    |             |
|--|--------------------|-------------|
| Capital assets used in governmental activities | \$710,718          |             |
| Depreciation Expense                           | <u>(1,841,518)</u> |             |
|  |                    | (1,130,800) |

Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.

|   |                    |             |
|---|--------------------|-------------|
| District pension contributions                        | \$3,329,977        |             |
| Cost of benefits earned net of employee contributions | <u>(6,765,544)</u> |             |
|   |                    | (3,435,567) |

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

|                           |                |           |
|---------------------------|----------------|-----------|
| Delinquent Property Taxes | (\$697,930)    |           |
| Intergovernmental         | <u>247,557</u> |           |
|                           |                | (450,373) |

In the statement of activities, certain costs and proceeds associated with long-term debt obligations issued during the year are accrued and amortized over the life of the debt obligation. In governmental funds these costs and proceeds are recognized as financing sources and uses.

|                              |                   |           |
|------------------------------|-------------------|-----------|
| Refunding Bonds              | (\$44,764,964)    |           |
| Premium on Bonds Issued      | (3,543,595)       |           |
| Deferred Charge on Refunding | 2,133,006         |           |
| Bonds Advance Refunded       | <u>45,727,003</u> |           |
|                              |                   | (448,550) |

Repayment of bond, accreted interest and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 2,870,722

In the statement of activities interest expense is accrued when incurred; whereas, in governmental funds an interest expenditure is reported when due. 3,875

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

|  |                 |                    |
|--|-----------------|--------------------|
| Compensated Absences                         | (\$114,878)     |                    |
| Amortization of Bond Premium                 | 204,941         |                    |
| Bond Accretion                               | (1,178,536)     |                    |
| Amortization of Deferred Charge on Refunding | <u>(68,281)</u> |                    |
|  |                 | <u>(1,156,754)</u> |

Change in Net Position of Governmental Activities \$5,682,871

See accompanying notes to the basic financial statements.

Little Miami Local School District  
Statement of Assets and Liabilities  
Fiduciary Fund  
June 30, 2017

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|                                       | <u>Agency</u>    |
|---------------------------------------|------------------|
| Assets:                               |                  |
| Equity in Pooled Cash and Investments | <u>\$141,401</u> |
| Total Assets                          | <u>141,401</u>   |
| Liabilities:                          |                  |
| Accounts Payable                      | 5,435            |
| Other Liabilities                     | <u>135,966</u>   |
| Total Liabilities                     | <u>\$141,401</u> |

See accompanying notes to the basic financial statements.

**Little Miami Local School District  
Notes to the Basic Financial Statements  
For The Fiscal Year Ended June 30, 2017**

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**Note 1 - Description of the District**

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Little Miami Local School District ("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 federal guidelines.

The District serves an area of approximately 98 square miles. It is located in Warren County, including all of the Villages of Morrow, Maineville, and Butler, Ohio, and portions of surrounding townships.

**Reporting Entity**

In accordance with Governmental Accounting Standards Board [GASB] Statement 14, the financial reporting entity consists of a primary government. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

There are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing body is financially accountable. The District's major operations include education, food service, and maintenance of District facilities.

The District is associated with three jointly governed organizations. These organizations include:

Jointly Governed Organizations:  
Southwest Ohio Computer Association  
Warren County Career Center  
Jewell Education Foundation

These organizations are described in Note 14.

**Note 2 - Summary of Significant Accounting Policies**

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

**Measurement Focus**

**Government-wide Financial Statements**

The District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities and fund financial statements which provide a more detailed level of financial information.



**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
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The government-wide 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. Fiduciary Funds are not included in the entity-wide statements.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and 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**

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

Fiduciary Funds are reported using the accrual basis of accounting.

**Fund Accounting**

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental and fiduciary. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

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**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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**Governmental Funds**

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 deferred outflows of resources, and liabilities and deferred inflows of resources is reported as fund balance. The following are the District's major governmental funds:

General Fund - The general fund is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Debt Service Fund – The debt service fund is used to account for the accumulation of resources for the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment.

**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 maintains two fiduciary (agency) funds, known as the Student Managed Activity Fund and District Agency Fund. The Student Managed Activity Fund was established to account for assets and liabilities generated by student managed activities and the District Agency Fund was established to account for assets and liabilities generated by the district agency activities.

**Basis of Accounting**

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

Revenues – Exchange and Non-exchange Transactions

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

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
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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, included property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. 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 year end: property taxes available for advance, grants and interest.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources including pension. 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. The deferred outflows of resources related to a deferred charge on refunding and pension are reported on the government-wide statement of net position. For more pension related information, see Note 9.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes and grants and other taxes. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2017, but which were levied to finance year 2018 operations. Property tax amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Deferred inflows of resources related to grants are only included on the governmental fund statement of net position.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

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

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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**Equity in Pooled Cash and Investments**

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as "Equity in Pooled Cash and Investments" on the financial statements.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements are reported at cost.

STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The District measures their 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 2017, 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 \$50 million, requiring the excess amount to be transacted the following business day(s), but only to the \$50 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during fiscal year 2017 amounted to \$234,407 in the General Fund.

**Inventory**

Inventories are presented at cost on a first-in, first-out basis and are expensed/expensed when used. Inventories are accounted for using the purchase method on the fund level statements and using the consumption method on the government-wide statements.

On the fund financial statements, reported material and supplies inventory is equally offset by a fund balance assignment in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

Inventory consists of expendable supplies held for consumption.

**Prepaid Items**

Payments made to vendors for services that will benefit periods beyond June 30, 2017, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and expenditure/expense is reported in the year in which services are consumed.

**Capital Assets**

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 and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than

**Little Miami Local School District  
Notes to the Basic Financial Statements  
For The Fiscal Year Ended June 30, 2017**

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fair value. The District maintains a capitalization threshold of five thousand dollars (\$5,000). The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

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

| <u>Assets</u>              | <u>Years</u> |
|----------------------------|--------------|
| Buildings and Improvements | 30 – 50      |
| Equipment                  | 5 – 20       |

**Restricted Assets**

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other government or imposed by enabling legislation. Restricted assets include the nonexpendable amount relating to the Smith Trust in the permanent fund.

**Compensated Absences**

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the 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 payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy. The District records a liability for accumulated unused sick leave for all employees after fifteen years of current service with the District.

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

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount due to the employee at year end. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. Compensated absences are reported in governmental funds only if they have matured.

The criteria for determining vested vacation and sick leave benefits are derived from negotiated agreements and State laws. Eligible classified employees earn 10 to 20 days of vacation per fiscal year, depending upon length of service. The Treasurer earns 25 days of vacation per year and the Superintendent earns 30 days of vacation per year. Accumulated, unused vacation time is paid to

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month for a total of 15 days of sick leave for each year under contract. Sick leave may be accumulated up to a maximum of 220 days for teachers and administrators, and 220 days for classified personnel. Upon retirement, payment is made for one-fourth of their accrued, but unused sick leave credit to a maximum of 68 days for teachers and administrators. Exempted personnel, upon retirement, are paid for one-fourth of accrued, but unused sick leave credit to a maximum of 62.5 days. Classified personnel, upon retirement, are paid for one-fourth of accrued, but unused sick leave credit to a maximum of 66 days.

**Pensions**

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

**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 are 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.

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Of the District's restricted net position of \$4,939,474, none was restricted by enabling legislation.

**Interfund Activity**

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

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables". These amounts are eliminated in the governmental activities column on the Statement of Net Position.

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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As a general rule the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities. The interfund services provided and used are not eliminated in the process of consolidation.

**Fund Balance**

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

Nonspendable – resources that are not in spendable form (inventory) or have legal or contractual requirements to maintain the balance intact.

Restricted – resources that have external purpose restraints imposed on them by providers, such as creditors, grantors, or other regulators.

Committed – resources that can be used only for the specific purposes imposed by a formal action (board resolution) of the District’s Board of Education. The Board of Education is the highest level of decision making authority for the District. Those committed resources cannot be used for any other purpose unless the District’s Board of Education removes or changes the specified use by taking the same type of action (board resolution) it employed to previously commit those resources.

Assigned – resources intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In the general fund, assigned amounts are intended to be used for specific purposes as approved through the District’s formal purchase order procedure by the Superintendent and the Treasurer. The adoption of the board appropriation resolution is the established policy, which gives the authorization to assign resources for a specific purpose.

Unassigned – residual fund balance within the General Fund that is not restricted, committed, or assigned. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from incurred expenses for specific purposes exceeding amounts which had been restricted, committed or assigned for said purposes.

The District considers committed, assigned, and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

**Accrued Liabilities and Long Term Obligations**

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

In general, governmental fund payables and accrued liabilities that, once incurred are paid in a timely manner and in full from current financial resources, are reported as obligations of the governmental funds. However, compensated absences and contractually required pension contributions that will be

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment at year end. Long term loans are recognized as a liability on the statement of net position when due.

**Estimates**

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

**Note 3 - Equity in Pooled Cash and Investments**

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The District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the statement of net position and balance sheet as "Equity in Pooled Cash and Investments."

State statute requires the classification of monies held by the District into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the District. Such monies must by law be maintained either as cash in the District treasury, in depository accounts payable or withdrawable on demand.

Inactive Monies – Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies – 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. Ohio law permits interim monies to be invested or deposited in the following securities:

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but not limited to, passbook accounts.



**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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- (5) Bonds and other obligations of the State of Ohio.
- (6) The Ohio State Treasurer's investment pool (STAR Ohio).
- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.
- (8) Under limited circumstances, corporate debt interests in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, 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 moneys deposited with the institution.

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

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

### **Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy for deposits is any balance not covered by federal depository insurance will be collateralized by the financial institutions with pledged securities. As of June 30, 2017, \$5,051,104 of the District's bank balance of \$5,703,143 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that at all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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**Investments**

As of June 30, 2017, the District had the following investments:

|                                     | Fair<br>Value       | Fair Value<br>Hierarchy | Weighted Average<br>Maturity (Years) |
|-------------------------------------|---------------------|-------------------------|--------------------------------------|
| Commercial Paper                    | \$50,987            | Level 2                 | 0.00                                 |
| STAR Ohio                           | 35,445,839          | N/A                     | 0.12                                 |
| Total Investments                   | <u>\$35,496,826</u> |                         |                                      |
| Portfolio Weighted Average Maturity |                     |                         | 0.12                                 |

The District categorizes 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 significant other observable inputs. Level 3 inputs are significant unobservable inputs. The above table identifies the District's recurring fair value measurements as of June 30, 2017. STAR Ohio is reported at its share price (Net Asset value per share).

Interest Rate Risk – In accordance with the investment policy, the District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to three years.

Credit Risk – It is the District's policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments, which have a credit quality rating of the top 2 ratings issued by nationally recognized statistical rating organizations. Investments in Commercial Paper were rated A-1+ by Standard and Poor's and P-1 by Moody's Investors Service. Investments in STAR Ohio were rated AAAM by Standard and Poor's.

Concentration of Credit Risk – The District's investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested less than 1% of the District's investments in Commercial Paper and almost 100% in STAR Ohio.

Custodial Credit Risk – The risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the District's securities are either insured and registered in the name of the District or at least registered in the name of the District. The District's policy does not address custodial credit risk for investments.

**Note 4 – Property Taxes**

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Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real and public utility property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on real property at 35 percent of true 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. The District receives property taxes from Warren 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, 2017, are available to finance fiscal year 2018 operations. The amount available for advance can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real and public utility taxes that became measurable as of June 30, 2017. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2017 on the fund statements. The entire amount of delinquent taxes receivable is recognized as revenue on the government-wide financial statements. 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 amount available as an advance at June 30, 2017, was \$4,316,552 for the General Fund, \$709,227 for the Debt Service Fund, and \$372,362 for Other Governmental Funds.

The assessed values upon which the fiscal year 2017 taxes were collected are:

|   | <u>Amount</u>               |
|---|-----------------------------|
| Agricultural/Residential<br>and Other Real Estate | \$843,462,380               |
| Public Utility                                    | <u>24,251,340</u>           |
| Total   | <u><u>\$867,713,720</u></u> |

**Note 5 – Receivables**

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Receivables at June 30, 2017, consisted of taxes, accounts, intergovernmental grants, and interfund. 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.

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**Little Miami Local School District  
Notes to the Basic Financial Statements  
For The Fiscal Year Ended June 30, 2017**

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**Note 6 – Capital Assets**

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Capital asset activity for the fiscal year ended June 30, 2017, was as follows:

|  | Beginning<br>Balance | Additions     | Deletions | Ending<br>Balance |
|--|----------------------|---------------|-----------|-------------------|
| <b>Governmental Activities</b>                         |                      |               |           |                   |
| <b><i>Capital Assets, not being depreciated:</i></b>   |                      |               |           |                   |
| Land   | \$2,538,132          | \$0           | \$0       | \$2,538,132       |
| Total Capital Assets, not being<br>depreciated         | 2,538,132            | 0             | 0         | 2,538,132         |
| <b><i>Capital Assets, being depreciated:</i></b>       |                      |               |           |                   |
| Buildings and Improvements                             | 76,085,714           | 0             | 0         | 76,085,714        |
| Equipment  | 12,063,645           | 710,718       | 0         | 12,774,363        |
| <b><i>Total Capital Assets, being depreciated:</i></b> | 88,149,359           | 710,718       | 0         | 88,860,077        |
| Totals at Historical Cost                              | 90,687,491           | 710,718       | 0         | 91,398,209        |
| Less Accumulated Depreciation:                         |                      |               |           |                   |
| Buildings and Improvements                             | 15,686,648           | 1,355,552     | 0         | 17,042,200        |
| Equipment  | 8,353,064            | 485,966       | 0         | 8,839,030         |
| Total Accumulated Depreciation                         | 24,039,712           | 1,841,518     | 0         | 25,881,230        |
| Governmental Activities Capital Assets, Net            | \$66,647,779         | (\$1,130,800) | \$0       | \$65,516,979      |

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**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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Depreciation expense was charged to governmental functions as follows:

|   |                    |
|---|--------------------|
| Instruction:                            |                    |
| Regular                                 | \$1,434,087        |
| Special                                 | 42,628             |
| Support Services:                       |                    |
| Pupil                                   | 333                |
| Instructional Staff                     | 1,222              |
| School Administration                   | 41,189             |
| Fiscal                                  | 103                |
| Business                                | 1,825              |
| Operations and Maintenance              | 38,687             |
| Pupil Transportation                    | 223,199            |
| Central                                 | 13,999             |
| Operation of Non-Instructional Services | 8,253              |
| Extracurricular Activities              | 35,993             |
| Total Depreciation Expense              | <u>\$1,841,518</u> |

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**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

**Note 7 – Long-Term Liabilities**

The changes in the School District’s long-term obligations during fiscal year 2017 were as follows:

|                                  | Rate  | Beginning<br>Balance | Issued       | Retired          | Ending<br>Balance | Due in<br>One Year |
|----------------------------------|-------|----------------------|--------------|------------------|-------------------|--------------------|
| <b>Governmental Activities:</b>  |       |                      |              |                  |                   |                    |
| 2016 Refunding                   |       |                      |              |                  |                   |                    |
| Current Interest Bonds           |       | \$0                  | \$36,510,000 | \$0              | \$36,510,000      | \$980,000          |
| Capital Appreciation Bonds       |       |                      |              |                  |                   |                    |
| Principal                        |       | 0                    | 3,124,968    | 0                | 3,124,968         | 0                  |
| Accreted Interest                |       | 0                    | 229,836      | 0                | 229,836           | 0                  |
| Premium on Bonds                 |       | 0                    | 1,991,517    | 0                | 1,991,517         | 0                  |
| 2016 Refunding                   |       |                      |              |                  |                   |                    |
| Current Interest Bonds           |       | 0                    | 4,785,000    | (40,000)         | 4,745,000         | 110,000            |
| Capital Appreciation Bonds       |       |                      |              |                  |                   |                    |
| Principal                        |       | 0                    | 344,995      | 0                | 344,995           | 0                  |
| Accreted Interest                |       | 0                    | 57,098       | 0                | 57,098            | 0                  |
| Premium on Bonds                 |       | 0                    | 1,552,078    | (81,688)         | 1,470,390         | 0                  |
| 2006 School Improvement:         |       |                      |              |                  |                   |                    |
| Capital Appreciation Bonds       |       |                      |              |                  |                   |                    |
| Principal                        | 5.14% | 4,750,613            | 0            | (964,050)        | 3,786,563         | 983,318            |
| Accreted Interest                |       | 2,890,984            | 326,728      | (550,950)        | 2,666,762         | 0                  |
| 2007 Refunding:                  |       |                      |              |                  |                   |                    |
| Current Interest Bonds           | 4.64% | 40,155,001           | 0            | (40,155,001) (a) | 0                 | 0                  |
| Capital Appreciation Bonds       |       |                      |              |                  |                   |                    |
| Principal                        |       | 2,164,948            | 0            | 0                | 2,164,948         | 0                  |
| Accreted Interest                |       | 3,249,159            | 564,874      | 0                | 3,814,033         | 0                  |
| Premium on Bonds                 |       | 2,280,175            | 0            | (2,280,175) (b)  | 0                 | 0                  |
| HB264 Bond                       | 3.50% | 1,050,000            | 0            | (515,000)        | 535,000           | 535,000            |
| 2011 GO Bonds                    | 6.88% | 5,800,000            | 0            | (5,225,000) (d)  | 575,000           | 105,000            |
| Total General Obligation Bonds   |       | 62,340,880           | 49,487,094   | (49,811,864)     | 62,016,110        | 2,713,318          |
| Capital Leases                   |       | 344,722              | 0            | (185,722)        | 159,000           | 159,000            |
| Compensated Absences             |       | 2,863,418            | 377,119      | (173,645)        | 3,066,892         | 255,294            |
| Subtotal Bonds and Other Amounts |       | 65,549,020           | 49,864,213   | (50,171,231)     | 65,242,002        | 3,127,612          |
| Net Pension Liability:           |       |                      |              |                  |                   |                    |
| STRS                             |       | 37,626,035           | 12,752,457   | 0                | 50,378,492        | 0                  |
| SERS                             |       | 10,259,649           | 3,646,173    | 0                | 13,905,822        | 0                  |
| Total Net Pension Liability      |       | 47,885,684           | 16,398,630   | 0                | 64,284,314        | 0                  |
| Total Long-Term Obligations      |       | \$113,434,704        | \$66,262,843 | (\$50,171,231)   | \$129,526,316     | \$3,127,612        |
| Deferred Amount on Refunding     |       | (\$1,263,201)        | \$2,133,006  | \$1,263,201 (c)  | \$2,133,006       | \$0                |

- (a)-\$520,000 in principal was paid before \$39,635,001 was advance refunded
- (b)-\$2,156,922 in premium was included in advance refunded
- (c)-\$1,194,920 in deferred charge was included in advance refunded
- (d)-\$95,000 in principal was paid before \$5,130,000 was advance refunded

Compensated absences will be paid from the General and Special Revenue Funds. Capital lease obligations will be paid from Permanent Improvement and Building Fund. General Obligation Bonds will

**Little Miami Local School District**  
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be paid from the Debt Service Fund and the Permanent Improvement Fund. Net pension liability represents the long-term portion of the accrued liability associated with STRS and SERS pension liability. These items will be repaid from the funds from which the employees work to whom the liability is associated with or the General Fund if no such funds are available.

**2016 Advanced Refunding of 2007 School Improvement Bonds**

On July 13, 2016, the District issued \$39,634,968 in General Obligation bonds with an interest rate of .92% to 3.56% of which \$39,635,001 was used to partially advance refund \$39,635,001 of outstanding 2007 School Improvement Bonds with an interest rate of 4.0% to 4.5%. The net proceeds of \$41,626,485 (after payment of underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide all future debt service payments on the 2007 School Improvement Bonds. As a result, \$39,635,001 of the 2007 School Improvement Bonds are considered to be defeased and the related liability for those bonds has been removed from the Statement of Net Position.

**2016 Advanced Refunding of 2007 School Improvement Bonds**

On July 13, 2016, the District issued \$5,129,995 in General Obligation bonds with an interest rate of 1.5% to 4.0% of which \$5,130,000 was used to partially advance refund \$5,130,000 of outstanding 2007 School Improvement Bonds with an interest rate of .875% to 2.75%. The net proceeds of \$6,682,073 (after payment of underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide all future debt service payments on the 2007 School Improvement Bonds. As a result, \$5,130,000 of the 2007 School Improvement Bonds are considered to be defeased and the related liability for those bonds has been removed from the Statement of Net Position.

**2011 School Improvement Unlimited Tax General Obligation Bonds**

On May 20, 2011, the District issued \$5,980,000 in school improvement general obligation bonds at an interest rate of 6.875% to retire the previously issued \$5,980,000 Bond Anticipation Note.

**2007 Advanced Refunding of 2006 School Improvement Bonds**

On February 27, 2007, the District issued \$50,826,447 in General Obligation bonds with an average interest rate of 4.64% of which \$47,199,949 was used to partially advance refund \$47,199,949 of outstanding 2006 School Improvement Bonds with an average interest rate of 5.14%. The net proceeds of \$50,247,945 (after payment of underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide all future debt service payments on the 2006 School Improvement Bonds. As a result, \$47,199,949 of the 2006 School Improvement Bonds are considered to be defeased and the related liability for those bonds has been removed from the Statement of Net Position.

The refunding bonds are not subject to optional redemption prior to maturity. Of the \$47,199,949 issued, \$45,035,001 represents serial bonds and \$2,164,948 is capital appreciation bonds. The serial bonds mature at varying amounts through December 1, 2034. The capital appreciation bonds will mature in fiscal years 2022, 2023, 2024, and 2025. The final maturity amount of the bonds is \$10,810,000.

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**2006 School Improvement Bonds**

In February 2007, the District partially refunded the 2006 School Improvement bonds, of the remaining \$9,049,989. The debt will be retired from the debt service fund.

The bonds are not subject to optional redemption prior to maturity. Of the \$9,049,989 issued, \$2,425,051 represents serial bonds and \$6,624,938 is capital appreciation bonds. The serial bonds matured on December 1, 2011.

The capital appreciation bonds will mature in fiscal years 2013 through 2020. The final maturity amount of the bonds is \$11,245,000.

Principal and interest requirements for governmental activities to retire bonds and notes outstanding at June 30, 2017, are as follows:

| Fiscal Year<br>Ending June 30 | Current Interest Bonds |                     |                     | Capital Appreciation Bonds |                     |                     |
|-------------------------------|------------------------|---------------------|---------------------|----------------------------|---------------------|---------------------|
|                               | Principal              | Interest            | Total               | Principal                  | Interest            | Total               |
| 2018                          | \$1,730,000            | \$1,677,462         | \$3,407,462         | \$983,318                  | \$646,682           | \$1,630,000         |
| 2019                          | 1,225,000              | 1,644,594           | 2,869,594           | 954,879                    | 715,121             | 1,670,000           |
| 2020                          | 1,250,000              | 1,621,690           | 2,871,690           | 1,014,970                  | 660,030             | 1,675,000           |
| 2021                          | 1,320,000              | 1,595,079           | 2,915,079           | 833,396                    | 1,086,604           | 1,920,000           |
| 2022                          | 730,000                | 1,213,653           | 1,943,653           | 600,025                    | 1,989,975           | 2,590,000           |
| 2023-2027                     | 1,555,000              | 5,939,018           | 7,494,018           | 5,034,886                  | 11,425,113          | 16,459,999          |
| 2028-2032                     | 21,875,000             | 4,197,716           | 26,072,716          | 0                          | 0                   | 0                   |
| 2033-2035                     | 12,680,000             | 579,722             | 13,259,722          | 0                          | 0                   | 0                   |
| Total                         | <u>\$42,365,000</u>    | <u>\$18,468,934</u> | <u>\$60,833,934</u> | <u>\$9,421,474</u>         | <u>\$16,523,525</u> | <u>\$25,944,999</u> |

**Note 8 – Leases**

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**Capital Leases**

The District has entered into capitalized leases for the acquisition of land, field turf and buses. The terms of each agreement provide options to purchase the equipment. Each lease meets the criteria of a capital lease.

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The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of fiscal year end.

| Fiscal Year<br>Ending June 30,          | Long-Term Debt   |
|---|------------------|
| 2018                                    | \$165,654        |
| Total Minimum Lease Payments            | 165,654          |
| Less: Amount Representing Interest      | (6,416)          |
| Less: Additional Program Cost Component | (238)            |
| Present Value of Minimum Lease Payments | <u>\$159,000</u> |

Capital lease assets consisting of Building and Improvements have been capitalized in the amount of \$1,417,000. This amount represents the present value of minimum lease payments at the time of acquisition. Accumulated depreciation as of June 30, 2017 was \$425,100, leaving a current value of \$991,900. A corresponding liability was recorded in the government-wide financial statements. Principal payments for the capital leases in 2017 totaled \$153,000.

**Note 9 – Defined Benefit Pension Plans**

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**Net Pension Liability**

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

The net pension liability represents the employer’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 obligation for this liability to annually required payments. The employer cannot control benefit terms or the manner in which pensions are financed; however, the employer does receive the benefit of employees’ services in exchange for compensation including pension.

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

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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 accrued wages and benefits on both the accrual and modified accrual bases of accounting.

**Plan Description – School Employees Retirement System (SERS)**

Plan Description – 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](http://www.ohsers.org) under Employers/Audit Resources.

Age and service requirements for retirement are as follows:

|                              | Eligible to<br>Retire on or before<br>August 1, 2017 *                           | Eligible to<br>Retire on or after<br>August 1, 2017                                  |
|------------------------------|--|--|
| Full Benefits                | Any age with 30 years of service credit<br>Age 65 with 5 years of service credit | Age 67 with 10 years of service credit; or<br>Age 57 with 30 years of service credit |
| Actuarially Reduced Benefits | Age 60 with 5 years of service credit<br>Age 55 with 25 years of service credit  | Age 62 with 10 years of service credit; or<br>Age 60 with 25 years of service credit |

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

Annual retirement benefits are calculated based on final average salary multiplied by a percentage that varies based on year of service; 2.2 percent for the first thirty years of service and 2.5 percent for years of service credit over 30 or \$86.00 multiplied by the years of service credit. Final average salary is the average of the highest three years of salary.

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

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the employer 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, 2017, the allocation to pension, death benefits, and Medicare B was 14.00 percent. None of the 14 percent contribution rate was allocated to the Health Care Fund.

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The contractually required contribution to SERS was \$859,993 for fiscal year 2017. Of this amount \$174,506 is reported as accrued wages and benefits.

**Plan Description – State Teachers Retirement System (STRS)**

Plan Description – 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](http://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 60 with five years of qualifying service credit, or age 55 with 25 years of service, or 30 years of service regardless of age. Age and service requirements for retirement increased effective August 1, 2015, and will continue to increase periodically until they reach age 60 with 35 years of service or age 65 with five years of service on August 1, 2026.

The DC Plan allows members to place all their member contributions and 9.5 percent of the 14 percent employer contributions into an investment account. Investment allocation decisions are determined by the member. The remaining 4.5 percent of the 14 percent employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, member contributions are allocated among investment choices by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60 with five years of services. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50.

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

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A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. Eligible survivors of members who die before service retirement may qualify for monthly benefits. New members on or after July 1, 2013, must have at least ten years of qualifying service credit that apply for disability benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member’s designated beneficiary is entitled to receive the member’s account balance.

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The statutory maximum employee contribution rate was increased one percent July 1, 2014, and will be increased one percent each year until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2017, plan members were required to contribute 14 percent of their annual covered salary. The employer was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The fiscal year 2017 contribution rates were equal to the statutory maximum rates.

The contractually required contribution to STRS was \$2,469,984 for fiscal year 2017. Of this amount \$444,700 is reported as accrued wages and benefits.

**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, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The proportion of the net pension liability was based on the share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

|  | <u>SERS</u>        | <u>STRS</u>        | <u>Total</u> |
|--|--------------------|--------------------|--------------|
| Proportionate Share of the Net Pension Liability | \$13,905,822       | \$50,378,492       | \$64,284,314 |
| Proportion of the Net Pension Liability          |                    |                    |              |
| Prior Measurement Date                           | 0.17980150%        | 0.13614333%        |              |
| Proportion of the Net Pension Liability          |                    |                    |              |
| Current Measurement Date                         | <u>0.18999420%</u> | <u>0.15050479%</u> |              |
| Change in Proportionate Share                    | 0.01019270%        | 0.01436146%        |              |
| Pension Expense                                  | \$1,923,972        | \$4,841,572        | \$6,765,544  |

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At June 30, 2017, reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|  | SERS               | STRS                | Total               |
|--|--------------------|---------------------|---------------------|
| Deferred Outflows of Resources   |                    |                     |                     |
| Differences between expected and actual experience                               | \$187,557          | \$2,035,533         | \$2,223,090         |
| Changes of assumptions   | 928,290            | 0                   | 928,290             |
| Net difference between projected and actual earnings on pension plan investments | 1,147,029          | 4,182,768           | 5,329,797           |
| Changes in employer proportionate share of net pension liability                 | 551,142            | 4,079,220           | 4,630,362           |
| Contributions subsequent to the measurement date                                 | 859,993            | 2,469,984           | 3,329,977           |
| Total Deferred Outflows of Resources   | <u>\$3,674,011</u> | <u>\$12,767,505</u> | <u>\$16,441,516</u> |

\$3,329,977 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2018. 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<br>Ending June 30: | SERS               | STRS                | Total               |
|--------------------------------|--------------------|---------------------|---------------------|
| 2018                           | \$780,962          | \$2,072,711         | \$2,853,673         |
| 2019                           | 780,135            | 2,072,711           | 2,852,846           |
| 2020                           | 923,198            | 3,677,757           | 4,600,955           |
| 2021                           | 329,723            | 2,474,342           | 2,804,065           |
| Total                          | <u>\$2,814,018</u> | <u>\$10,297,521</u> | <u>\$13,111,539</u> |

**Actuarial Assumptions – SERS**

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

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

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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, 2016, are presented below:

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

For post-retirement mortality, the table used in evaluating allowances to be paid is the RP-2014 Blue Collar Mortality Table with fully generational projection and Scale BB, with 120% of male rates and 110% of female rates used. The RP-2000 Disabled Mortality Table with 90% for male rates and 100% for female rates set back five years is used for the period after disability retirement. Special mortality tables are used for the period after disability retirement.

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:

| 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                  | 100.00 %          |  |

**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

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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 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<br>(6.50%) | Current<br>Discount Rate<br>(7.50%) | 1% Increase<br>(8.50%) |
|--|------------------------|-------------------------------------|------------------------|
| Proportionate share of the net pension liability | \$18,410,442           | \$13,905,822                        | \$10,135,268           |

**Actuarial Assumptions – STRS**

The total pension liability in the July 1, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

Actuarial assumptions used in the June 30, 2016, valuation are based on the results of an actuarial experience study, effective July 1, 2012.

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

| Asset Class          | Target Allocation | Long-Term Expected Real Rate of Return |
|----------------------|-------------------|--|
| Domestic Equity      | 31.00 %           | 8.00 %                                 |
| International Equity | 26.00             | 7.85                                   |
| Alternatives         | 14.00             | 8.00                                   |
| Fixed Income         | 18.00             | 3.75                                   |
| Real Estate          | 10.00             | 6.75                                   |
| Liquidity Reserves   | 1.00              | 3.00                                   |
| Total                | 100.00 %          | 7.61 %                                 |

**Discount Rate**

The discount rate used to measure the total pension liability was 7.75 percent as of June 30, 2016. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2016. Therefore, the long-term expected rate of return on pension plan investments of 7.75 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2016.

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following table presents the proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.75 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.75 percent) or one-percentage-point higher (8.75 percent) than the current rate:

|  | 1% Decrease<br>(6.75%) | Current<br>Discount Rate<br>(7.75%) | 1% Increase<br>(8.75%) |
|--|------------------------|-------------------------------------|------------------------|
| Proportionate share of the net pension liability | \$66,948,919           | \$50,378,492                        | \$36,400,356           |

**Changes Between Measurement Date and Report Date**

In March 2017, the STRS Board adopted certain assumption changes which will impact their annual actuarial valuation prepared as of June 30, 2017. The most significant change is a reduction in the discount rate from 7.75 percent to 7.45 percent. In April 2017, the STRS Board voted to suspend cost of



**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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living adjustments granted on or after July 1, 2017. Although the exact amount of these changes is not known, the overall decrease to the net pension liability is expected to be significant.

**Note 10 - Post Employment Benefits**

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***School Employees Retirement System***

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

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

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer 14% contribution to the Health Care Fund in accordance with the funding policy. For the year ended June 30, 2017, the health care allocation is 0.00%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. By statute no employer shall pay a health care surcharge greater than 2.0% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2017, the minimum compensation level was established at \$23,500. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contributions assigned to health care for the years ended June 30, 2017, 2016, and 2015 were \$0, \$0, and \$150,063, respectively.

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

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

***State Teachers Retirement System***

Plan Description – The District participates in the cost-sharing multiple-employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS) 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

**Little Miami Local School District  
Notes to the Basic Financial Statements  
For The Fiscal Year Ended June 30, 2017**

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reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS which can be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2017, STRS did not allocate any employer contributions to post-employment health care. The District's contributions for health care for the fiscal years ended June 30, 2017, 2016, and 2015 were \$0, \$0, and \$0, respectively.

**Note 11 - Contingent Liabilities**

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**Foundation Funding**

School District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional ODE adjustments for fiscal year 2017 financial statements is not determinable, at this time. Management believes this may result in either an additional receivable to, or a liability of, the School District.

**Grants**

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

**Litigation**

The District's attorney estimates that all other potential claims against the District not covered by insurance resulting from all other litigation would not materially affect the financial statements of the District.

**Note 12 - Risk Management**

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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 2017, the District contracted with Governmental Underwriters of America (GUA) for property insurance. Professional liability was protected by Governmental Underwriters of America (GUA) with a \$3,000,000 aggregate limit under a commercial policy.

The District's vehicles are also covered by Governmental Underwriters of America (GUA) and hold a \$500 deductible for collision. Automobile liability has a \$1,000,000 combined single limit of liability. Vehicles are also covered under the commercial umbrella policy. The Travelers Casualty and Surety Company of America maintains both a \$50,000 public official bond for the Treasurer and a \$50,000 blanket bond for all employees with Ohio Casualty Group. The District pays the State Workers'

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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Compensation System a premium based on a rate per \$100 of salaries. The rate is calculated based on accident history and administrative costs.

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

**Note 13 – Required Set-Asides**

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

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

|   | Capital<br>Acquisition   |
|---|--------------------------|
| Set Aside Reserve Balance as of June 30, 2016 | \$0                      |
| Current Year Set Aside Requirements           | 737,909                  |
| Qualified Disbursements                       | (751,146)                |
| Current Year Offsets                          | 0                        |
| Set Aside Reserve Balance as of June 30, 2017 | <u><u>(\$13,237)</u></u> |

Offset credits for capital activity during the year exceeded the amount required for the set-aside, resulting in offset credits of \$72,742,663 available for carryover to offset capital reserve requirements of future years. Negative amounts are therefore not presented as being carried forward to the next fiscal year for the capital acquisition set-aside.

**Note 14 - Jointly Governed Organizations**

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Southwest Ohio Computer Association

The District is a participant in the Southwest Ohio Computer Association (SWOCA), which is a computer consortium. SWOCA is an association of public schools and educational service centers within the boundaries of Butler, Preble, and Warren Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to the administrative and instructional functions among member school districts. The Board of SWOCA consists of one representative from each of the participating members. The degree of control exercised by any participating district is limited to its representation on the Board. Financial information can be obtained from the Executive Director, Butler County JVS, 3603 Hamilton-Middletown Road, Hamilton, Ohio 45011.

Warren County Career Center

The Warren County Career Center, a jointly governed organization, is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from the participating district's elected board, which possesses its own budgeting and taxing authority. Accordingly, the Warren County Vocational School is not part of the District and its operations are not

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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included as part of the reporting entity. The District did not have any financial obligations to the Warren County Vocational School during the current fiscal year. Financial information can be obtained from the Treasurer, Warren County Career Center, 3525 North State Route 48, Lebanon, Ohio 45036.

***Jewell Education Foundation***

The District is a participant in the Jewell Education Foundation (the "Foundation"), which is a jointly governed educational foundation established as a non-profit corporation to benefit the school districts in Warren County. The Foundation was created to promote and assist in funding through soliciting grants and charitable contributions for distribution to member educational institutions of participating school districts. The governing board is made up of the Warren County Career Center superintendent, one member of the 1999 Warren County Career Center Board of Education, not on the current board, and one member selected by each participating school district. The District made no financial contribution to the Foundation during the fiscal year. Financial information can be obtained from the director of planned giving at P.O. Box 854, Lebanon, Ohio 45036.

**Note 15 - Accountability**

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The following funds had deficit fund balances at June 30, 2017:

| Fund                             | Deficit |
|----------------------------------|---------|
| Other Governmental Funds:        |         |
| Vocational Education Enhancement | \$558   |
| Title VI-B                       | 150,908 |
| Title I                          | 32,714  |
| Improving Teacher Quality        | 20,125  |

The deficit fund balances were caused by GAAP Accruals.

**Note 16 - Interfund Balances**

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Interfund transactions at June 30, 2017, consisted of the following individual interfund receivable and interfund payable:

|                          | Interfund        |                  |
|--------------------------|------------------|------------------|
|                          | Receivable       | Payable          |
| General Fund             | \$152,164        | \$0              |
| Debt Service             | 0                | 0                |
| Other Governmental Funds | 0                | 152,164          |
| Total All Funds          | <u>\$152,164</u> | <u>\$152,164</u> |

Interfund balances/transfers are used to 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 unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorization; to segregate and to return money to the fund from which it was originally provided once a project is completed. All interfund payables are expected to be repaid during the next fiscal year.

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

**Note 17 – 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:

| Fund Balances                 | General      | Debt Service | Other Governmental Funds | Total        |
|-------------------------------|--------------|--------------|--------------------------|--------------|
| <b>Nonspendable:</b>          |              |              |                          |              |
| Smith Trust                   | \$0          | \$0          | \$18,000                 | \$18,000     |
| Prepays                       | 45,159       | 0            | 3,072                    | 48,231       |
| <b>Total Nonspendable</b>     | 45,159       | 0            | 21,072                   | 66,231       |
| <b>Restricted for:</b>        |              |              |                          |              |
| Other Grants                  | 0            | 0            | 24,040                   | 24,040       |
| Districted Managed Activities | 0            | 0            | 82,204                   | 82,204       |
| Data Communication            | 0            | 0            | 10,800                   | 10,800       |
| Race to the Top               | 0            | 0            | 2,800                    | 2,800        |
| IDEA Preschool Grant          | 0            | 0            | 450                      | 450          |
| Food Services                 | 0            | 0            | 825,873                  | 825,873      |
| Special Trust                 | 0            | 0            | 4,249                    | 4,249        |
| Smith Trust                   | 0            | 0            | 5,329                    | 5,329        |
| Debt Service                  | 0            | 3,900,425    | 0                        | 3,900,425    |
| Buildings                     | 0            | 0            | 61,139                   | 61,139       |
| <b>Total Restricted</b>       | 0            | 3,900,425    | 1,016,884                | 4,917,309    |
| <b>Committed to:</b>          |              |              |                          |              |
| Permanent Improvements        | 0            | 0            | 2,525,243                | 2,525,243    |
| <b>Total Committed</b>        | 0            | 0            | 2,525,243                | 2,525,243    |
| <b>Assigned to:</b>           |              |              |                          |              |
| Public School Support         | 238,478      | 0            | 0                        | 238,478      |
| Encumbrances                  | 4,207,038    | 0            | 0                        | 4,207,038    |
| <b>Total Assigned</b>         | 4,445,516    | 0            | 0                        | 4,445,516    |
| <b>Unassigned (Deficit)</b>   | 29,959,525   | 0            | (205,912)                | 29,753,613   |
| <b>Total Fund Balance</b>     | \$34,450,200 | \$3,900,425  | \$3,357,287              | \$41,707,912 |

Fund balance classified as assigned for encumbrances in the general fund are assigned for all ordinary day-to-day operations of the District, for the purchase and sale of school supplies, and for specific local revenue sources.

**Note 18 – Implementation of New Accounting Principles**

For the fiscal year ended June 30, 2017, the District has implemented Governmental Accounting Standards Board (GASB) Statement No. 77, *Tax Abatement Disclosures*, GASB Statement No. 78, *“Pensions Provided Through Certain Multiple-Employer Defined Benefit Pension Plans”*, GASB Statement

**Little Miami Local School District**  
**Notes to the Basic Financial Statements**  
**For The Fiscal Year Ended June 30, 2017**

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No. 80, "Blending Requirements for Certain Component Units - An Amendment of GASB Statement No. 14" and GASB Statement No. 82, "Pension Issues - An Amendment of GASB Statements No. 67, No. 68 and No. 73".

GASB Statement No. 77 establishes improved financial reporting by giving users of financial statements essential information that is not consistently or comprehensively reported to the public at present. Disclosure of information about the nature and magnitude of tax abatements will make these transactions more transparent to financial statement users. As a result, users will be better equipped to understand (1) how tax abatements affect a government's future ability to raise resources and meet its financial obligations and (2) the impact those abatements have on a government's financial position and economic condition. The implementation of GASB Statement No 77 did not have an effect on the financial statements of the District.

GASB Statement No. 78 establishes accounting and financial reporting standards for defined benefit pensions provided to the employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan (cost-sharing pension plan) that meets the criteria in paragraph 4 of Statement 68 and that (a) is not a state or local governmental pension plan, (b) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (c) has no predominant state or local governmental employer (either individually or collectively with other state or local governmental employers that provide pensions through the pension plan). The implementation of GASB Statement No. 78 did not have an effect on the financial statements of the District.

GASB Statement No. 80 amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of Statement No. 39, *Determining Whether Certain Organizations Are Component Units*. The implementation of GASB Statement No. 80 did not have an effect on the financial statements of the District.

GASB Statement No. 82 addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The implementation of GASB Statement No. 82 did not have an effect on the financial statements of the District.

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**Little Miami Local School District  
Notes to the Basic Financial Statements  
For The Fiscal Year Ended June 30, 2017**

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**Note 19 –Other Commitments**

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

| <u>Description</u> | <u>Remaining<br/>Commitment</u> |
|--------------------|---------------------------------|
| General            | \$4,734,655                     |
| Other Governmental | 418,939                         |

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# **REQUIRED SUPPLEMENTARY INFORMATION**

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Little Miami Local School District  
 Required Supplementary Information  
 Schedule of the District's Proportionate Share  
 of the Net Pension Liability  
 State Teachers Retirement System of Ohio  
 Last Four Fiscal Years (1)

|   | 2017         | 2016         | 2015         | 2014         |
|---|--------------|--------------|--------------|--------------|
| District's Proportion of the Net Pension Liability  | 0.15050479%  | 0.13614333%  | 0.13136099%  | 0.13136099%  |
| District's Proportionate Share of the Net Pension Liability   | \$50,378,492 | \$37,626,034 | \$31,951,539 | \$37,957,965 |
| District's Covered-Employee Payroll   | \$15,368,657 | \$13,760,657 | \$14,453,885 | \$13,239,300 |
| District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll | 327.80%      | 273.43%      | 221.06%      | 286.71%      |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                  | 66.80%       | 72.10%       | 74.70%       | 69.30%       |

(1) - The schedule is intended to show Information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2014 is not available and amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the Required Supplementary Information.

Little Miami Local School District  
 Required Supplementary Information  
 Schedule of the District's Proportionate Share  
 of the Net Pension Liability  
 School Employees Retirement System of Ohio  
 Last Four Fiscal Years (1)

|   | 2017         | 2016         | 2015        | 2014         |
|---|--------------|--------------|-------------|--------------|
| District's Proportion of the Net Pension Liability  | 0.18999420%  | 0.17980150%  | 0.17586200% | 0.17586200%  |
| District's Proportionate Share of the Net Pension Liability   | \$13,905,822 | \$10,259,648 | \$8,900,276 | \$10,461,085 |
| District's Covered-Employee Payroll   | \$5,900,514  | \$7,757,026  | \$5,161,825 | \$4,870,300  |
| District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll | 235.67%      | 132.26%      | 172.42%     | 214.79%      |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                  | 62.98%       | 69.16%       | 71.70%      | 65.52%       |

(1) - The schedule is intended to show Information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2014 is not available and amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the Required Supplementary Information.

Little Miami Local School District  
 Required Supplementary Information  
 Schedule of District Contributions  
 State Teachers Retirement System of Ohio  
 Last Ten Fiscal Years

|   | <u>2017</u>        | <u>2016</u>        | <u>2015</u>        | <u>2014</u>        | <u>2013</u>        |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|
| Contractually Required Contribution                                     | \$2,469,984        | \$2,151,612        | \$1,926,492        | \$1,879,005        | \$1,874,820        |
| Contributions in Relation to the<br>Contractually Required Contribution | <u>(2,469,984)</u> | <u>(2,151,612)</u> | <u>(1,926,492)</u> | <u>(1,879,005)</u> | <u>(1,874,820)</u> |
| Contribution Deficiency (Excess)  | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         |
| District Covered-Employee Payroll                                       | \$17,642,743       | \$15,368,657       | \$13,760,657       | \$14,453,885       | \$14,421,692       |
| Contributions as a Percentage of<br>Covered-Employee Payroll            | 14.00%             | 14.00%             | 14.00%             | 13.00%             | 13.00%             |

See accompanying notes to the Required Supplementary Information.

| 2012         | 2011         | 2010         | 2009         | 2008         |
|--------------|--------------|--------------|--------------|--------------|
| \$1,873,752  | \$1,865,424  | \$2,058,756  | \$2,138,796  | \$1,919,208  |
| (1,873,752)  | (1,865,424)  | (2,058,756)  | (2,138,796)  | (1,919,208)  |
| \$0          | \$0          | \$0          | \$0          | \$0          |
| \$14,413,477 | \$14,349,415 | \$15,836,585 | \$16,452,277 | \$14,763,138 |
| 13.00%       | 13.00%       | 13.00%       | 13.00%       | 13.00%       |

Little Miami Local School District  
 Required Supplementary Information  
 Schedule of District Contributions  
 School Employees Retirement System of Ohio  
 Last Ten Fiscal Years

|   | <u>2017</u>      | <u>2016</u>      | <u>2015</u>        | <u>2014</u>      | <u>2013</u>      |
|---|------------------|------------------|--------------------|------------------|------------------|
| Contractually Required Contribution                                     | \$859,993        | \$826,072        | \$1,022,376        | \$715,429        | \$948,600        |
| Contributions in Relation to the<br>Contractually Required Contribution | <u>(859,993)</u> | <u>(826,072)</u> | <u>(1,022,376)</u> | <u>(715,429)</u> | <u>(948,600)</u> |
| Contribution Deficiency (Excess)  | <u>\$0</u>       | <u>\$0</u>       | <u>\$0</u>         | <u>\$0</u>       | <u>\$0</u>       |
| District Covered-Employee Payroll                                       | \$6,142,807      | \$5,900,514      | \$7,757,026        | \$5,161,825      | \$6,854,046      |
| Contributions as a Percentage of<br>Covered-Employee Payroll            | 14.00%           | 14.00%           | 13.18%             | 13.86%           | 13.84%           |

See accompanying notes to the Required Supplementary Information.

| 2012        | 2011        | 2010        | 2009        | 2008        |
|-------------|-------------|-------------|-------------|-------------|
| \$906,480   | \$870,096   | \$797,520   | \$822,108   | \$741,144   |
| (906,480)   | (870,096)   | (797,520)   | (822,108)   | (741,144)   |
| \$0         | \$0         | \$0         | \$0         | \$0         |
| \$6,739,628 | \$6,922,005 | \$5,890,103 | \$8,354,756 | \$7,547,291 |
| 13.45%      | 12.57%      | 13.54%      | 9.84%       | 9.82%       |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|  | General Fund        |                     |                     |                            |
|--|---------------------|---------------------|---------------------|----------------------------|
|  | Original Budget     | Final Budget        | Actual              | Variance from Final Budget |
| Revenues:  |                     |                     |                     |                            |
| Taxes  | \$25,017,713        | \$26,211,105        | \$26,329,014        | \$117,909                  |
| Revenue in lieu of taxes   | 442,868             | 463,994             | 466,081             | 2,087                      |
| Tuition and Fees   | 690,667             | 723,613             | 726,868             | 3,255                      |
| Investment Earnings  | 222,732             | 233,357             | 234,407             | 1,050                      |
| Intergovernmental  | 16,390,681          | 17,172,547          | 17,249,797          | 77,250                     |
| Extracurricular Activities   | 243,333             | 254,940             | 256,087             | 1,147                      |
| Other Revenues   | 48,317              | 50,622              | 50,850              | 228                        |
| <b>Total Revenues</b>  | <b>43,056,311</b>   | <b>45,110,178</b>   | <b>45,313,104</b>   | <b>202,926</b>             |
| Expenditures:  |                     |                     |                     |                            |
| Current:   |                     |                     |                     |                            |
| Instruction:   |                     |                     |                     |                            |
| Regular  | 16,191,362          | 16,926,604          | 16,931,206          | (4,602)                    |
| Special  | 5,871,110           | 6,137,714           | 6,139,383           | (1,669)                    |
| Other  | 2,568,136           | 2,684,754           | 2,685,484           | (730)                      |
| Support Services:  |                     |                     |                     |                            |
| Pupil  | 1,698,902           | 1,776,048           | 1,776,531           | (483)                      |
| Instructional Staff  | 1,759,135           | 1,839,016           | 1,839,516           | (500)                      |
| General Administration   | 33,768              | 35,301              | 35,311              | (10)                       |
| School Administration  | 2,730,493           | 2,854,483           | 2,855,259           | (776)                      |
| Fiscal   | 822,212             | 859,548             | 859,782             | (234)                      |
| Business   | 243,020             | 254,055             | 254,124             | (69)                       |
| Operations and Maintenance   | 2,944,012           | 3,077,698           | 3,078,535           | (837)                      |
| Pupil Transportation   | 4,297,950           | 4,493,117           | 4,494,339           | (1,222)                    |
| Central  | 465,100             | 486,220             | 486,352             | (132)                      |
| Extracurricular Activities   | 570,115             | 596,004             | 596,166             | (162)                      |
| Capital Outlay   | 3,184,489           | 3,329,095           | 3,330,000           | (905)                      |
| <b>Total Expenditures</b>  | <b>43,379,804</b>   | <b>45,349,657</b>   | <b>45,361,988</b>   | <b>(12,331)</b>            |
| <b>Net Change in Fund Balance</b>  | <b>(323,493)</b>    | <b>(239,479)</b>    | <b>(48,884)</b>     | <b>190,595</b>             |
| Fund Balance - Beginning of Year (includes prior year encumbrances appropriated) | 28,792,019          | 28,792,019          | 28,792,019          | 0                          |
| <b>Fund Balance - End of Year</b>  | <b>\$28,468,526</b> | <b>\$28,552,540</b> | <b>\$28,743,135</b> | <b>\$190,595</b>           |

See accompanying notes to the required supplementary information.



**Little Miami Local School District**  
**Notes to the Required Supplementary Information**  
**For The Fiscal Year Ended June 30, 2017**

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**Note 1 - Budgetary Process**

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All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriations 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 amount 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 the level of control selected by Board. The legal level of control has been established by Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2017.

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

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year end encumbrances are treated as expenditures (budget basis) rather than 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.
5. Some funds are reported as part of the general fund (GAAP basis) as opposed to the general fund being reported alone (budget basis).

**Little Miami Local School District**  
**Notes to the Required Supplementary Information**  
**For The Fiscal Year Ended June 30, 2017**

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The following table summarizes the adjustments necessary to reconcile the GAAP basis to the budgetary basis for the general fund.

| Net Change in Fund Balance |             |
|----------------------------|-------------|
|                            | General     |
| GAAP Basis                 | \$6,570,191 |
| Revenue Accruals           | (3,578,096) |
| Expenditure Accruals       | 1,640,004   |
| Encumbrances               | (4,685,241) |
| Funds Budgeted Elsewhere   | 4,258       |
| Budget Basis               | (\$48,884)  |

**Note 2 – SERS Changes in Benefits Terms and Assumptions**

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**Changes in Benefit Terms**

There were no changes in benefit terms from the amounts reported for fiscal years 2014 - 2017.

**Changes in Assumptions**

There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2014-2016. For fiscal year 2017, the following changes of assumptions affected the total pension liability since the prior measurement date: (1) discount rate was reduced from 7.75% to 7.50%, (2) the assumed rate of inflation was reduced from 3.25% to 3.00%, (3) payroll growth assumption was reduced from 4.00% to 3.50%, (4) assumed real wage growth was reduced from 0.75% to 0.50%, (5) Rates of withdrawal, retirement and disability were updated to reflect recent experience, (6) mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females, (7) mortality among service retired members, and beneficiaries was updated to the following RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates and (8) mortality among disabled members was updated to RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

**Note 3 – STRS Changes in Benefits Terms and Assumptions**

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**Changes in Benefit Terms**

There were no changes in benefit terms from the amounts reported for fiscal years 2014 - 2017.

**Changes in Assumptions**

There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2014 - 2017. See the notes to the basic financials for the methods and assumptions in this calculation.

# COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

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## **MAJOR GOVERNMENTAL FUND**

### **Debt Service Fund**

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Basic Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|  | Debt<br>Service<br>Fund |                    |                               |
|--|-------------------------|--------------------|-------------------------------|
|  | Final<br>Budget         | Actual             | Variance from<br>Final Budget |
| Revenues:  |                         |                    |                               |
| Taxes  | \$4,264,319             | \$4,264,319        | \$0                           |
| Intergovernmental  | 642,243                 | 642,243            | 0                             |
| <b>Total Revenues</b>  | <b>4,906,562</b>        | <b>4,906,562</b>   | <b>0</b>                      |
| Expenditures:  |                         |                    |                               |
| Current:   |                         |                    |                               |
| Support Services:  |                         |                    |                               |
| School Administration  | 4,708                   | 4,708              | 0                             |
| Fiscal   | 50,645                  | 50,645             | 0                             |
| Debt Service:  |                         |                    |                               |
| Principal Retirement   | 1,619,050               | 1,619,050          | 0                             |
| Interest and Fiscal Charges  | 1,726,973               | 1,726,973          | 0                             |
| Bond Issuance Cost   | 447,957                 | 447,957            | 0                             |
| <b>Total Expenditures</b>  | <b>3,849,333</b>        | <b>3,849,333</b>   | <b>0</b>                      |
| Excess of Revenues Over (Under) Expenditures                                     | 1,057,229               | 1,057,229          | 0                             |
| Other financing sources (uses):  |                         |                    |                               |
| Issuance of Refunded Bonds   | 44,764,964              | 44,764,964         | 0                             |
| Payments to Bond Escrow Account  | (47,860,010)            | (47,860,010)       | 0                             |
| Premium on Bonds Sold  | 3,543,595               | 3,543,595          | 0                             |
| <b>Total Other Financing Sources (Uses)</b>                                      | <b>448,549</b>          | <b>448,549</b>     | <b>0</b>                      |
| Net Change in Fund Balance   | 1,505,778               | 1,505,778          | 0                             |
| Fund Balance - Beginning of Year (includes prior year encumbrances appropriated) | 1,685,419               | 1,685,419          | 0                             |
| <b>Fund Balance - End of Year</b>  | <b>\$3,191,197</b>      | <b>\$3,191,197</b> | <b>\$0</b>                    |

## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

Special Revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.

### **Capital Projects Funds**

The Capital Projects Funds is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects 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.

### **Permanent Fund**

The Permanent Fund is used to account for the financial resources that are restricted. Only the income earned can be used for specific purposes.

Little Miami Local School District  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2017

|  | Nonmajor<br>Special<br>Revenue<br>Funds | Nonmajor<br>Capital<br>Projects<br>Funds | Nonmajor<br>Permanent<br>Fund | Total<br>Nonmajor<br>Governmental<br>Funds |
|--|---|--|-------------------------------|--|
| <b>Assets:</b>   |   |  |                               |  |
| Equity in Pooled Cash and Investments                        | \$1,034,780                             | \$2,276,057                              | \$5,329                       | \$3,316,166                                |
| Restricted Cash and Investments                              | 0                                       | 0  | 18,000                        | 18,000                                     |
| Equity in Pooled Cash and Investments with Fiscal Agent      | 0                                       | 50,985                                   | 0                             | 50,985                                     |
| <b>Receivables (Net):</b>                                    |   |  |                               |  |
| Taxes  | 0                                       | 2,238,028                                | 0                             | 2,238,028                                  |
| Accounts   | 4,968                                   | 372                                      | 0                             | 5,340                                      |
| Intergovernmental  | 273,913                                 | 0  | 0                             | 273,913                                    |
| Prepaid  | 2,858                                   | 214                                      | 0                             | 3,072                                      |
| Inventory  | 54,826                                  | 0  | 0                             | 54,826                                     |
| <b>Total Assets</b>  | <b>1,371,345</b>                        | <b>4,565,656</b>                         | <b>23,329</b>                 | <b>5,960,330</b>                           |
| <b>Liabilities:</b>  |   |  |                               |  |
| Accounts Payable   | 31,878                                  | 30,386                                   | 0                             | 62,264                                     |
| Accrued Wages and Benefits                                   | 227,026                                 | 15,717                                   | 0                             | 242,743                                    |
| Compensated Absences   | 6,293                                   | 0  | 0                             | 6,293                                      |
| Interfund Payable  | 84,873                                  | 67,291                                   | 0                             | 152,164                                    |
| <b>Total Liabilities</b>                                     | <b>350,070</b>                          | <b>113,394</b>                           | <b>0</b>                      | <b>463,464</b>                             |
| <b>Deferred Inflows of Resources:</b>                        |   |  |                               |  |
| Property Taxes   | 0                                       | 1,865,666                                | 0                             | 1,865,666                                  |
| Grants and Other Taxes                                       | 273,913                                 | 0  | 0                             | 273,913                                    |
| <b>Total Deferred Inflows of Resources</b>                   | <b>273,913</b>                          | <b>1,865,666</b>                         | <b>0</b>                      | <b>2,139,579</b>                           |
| <b>Fund Balances:</b>  |   |  |                               |  |
| Nonspendable   | 2,858                                   | 214                                      | 18,000                        | 21,072                                     |
| Restricted   | 950,416                                 | 61,139                                   | 5,329                         | 1,016,884                                  |
| Committed  | 0                                       | 2,525,243                                | 0                             | 2,525,243                                  |
| Unassigned   | (205,912)                               | 0  | 0                             | (205,912)                                  |
| <b>Total Fund Balances</b>                                   | <b>747,362</b>                          | <b>2,586,596</b>                         | <b>23,329</b>                 | <b>3,357,287</b>                           |
| <b>Total Liabilities, Deferred Inflows and Fund Balances</b> | <b>\$1,371,345</b>                      | <b>\$4,565,656</b>                       | <b>\$23,329</b>               | <b>\$5,960,330</b>                         |

Little Miami Local School District  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2017

|   | Nonmajor<br>Special<br>Revenue<br>Funds | Nonmajor<br>Capital<br>Projects<br>Funds | Nonmajor<br>Permanent<br>Fund | Total<br>Nonmajor<br>Governmental<br>Funds |
|---|---|--|-------------------------------|--|
| Revenues:                               |   |  |                               |  |
| Property and Other Taxes                | \$0                                     | \$2,511,332                              | \$0                           | \$2,511,332                                |
| Intergovernmental                       | 1,493,483                               | 338,023                                  | 0                             | 1,831,506                                  |
| Extracurricular Activities              | 162,933                                 | 0  | 0                             | 162,933                                    |
| Charges for Services                    | 1,131,767                               | 0  | 0                             | 1,131,767                                  |
| Other Revenues                          | 34,530                                  | 123,009                                  | 0                             | 157,539                                    |
| <b>Total Revenues</b>                   | <b>2,822,713</b>                        | <b>2,972,364</b>                         | <b>0</b>                      | <b>5,795,077</b>                           |
| Expenditures:                           |   |  |                               |  |
| Current:                                |   |  |                               |  |
| Instruction:                            |   |  |                               |  |
| Regular                                 | 0                                       | 20,452                                   | 0                             | 20,452                                     |
| Special                                 | 727,705                                 | 0  | 0                             | 727,705                                    |
| Support Services:                       |   |  |                               |  |
| Pupil                                   | 3,857                                   | 0  | 0                             | 3,857                                      |
| Instructional Staff                     | 220,368                                 | 61,421                                   | 0                             | 281,789                                    |
| School Administration                   | 0                                       | 3,879                                    | 0                             | 3,879                                      |
| Fiscal                                  | 0                                       | 27,747                                   | 0                             | 27,747                                     |
| Operations and Maintenance              | 16,736                                  | 622,774                                  | 0                             | 639,510                                    |
| Pupil Transportation                    | 0                                       | 558,068                                  | 0                             | 558,068                                    |
| Central                                 | 0                                       | 902                                      | 0                             | 902  |
| Operation of Non-Instructional Services | 1,766,324                               | 0  | 0                             | 1,766,324                                  |
| Extracurricular Activities              | 160,701                                 | 0  | 0                             | 160,701                                    |
| Capital Outlay                          | 0                                       | 8,246                                    | 0                             | 8,246                                      |
| Debt Service:                           |   |  |                               |  |
| Principal Retirement                    | 0                                       | 700,722                                  | 0                             | 700,722                                    |
| Interest and Fiscal Charges             | 0                                       | 49,779                                   | 0                             | 49,779                                     |
| <b>Total Expenditures</b>               | <b>2,895,691</b>                        | <b>2,053,990</b>                         | <b>0</b>                      | <b>4,949,681</b>                           |
| Net Change in Fund Balance              | (72,978)                                | 918,374                                  | 0                             | 845,396                                    |
| Fund Balance - Beginning of Year        | 820,340                                 | 1,668,222                                | 23,329                        | 2,511,891                                  |
| Fund Balance - End of Year              | \$747,362                               | \$2,586,596                              | \$23,329                      | \$3,357,287                                |



## **NONMAJOR SPECIAL REVENUE FUNDS**

### **Fund Descriptions**

**Other Grants** - To account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**District Managed Activities** - To account for those student activity programs which have student participation in the activity but do not have student management in the programs. This fund includes athletic programs as well as the band, cheerleaders, flag corps and other similar types of activities.

**Data Communication** - To account for money appropriated for Ohio Educational Computer Network Connections.

**Vocational Education Enhancement** - To account for Vocational Education Enhancements that: 1) expand the number of students enrolled in tech prep programs, 2) enable students to develop career plans, and 3) replace or update equipment essential for the instruction of students in vocational education programs.

**Race to the Top** – A competitive grant program designed to encourage and reward states that are creating the conditions for education innovation and reform; achieving significant improvement in student outcomes, including making substantial gains in student achievement, closing achievement gaps, improving high school graduation rates, and ensuring student preparation for success in college and careers.

**Title VI-B** - To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialist in providing educational services to the handicapped.

**Title I** - To account for federal funds to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; programs to enhance personal excellence of students and student achievement.

**IDEA PreSchool Grant** - To account for federal funds received to provide programs to handicapped preschool children.

**Improving Teacher Quality** - To account for state funds provided for staff development programs.

## **NONMAJOR SPECIAL REVENUE FUNDS**

### **Fund Descriptions**

**Food Service** - To account for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

**Special Trust** - To account for assets held by a school system in a trustee capacity or as an agent for individuals, private organizations, other governmental and/or other funds.

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Little Miami Local School District  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2017

|  | Other Grants    | District Managed<br>Activities | Data<br>Communication | Vocational<br>Education Enhancement | Race to<br>the Top |
|--|-----------------|--------------------------------|-----------------------|-------------------------------------|--------------------|
| <b>Assets:</b>   |                 |                                |                       |                                     |                    |
| Equity in Pooled Cash and Investments                        | \$24,940        | \$94,543                       | \$10,800              | \$0                                 | \$2,800            |
| <b>Receivables (Net):</b>                                    |                 |                                |                       |                                     |                    |
| Accounts   | 0               | 0                              | 0                     | 0                                   | 0                  |
| Intergovernmental  | 0               | 0                              | 0                     | 7,238                               | 0                  |
| Prepaid  | 0               | 0                              | 0                     | 0                                   | 0                  |
| Inventory  | 0               | 0                              | 0                     | 0                                   | 0                  |
| <b>Total Assets</b>  | <b>24,940</b>   | <b>94,543</b>                  | <b>10,800</b>         | <b>7,238</b>                        | <b>2,800</b>       |
| <b>Liabilities:</b>  |                 |                                |                       |                                     |                    |
| Accounts Payable   | 900             | 12,339                         | 0                     | 0                                   | 0                  |
| Accrued Wages and Benefits                                   | 0               | 0                              | 0                     | 0                                   | 0                  |
| Compensated Absences   | 0               | 0                              | 0                     | 0                                   | 0                  |
| Interfund Payable  | 0               | 0                              | 0                     | 558                                 | 0                  |
| <b>Total Liabilities</b>                                     | <b>900</b>      | <b>12,339</b>                  | <b>0</b>              | <b>558</b>                          | <b>0</b>           |
| <b>Deferred Inflows of Resources:</b>                        |                 |                                |                       |                                     |                    |
| Grants and Other Taxes                                       | 0               | 0                              | 0                     | 7,238                               | 0                  |
| <b>Total Deferred Inflows of Resources</b>                   | <b>0</b>        | <b>0</b>                       | <b>0</b>              | <b>7,238</b>                        | <b>0</b>           |
| <b>Fund Balances:</b>  |                 |                                |                       |                                     |                    |
| Nonspendable   | 0               | 0                              | 0                     | 0                                   | 0                  |
| Restricted   | 24,040          | 82,204                         | 10,800                | 0                                   | 2,800              |
| Unassigned   | 0               | 0                              | 0                     | (558)                               | 0                  |
| <b>Total Fund Balances</b>                                   | <b>24,040</b>   | <b>82,204</b>                  | <b>10,800</b>         | <b>(558)</b>                        | <b>2,800</b>       |
| <b>Total Liabilities, Deferred Inflows and Fund Balances</b> | <b>\$24,940</b> | <b>\$94,543</b>                | <b>\$10,800</b>       | <b>\$7,238</b>                      | <b>\$2,800</b>     |

| Title VI-B       | Title I          | IDEA<br>PreSchool Grant | Improving<br>Teacher Quality | Food<br>Service  | Special<br>Trust | Total<br>Nonmajor<br>Special Revenue<br>Funds |
|------------------|------------------|-------------------------|------------------------------|------------------|------------------|---|
| \$0              | \$0              | \$450                   | \$0                          | \$896,998        | \$4,249          | \$1,034,780                                   |
| 2,043            | 308              | 0                       | 443                          | 2,174            | 0                | 4,968   |
| 127,923          | 132,742          | 3,857                   | 2,153                        | 0                | 0                | 273,913                                       |
| 1,175            | 177              | 0                       | 255                          | 1,251            | 0                | 2,858   |
| 0                | 0                | 0                       | 0                            | 54,826           | 0                | 54,826  |
| <u>131,141</u>   | <u>133,227</u>   | <u>4,307</u>            | <u>2,851</u>                 | <u>955,249</u>   | <u>4,249</u>     | <u>1,371,345</u>                              |
| 0                | 6,004            | 0                       | 0                            | 12,635           | 0                | 31,878  |
| 86,156           | 13,003           | 0                       | 18,670                       | 109,197          | 0                | 227,026                                       |
| 0                | 0                | 0                       | 0                            | 6,293            | 0                | 6,293   |
| 67,970           | 14,192           | 0                       | 2,153                        | 0                | 0                | 84,873  |
| <u>154,126</u>   | <u>33,199</u>    | <u>0</u>                | <u>20,823</u>                | <u>128,125</u>   | <u>0</u>         | <u>350,070</u>                                |
| <u>127,923</u>   | <u>132,742</u>   | <u>3,857</u>            | <u>2,153</u>                 | <u>0</u>         | <u>0</u>         | <u>273,913</u>                                |
| <u>127,923</u>   | <u>132,742</u>   | <u>3,857</u>            | <u>2,153</u>                 | <u>0</u>         | <u>0</u>         | <u>273,913</u>                                |
| 1,175            | 177              | 0                       | 255                          | 1,251            | 0                | 2,858   |
| 0                | 0                | 450                     | 0                            | 825,873          | 4,249            | 950,416                                       |
| (152,083)        | (32,891)         | 0                       | (20,380)                     | 0                | 0                | (205,912)                                     |
| <u>(150,908)</u> | <u>(32,714)</u>  | <u>450</u>              | <u>(20,125)</u>              | <u>827,124</u>   | <u>4,249</u>     | <u>747,362</u>                                |
| <u>\$131,141</u> | <u>\$133,227</u> | <u>\$4,307</u>          | <u>\$2,851</u>               | <u>\$955,249</u> | <u>\$4,249</u>   | <u>\$1,371,345</u>                            |

Little Miami Local School District  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2017

|   | Other Grants    | District Managed<br>Activities | Data<br>Communication | Vocational<br>Education Enhancement | Race to<br>the Top |
|---|-----------------|--------------------------------|-----------------------|-------------------------------------|--------------------|
| Revenues:                               |                 |                                |                       |                                     |                    |
| Intergovernmental                       | \$3,328         | \$0                            | \$10,800              | \$6,810                             | \$0                |
| Extracurricular Activities              | 0               | 162,933                        | 0                     | 0                                   | 0                  |
| Charges for Services                    | 0               | 0                              | 0                     | 0                                   | 0                  |
| Other Revenues                          | 0               | 0                              | 0                     | 0                                   | 0                  |
| <b>Total Revenues</b>                   | <b>3,328</b>    | <b>162,933</b>                 | <b>10,800</b>         | <b>6,810</b>                        | <b>0</b>           |
| Expenditures:                           |                 |                                |                       |                                     |                    |
| Current:                                |                 |                                |                       |                                     |                    |
| Instruction:                            |                 |                                |                       |                                     |                    |
| Special                                 | 3,729           | 0                              | 0                     | 0                                   | 0                  |
| Support Services:                       |                 |                                |                       |                                     |                    |
| Pupil                                   | 0               | 0                              | 0                     | 0                                   | 0                  |
| Instructional Staff                     | 900             | 0                              | 0                     | 7,368                               | 0                  |
| Operations and Maintenance              | 0               | 0                              | 0                     | 0                                   | 0                  |
| Operation of Non-Instructional Services | 0               | 0                              | 0                     | 0                                   | 0                  |
| Extracurricular Activities              | 0               | 160,701                        | 0                     | 0                                   | 0                  |
| <b>Total Expenditures</b>               | <b>4,629</b>    | <b>160,701</b>                 | <b>0</b>              | <b>7,368</b>                        | <b>0</b>           |
| Net Change in Fund Balance              | (1,301)         | 2,232                          | 10,800                | (558)                               | 0                  |
| Fund Balance - Beginning of Year        | 25,341          | 79,972                         | 0                     | 0                                   | 2,800              |
| Fund Balance - End of Year              | <u>\$24,040</u> | <u>\$82,204</u>                | <u>\$10,800</u>       | <u>(\$558)</u>                      | <u>\$2,800</u>     |

| Title VI-B         | Title I           | IDEA<br>PreSchool Grant | Improving<br>Teacher Quality | Food<br>Service  | Special<br>Trust | Total<br>Nonmajor<br>Special Revenue<br>Funds |
|--------------------|-------------------|-------------------------|------------------------------|------------------|------------------|---|
| \$533,090          | \$222,589         | \$3,857                 | \$77,466                     | \$635,543        | \$0              | \$1,493,483                                   |
| 0                  | 0                 | 0                       | 0                            | 0                | 0                | 162,933                                       |
| 0                  | 0                 | 0                       | 0                            | 1,131,767        | 0                | 1,131,767                                     |
| 0                  | 0                 | 0                       | 0                            | 30,130           | 4,400            | 34,530  |
| <u>533,090</u>     | <u>222,589</u>    | <u>3,857</u>            | <u>77,466</u>                | <u>1,797,440</u> | <u>4,400</u>     | <u>2,822,713</u>                              |
| 602,038            | 41,490            | 0                       | 80,448                       | 0                | 0                | 727,705                                       |
| 0                  | 0                 | 3,857                   | 0                            | 0                | 0                | 3,857   |
| 0                  | 207,950           | 0                       | 0                            | 0                | 4,150            | 220,368                                       |
| 0                  | 0                 | 0                       | 0                            | 16,736           | 0                | 16,736  |
| 0                  | 0                 | 0                       | 0                            | 1,766,324        | 0                | 1,766,324                                     |
| 0                  | 0                 | 0                       | 0                            | 0                | 0                | 160,701                                       |
| <u>602,038</u>     | <u>249,440</u>    | <u>3,857</u>            | <u>80,448</u>                | <u>1,783,060</u> | <u>4,150</u>     | <u>2,895,691</u>                              |
| (68,948)           | (26,851)          | 0                       | (2,982)                      | 14,380           | 250              | (72,978)                                      |
| (81,960)           | (5,863)           | 450                     | (17,143)                     | 812,744          | 3,999            | 820,340                                       |
| <u>(\$150,908)</u> | <u>(\$32,714)</u> | <u>\$450</u>            | <u>(\$20,125)</u>            | <u>\$827,124</u> | <u>\$4,249</u>   | <u>\$747,362</u>                              |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Other Grants<br>Fund |                 |                               |
|---|----------------------|-----------------|-------------------------------|
|   | Final<br>Budget      | Actual          | Variance from<br>Final Budget |
| Revenues:   |                      |                 |                               |
| Intergovernmental   | \$3,328              | \$3,328         | \$0                           |
| Total Revenues  | 3,328                | 3,328           | 0                             |
| Expenditures:   |                      |                 |                               |
| Current:  |                      |                 |                               |
| Instruction:  |                      |                 |                               |
| Special   | 4,639                | 4,639           | 0                             |
| Total Expenditures  | 4,639                | 4,639           | 0                             |
| Net Change in Fund Balance  | (1,311)              | (1,311)         | 0                             |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 25,344               | 25,344          | 0                             |
| Fund Balance - End of Year  | <u>\$24,033</u>      | <u>\$24,033</u> | <u>\$0</u>                    |



Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | District<br>Managed<br>Activities<br>Fund |                 |                               |
|---|---|-----------------|-------------------------------|
|   | Final<br>Budget                           | Actual          | Variance from<br>Final Budget |
| Revenues:   |   |                 |                               |
| Extracurricular Activities  | \$162,933                                 | \$162,933       | \$0                           |
| Total Revenues  | 162,933                                   | 162,933         | 0                             |
| Expenditures:   |   |                 |                               |
| Current:  |   |                 |                               |
| Extracurricular Activities  | 178,961                                   | 178,961         | 0                             |
| Total Expenditures  | 178,961                                   | 178,961         | (0)                           |
| Net Change in Fund Balance  | (16,028)                                  | (16,028)        | 0                             |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 80,721                                    | 80,721          | 0                             |
| Fund Balance - End of Year  | <u>\$64,693</u>                           | <u>\$64,693</u> | <u>\$0</u>                    |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Data<br>Communication<br>Fund |                 |                               |
|---|-------------------------------|-----------------|-------------------------------|
|   | Final<br>Budget               | Actual          | Variance from<br>Final Budget |
| Revenues:   |                               |                 |                               |
| Intergovernmental   | \$10,800                      | \$10,800        | \$0                           |
| Total Revenues  | 10,800                        | 10,800          | 0                             |
| Expenditures:   |                               |                 |                               |
| Support Services:   |                               |                 |                               |
| Central   | 0                             | 0               | 0                             |
| Total Expenditures  | 0                             | 0               | 0                             |
| Net Change in Fund Balance  | 10,800                        | 10,800          | 0                             |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 0                             | 0               | 0                             |
| Fund Balance - End of Year  | <u>\$10,800</u>               | <u>\$10,800</u> | <u>\$0</u>                    |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Vocational<br>Education<br>Enhancement<br>Fund |           |                               |
|---|--|-----------|-------------------------------|
|   | Final<br>Budget                                | Actual    | Variance from<br>Final Budget |
| Revenues:   |  |           |                               |
| Intergovernmental   | \$15,902                                       | \$8,664   | (\$7,238)                     |
| Total Revenues  | 15,902   | 8,664     | (7,238)                       |
| Expenditures:   |  |           |                               |
| Current:  |  |           |                               |
| Support Services:   |  |           |                               |
| Instructional Staff   | 16,113   | 15,549    | 564                           |
| Total Expenditures  | 16,113   | 15,549    | 564                           |
| Net Change in Fund Balance  | (211)  | (6,885)   | (6,674)                       |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | (354)  | (354)     | 0                             |
| Fund Balance - End of Year  | (\$565)  | (\$7,239) | (\$6,674)                     |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Race to<br>the Top<br>Fund |                |                               |
|---|----------------------------|----------------|-------------------------------|
|   | Final<br>Budget            | Actual         | Variance from<br>Final Budget |
| Revenues:   |                            |                |                               |
| Intergovernmental   | \$0                        | \$0            | \$0                           |
| Total Revenues  | 0                          | 0              | 0                             |
| Expenditures:   |                            |                |                               |
| Current:  |                            |                |                               |
| Instruction:  |                            |                |                               |
| Regular   | 0                          | 0              | 0                             |
| Total Expenditures  | 0                          | 0              | 0                             |
| Net Change in Fund Balance  | 0                          | 0              | 0                             |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 2,800                      | 2,800          | 0                             |
| Fund Balance - End of Year  | <u>\$2,800</u>             | <u>\$2,800</u> | <u>\$0</u>                    |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Title VI-B<br>Fund |            |                               |
|---|--------------------|------------|-------------------------------|
|   | Final<br>Budget    | Actual     | Variance from<br>Final Budget |
| Revenues:   |                    |            |                               |
| Intergovernmental   | \$688,172          | \$560,250  | (\$127,922)                   |
| Total Revenues  | 688,172            | 560,250    | (127,922)                     |
| Expenditures:   |                    |            |                               |
| Current:  |                    |            |                               |
| Instruction:  |                    |            |                               |
| Special   | 664,715            | 602,333    | 62,382                        |
| Total Expenditures  | 664,715            | 602,333    | 62,382                        |
| Net Change in Fund Balance  | 23,457             | (42,083)   | (65,540)                      |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | (26,376)           | (26,376)   | 0                             |
| Fund Balance - End of Year  | (\$2,919)          | (\$68,459) | (\$65,540)                    |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Title I<br>Fund |            |                               |
|---|-----------------|------------|-------------------------------|
|   | Final<br>Budget | Actual     | Variance from<br>Final Budget |
| Revenues:   |                 |            |                               |
| Intergovernmental   | \$402,483       | \$269,742  | (\$132,741)                   |
| Total Revenues  | 402,483         | 269,742    | (132,741)                     |
| Expenditures:   |                 |            |                               |
| Current:  |                 |            |                               |
| Instruction:  |                 |            |                               |
| Special   | 58,980          | 47,748     | 11,232                        |
| Support Services:   |                 |            |                               |
| Instructional Staff   | 292,396         | 236,715    | 55,681                        |
| Total Expenditures  | 351,376         | 284,463    | 66,913                        |
| Net Change in Fund Balance  | 51,107          | (14,721)   | (65,828)                      |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | (13,035)        | (13,035)   | 0                             |
| Fund Balance - End of Year  | \$38,072        | (\$27,756) | (\$65,828)                    |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | IDEA<br>Preschool<br>Grant<br>Fund |         |                               |
|---|------------------------------------|---------|-------------------------------|
|   | Final<br>Budget                    | Actual  | Variance from<br>Final Budget |
| Revenues:   |                                    |         |                               |
| Intergovernmental   | \$7,714                            | \$3,857 | (\$3,857)                     |
| Total Revenues  | 7,714                              | 3,857   | (3,857)                       |
| Expenditures:   |                                    |         |                               |
| Current:  |                                    |         |                               |
| Support Services:   |                                    |         |                               |
| Pupil   | 7,714                              | 3,857   | 3,857                         |
| Total Expenditures  | 7,714                              | 3,857   | 3,857                         |
| Net Change in Fund Balance  | 0                                  | 0       | 0                             |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 450                                | 450     | 0                             |
| Fund Balance - End of Year  | \$450                              | \$450   | \$0                           |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Improving<br>Teacher<br>Quality<br>Fund |           |                               |
|---|---|-----------|-------------------------------|
|   | Final<br>Budget                         | Actual    | Variance from<br>Final Budget |
| Revenues:   |   |           |                               |
| Intergovernmental   | \$86,401                                | \$84,248  | (\$2,153)                     |
| Total Revenues  | 86,401                                  | 84,248    | (2,153)                       |
| Expenditures:   |   |           |                               |
| Current:  |   |           |                               |
| Instruction:  |   |           |                               |
| Special   | 79,619                                  | 79,619    | 0                             |
| Total Expenditures  | 79,619                                  | 79,619    | (0)                           |
| Net Change in Fund Balance  | 6,782                                   | 4,629     | (2,153)                       |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | (6,782)                                 | (6,782)   | 0                             |
| Fund Balance - End of Year  | \$0                                     | (\$2,153) | (\$2,153)                     |



Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Food<br>Services<br>Fund |                  |                               |
|---|--------------------------|------------------|-------------------------------|
|   | Final<br>Budget          | Actual           | Variance from<br>Final Budget |
| Revenues:   |                          |                  |                               |
| Intergovernmental   | \$517,667                | \$520,768        | \$3,101                       |
| Charges for Services  | 1,125,028                | 1,131,767        | 6,739                         |
| Other Revenues  | 29,951                   | 30,130           | 179                           |
| <b>Total Revenues</b>   | <b>1,672,646</b>         | <b>1,682,665</b> | <b>10,019</b>                 |
| Expenditures:   |                          |                  |                               |
| Current:  |                          |                  |                               |
| Support Services:   |                          |                  |                               |
| Operations and Maintenance  | 16,048                   | 16,298           | (250)                         |
| Operation of Non-Instructional Services   | 1,574,860                | 1,599,411        | (24,551)                      |
| <b>Total Expenditures</b>   | <b>1,590,908</b>         | <b>1,615,709</b> | <b>(24,801)</b>               |
| <b>Net Change in Fund Balance</b>   | <b>81,738</b>            | <b>66,956</b>    | <b>(14,782)</b>               |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 763,597                  | 763,597          | 0                             |
| <b>Fund Balance - End of Year</b>   | <b>\$845,335</b>         | <b>\$830,553</b> | <b>(\$14,782)</b>             |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Special<br>Trust<br>Fund |                |                               |
|---|--------------------------|----------------|-------------------------------|
|   | Final<br>Budget          | Actual         | Variance from<br>Final Budget |
| Revenues:   |                          |                |                               |
| Other Revenues  | \$4,400                  | \$4,400        | \$0                           |
| Total Revenues  | 4,400                    | 4,400          | 0                             |
| Expenditures:   |                          |                |                               |
| Current:  |                          |                |                               |
| Instruction:  |                          |                |                               |
| Support Services:   |                          |                |                               |
| Instructional Staff   | 4,150                    | 4,150          | 0                             |
| Total Expenditures  | 4,150                    | 4,150          | (0)                           |
| Net Change in Fund Balance  | 250                      | 250            | 0                             |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 3,999                    | 3,999          | 0                             |
| Fund Balance - End of Year  | <u>\$4,249</u>           | <u>\$4,249</u> | <u>\$0</u>                    |

## NONMAJOR CAPITAL PROJECTS FUNDS

### **Fund Descriptions**

**Permanent Improvement** - To account for financial resources, to be used to maintain the District's facilities, as well as provide for major equipment and instructional material purchases.

**Building** - To account for receipts and expenditures related to the construction of school facilities.

Little Miami Local School District  
Combining Balance Sheet  
Nonmajor Capital Projects Funds  
June 30, 2017

|  | Permanent<br>Improvement | Building        | Total<br>Nonmajor<br>Capital Projects<br>Funds |
|--|--------------------------|-----------------|--|
| <b>Assets:</b>   |                          |                 |  |
| Equity in Pooled Cash and Investments                        | \$2,252,212              | \$23,845        | \$2,276,057                                    |
| Equity in Pooled Cash and Investments with Fiscal Agent      | 0                        | 50,985          | 50,985   |
| <b>Receivables (Net):</b>                                    |                          |                 |  |
| Taxes  | 2,238,028                | 0               | 2,238,028                                      |
| Accounts   | 372                      | 0               | 372  |
| Prepaid  | 214                      | 0               | 214  |
| <b>Total Assets</b>  | <b>4,490,826</b>         | <b>74,830</b>   | <b>4,565,656</b>                               |
| <b>Liabilities:</b>  |                          |                 |  |
| Accounts Payable   | 30,386                   | 0               | 30,386   |
| Accrued Wages and Benefits                                   | 15,717                   | 0               | 15,717   |
| Interfund Payable  | 53,600                   | 13,691          | 67,291   |
| <b>Total Liabilities</b>                                     | <b>99,703</b>            | <b>13,691</b>   | <b>113,394</b>                                 |
| <b>Deferred Inflows of Resources:</b>                        |                          |                 |  |
| Property Taxes   | 1,865,666                | 0               | 1,865,666                                      |
| <b>Total Deferred Inflows of Resources</b>                   | <b>1,865,666</b>         | <b>0</b>        | <b>1,865,666</b>                               |
| <b>Fund Balances:</b>  |                          |                 |  |
| Nonspendable   | 214                      | 0               | 214  |
| Restricted   | 0                        | 61,139          | 61,139   |
| Committed  | 2,525,243                | 0               | 2,525,243                                      |
| <b>Total Fund Balances</b>                                   | <b>2,525,457</b>         | <b>61,139</b>   | <b>2,586,596</b>                               |
| <b>Total Liabilities, Deferred Inflows and Fund Balances</b> | <b>\$4,490,826</b>       | <b>\$74,830</b> | <b>\$4,565,656</b>                             |

Little Miami Local School District  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Capital Projects Funds  
For the Fiscal Year Ended June 30, 2017

|                                  | Permanent<br>Improvement | Building        | Total<br>Nonmajor<br>Capital Projects<br>Funds |
|----------------------------------|--------------------------|-----------------|--|
| Revenues:                        |                          |                 |  |
| Property and Other Taxes         | \$2,511,332              | \$0             | \$2,511,332                                    |
| Intergovernmental                | 338,023                  | 0               | 338,023  |
| Other Revenues                   | 4,600                    | 118,409         | 123,009  |
| <b>Total Revenues</b>            | <b>2,853,955</b>         | <b>118,409</b>  | <b>2,972,364</b>                               |
| Expenditures:                    |                          |                 |  |
| Current:                         |                          |                 |  |
| Instruction:                     |                          |                 |  |
| Regular                          | 20,452                   | 0               | 20,452   |
| Support Services:                |                          |                 |  |
| Instructional Staff              | 60,653                   | 768             | 61,421   |
| School Administration            | 3,879                    | 0               | 3,879  |
| Fiscal                           | 27,033                   | 714             | 27,747   |
| Operations and Maintenance       | 620,135                  | 2,639           | 622,774  |
| Pupil Transportation             | 558,068                  | 0               | 558,068  |
| Central                          | 902                      | 0               | 902  |
| Capital Outlay                   | 8,246                    | 0               | 8,246  |
| Debt Service:                    |                          |                 |  |
| Principal Retirement             | 600,722                  | 100,000         | 700,722  |
| Interest and Fiscal Charges      | 41,497                   | 8,282           | 49,779   |
| <b>Total Expenditures</b>        | <b>1,941,587</b>         | <b>112,403</b>  | <b>2,053,990</b>                               |
| Net Change in Fund Balance       | 912,368                  | 6,006           | 918,374  |
| Fund Balance - Beginning of Year | 1,613,089                | 55,133          | 1,668,222                                      |
| Fund Balance - End of Year       | <b>\$2,525,457</b>       | <b>\$61,139</b> | <b>\$2,586,596</b>                             |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Permanent<br>Improvement<br>Fund |                    |                               |
|---|----------------------------------|--------------------|-------------------------------|
|   | Final<br>Budget                  | Actual             | Variance from<br>Final Budget |
| Revenues:   |                                  |                    |                               |
| Taxes   | \$2,244,378                      | \$2,244,378        | \$0                           |
| Intergovernmental   | 338,023                          | 338,023            | 0                             |
| Other Revenues  | 4,600                            | 4,600              | 0                             |
| <b>Total Revenues</b>   | <b>2,587,001</b>                 | <b>2,587,001</b>   | <b>0</b>                      |
| Expenditures:   |                                  |                    |                               |
| Current:  |                                  |                    |                               |
| Instruction:  |                                  |                    |                               |
| Regular   | 37,368                           | 37,368             | 0                             |
| Support Services:   |                                  |                    |                               |
| Instructional Staff   | 76,260                           | 76,260             | 0                             |
| School Administration   | 6,905                            | 6,905              | 0                             |
| Fiscal  | 27,033                           | 27,033             | 0                             |
| Operations and Maintenance  | 773,494                          | 773,492            | 2                             |
| Pupil Transportation  | 656,489                          | 656,487            | 2                             |
| Central   | 902                              | 902                | 0                             |
| Capital Outlay  | 8,246                            | 8,246              | 0                             |
| Debt Service:   |                                  |                    |                               |
| Principal Retirement  | 600,722                          | 600,722            | 0                             |
| Interest and Fiscal Charges   | 41,499                           | 41,497             | 2                             |
| <b>Total Expenditures</b>   | <b>2,228,918</b>                 | <b>2,228,912</b>   | <b>6</b>                      |
| <b>Net Change in Fund Balance</b>   | <b>358,083</b>                   | <b>358,089</b>     | <b>6</b>                      |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 1,603,191                        | 1,603,191          | 0                             |
| <b>Fund Balance - End of Year</b>   | <b>\$1,961,274</b>               | <b>\$1,961,280</b> | <b>\$6</b>                    |

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|  | Building<br>Fund |           |                               |
|--|------------------|-----------|-------------------------------|
|  | Final<br>Budget  | Actual    | Variance from<br>Final Budget |
| Revenues:  |                  |           |                               |
| Other Revenues   | \$0              | \$118,489 | \$118,489                     |
| Total Revenues   | 0                | 118,489   | 118,489                       |
| Expenditures:  |                  |           |                               |
| Current:   |                  |           |                               |
| Instruction:   |                  |           |                               |
| Support Services:  |                  |           |                               |
| Instructional Staff  | 768              | 768       | 0                             |
| Fiscal   | 714              | 714       | 0                             |
| Operations and Maintenance   | 2,639            | 2,639     | 0                             |
| Extracurricular Activities   | 190              | 190       | 0                             |
| Debt Service:  |                  |           |                               |
| Principal Retirement   | 100,000          | 100,000   | 0                             |
| Interest and Fiscal Charges  | 8,282            | 8,282     | 0                             |
| Total Expenditures   | 112,593          | 112,593   | (0)                           |
| Excess of Revenues Over (Under) Expenditures   | (112,593)        | 5,896     | 118,489                       |
| Net Change in Fund Balance   | (112,593)        | 5,896     | 118,489                       |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) Restated | 17,948           | 17,948    | 0                             |
| Fund Balance - End of Year   | (\$94,645)       | \$23,844  | \$118,489                     |

## **NONMAJOR PERMANENT FUND**

### **Fund Description**

**Smith Trust** - To account for the financial resources that are restricted. Only the income earned can be used for specific purposes. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Nonmajor Governmental Funds Combining Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.



Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Smith<br>Trust<br>Fund |                 |                               |
|---|------------------------|-----------------|-------------------------------|
|   | Final<br>Budget        | Actual          | Variance from<br>Final Budget |
| Revenues:   |                        |                 |                               |
| Investment Earnings   | \$0                    | \$0             | \$0                           |
| Total Revenues  | 0                      | 0               | 0                             |
| Expenditures:   |                        |                 |                               |
| Current:  |                        |                 |                               |
| Operation of Non-Instructional Services   | 0                      | 0               | 0                             |
| Total Expenditures  | 0                      | 0               | 0                             |
| Net Change in Fund Balance  | 0                      | 0               | 0                             |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 23,330                 | 23,330          | 0                             |
| Fund Balance - End of Year  | <u>\$23,330</u>        | <u>\$23,330</u> | <u>\$0</u>                    |

## **OTHER GENERAL FUNDS**

With the implementation of GASB Statement No. 54, certain funds that the District prepares legally adopted budgets for no longer meet the definition to be reported as Special Revenue funds and have been included with the General Fund in the governmental fund financial statements. The District has only presented the budget schedules for these funds.

### **Fund Descriptions**

**Uniform School Supplies** - To account for the purchase and sale of school supplies as adopted by the Board of Education for use in all schools of the District.

**Public School** - To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e. sales of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

**Special Enterprises** - To account for financial transactions related to miscellaneous enterprise activity.

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Uniform<br>School<br>Supplies<br>Fund |           |                               |
|---|---------------------------------------|-----------|-------------------------------|
|   | Final<br>Budget                       | Actual    | Variance from<br>Final Budget |
| Revenues:   |                                       |           |                               |
| Tuition and Fees  | \$313,807                             | \$315,698 | \$1,891                       |
| Total Revenues  | 313,807                               | 315,698   | 1,891                         |
| Expenditures:   |                                       |           |                               |
| Current:  |                                       |           |                               |
| Instruction:  |                                       |           |                               |
| Regular   | 330,372                               | 329,231   | 1,141                         |
| Total Expenditures  | 330,372                               | 329,231   | 1,141                         |
| Net Change in Fund Balance  | (16,565)                              | (13,533)  | 3,032                         |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 243,137                               | 243,137   | 0                             |
| Fund Balance - End of Year  | \$226,572                             | \$229,604 | \$3,032                       |

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Public<br>School<br>Fund |           |                               |
|---|--------------------------|-----------|-------------------------------|
|   | Final<br>Budget          | Actual    | Variance from<br>Final Budget |
| Revenues:   |                          |           |                               |
| Extracurricular Activities  | \$152,639                | \$152,656 | \$17                          |
| Total Revenues  | 152,639                  | 152,656   | 17                            |
| Expenditures:   |                          |           |                               |
| Current:  |                          |           |                               |
| Instruction:  |                          |           |                               |
| Regular   | 4,434                    | 4,445     | (11)                          |
| Support Services:   |                          |           |                               |
| Operations and Maintenance  | 341                      | 342       | (1)                           |
| Extracurricular Activities  | 114,203                  | 114,493   | (290)                         |
| Total Expenditures  | 118,978                  | 119,280   | (302)                         |
| Net Change in Fund Balance  | 33,661                   | 33,376    | (285)                         |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 160,782                  | 160,782   | 0                             |
| Fund Balance - End of Year  | \$194,443                | \$194,158 | (\$285)                       |

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

Little Miami Local School District  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

|   | Special<br>Enterprises<br>Fund |                 |                               |
|---|--------------------------------|-----------------|-------------------------------|
|   | Final<br>Budget                | Actual          | Variance from<br>Final Budget |
| Revenues:   |                                |                 |                               |
| Other Revenues  | \$9,490                        | \$9,490         | \$0                           |
| Total Revenues  | 9,490                          | 9,490           | 0                             |
| Expenditures:   |                                |                 |                               |
| Current:  |                                |                 |                               |
| Instruction:  |                                |                 |                               |
| Other   | 7,351                          | 7,351           | 0                             |
| Total Expenditures  | 7,351                          | 7,351           | 0                             |
| Net Change in Fund Balance  | 2,139                          | 2,139           | 0                             |
| Fund Balance - Beginning of Year (includes<br>prior year encumbrances appropriated) | 8,644                          | 8,644           | 0                             |
| Fund Balance - End of Year  | <u>\$10,783</u>                | <u>\$10,783</u> | <u>\$0</u>                    |

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

## **NONMAJOR FUNDS**

### **Fiduciary funds**

Fiduciary fund types are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental unites and/or other funds.

**Student Activities (Agency Fund)** – Fund used to account for resources that belong to various student groups in the District. Students are involved in the management of the program.

**District Agency (Agency Fund)** – Fund used to account for assets and liabilities generated by the District agency activities. The fund accounts for sales and other revenue generating activities by the District agency.

Little Miami Local School District  
Statement of Changes In Assets and Liabilities  
Agency Funds  
For the Fiscal Year Ended June 30, 2017

|                                       | Student Managed Activity |                  |                  | Ending Balance   |
|---------------------------------------|--------------------------|------------------|------------------|------------------|
|                                       | Beginning Balance        | Additions        | Deductions       |                  |
| Assets:                               |                          |                  |                  |                  |
| Equity in Pooled Cash and Investments | \$122,344                | \$148,775        | \$136,204        | \$134,915        |
| Total Assets                          | <u>122,344</u>           | <u>148,775</u>   | <u>136,204</u>   | <u>134,915</u>   |
| Liabilities:                          |                          |                  |                  |                  |
| Accounts Payable                      | 0                        | 435              | 0                | 435              |
| Other Liabilities                     | 122,344                  | 148,340          | 136,204          | 134,480          |
| Total Liabilities                     | <u>\$122,344</u>         | <u>\$148,775</u> | <u>\$136,204</u> | <u>\$134,915</u> |

|                                       | District Agency   |                 |                 | Ending Balance |
|---------------------------------------|-------------------|-----------------|-----------------|----------------|
|                                       | Beginning Balance | Additions       | Deductions      |                |
| Assets:                               |                   |                 |                 |                |
| Equity in Pooled Cash and Investments | \$6,486           | \$0             | \$0             | \$6,486        |
| Total Assets                          | <u>6,486</u>      | <u>0</u>        | <u>0</u>        | <u>6,486</u>   |
| Liabilities:                          |                   |                 |                 |                |
| Accounts Payable                      | 5,000             | 5,000           | 5,000           | 5,000          |
| Other Liabilities                     | 1,486             | 5,000           | 5,000           | 1,486          |
| Total Liabilities                     | <u>\$6,486</u>    | <u>\$10,000</u> | <u>\$10,000</u> | <u>\$6,486</u> |

|                                       | Total All Agency Funds |                  |                  | Ending Balance   |
|---------------------------------------|------------------------|------------------|------------------|------------------|
|                                       | Beginning Balance      | Additions        | Deductions       |                  |
| Assets:                               |                        |                  |                  |                  |
| Equity in Pooled Cash and Investments | \$128,830              | \$148,775        | \$136,204        | \$141,401        |
| Total Assets                          | <u>128,830</u>         | <u>148,775</u>   | <u>136,204</u>   | <u>141,401</u>   |
| Liabilities:                          |                        |                  |                  |                  |
| Accounts Payable                      | 5,000                  | 5,435            | 5,000            | 5,435            |
| Other Liabilities                     | 123,830                | 153,340          | 141,204          | 135,966          |
| Total Liabilities                     | <u>\$128,830</u>       | <u>\$158,775</u> | <u>\$146,204</u> | <u>\$141,401</u> |

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## Statistical Section

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## STATISTICAL SECTION

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

### **Contents**

**Financial Trends** - These schedules contain trend information to help the reader understand how the District's financial position has changed over time.

**Revenue Capacity** - These schedules contain information to help the reader understand and assess the District's most significant local revenue source, property tax.

**Debt Capacity** - These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

**Economic and Demographic Information** - These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

**Operating Information** - These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

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

Little Miami Local School District  
 Net Position by Component  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 1

|                                  | Fiscal Year   |               |               |               |             |              |                |               |               |               |
|----------------------------------|---------------|---------------|---------------|---------------|-------------|--------------|----------------|---------------|---------------|---------------|
|                                  | 2008          | 2009          | 2010          | 2011          | 2012        | 2013         | 2014           | 2015          | 2016          | 2017          |
| Governmental Activities          |               |               |               |               |             |              |                |               |               |               |
| Net Investment in Capital Assets | \$2,293,980   | (\$2,597,257) | (\$3,419,470) | \$1,607,085   | \$1,832,366 | \$3,732,261  | \$6,762,076    | \$8,286,197   | \$11,365,521  | \$12,242,604  |
| Restricted                       | 396,750       | 2,734,037     | 1,229,126     | 6,212,411     | 4,905,858   | 4,446,871    | 3,192,627      | 5,776,463     | 2,957,798     | 4,939,474     |
| Unrestricted                     | (7,303,650)   | (5,587,115)   | (3,177,949)   | (10,297,793)  | (4,830,632) | 4,425,738    | (37,407,890)   | (21,910,666)  | (23,011,914)  | (20,187,802)  |
| Total Net Position               | (\$4,612,920) | (\$5,450,335) | (\$5,368,293) | (\$2,478,297) | \$1,907,592 | \$12,604,870 | (\$27,453,187) | (\$7,848,006) | (\$8,688,595) | (\$3,005,724) |

Source: District Records

Little Miami Local School District  
Expenses, Program Revenues and Net (Expense)/Revenue  
Last Ten Fiscal Years  
(accrual basis of accounting)  
Schedule 2

|   | Fiscal Year    |                |                |                |                |                |                |                |                |                |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
|   | 2008           | 2009           | 2010           | 2011           | 2012           | 2013           | 2014           | 2015           | 2016           | 2017           |
| <b>Expenses</b>                         |                |                |                |                |                |                |                |                |                |                |
| Governmental Activities:                |                |                |                |                |                |                |                |                |                |                |
| Instruction                             | \$18,460,280   | \$20,662,054   | \$20,929,629   | \$21,759,191   | \$21,999,198   | \$23,072,476   | \$23,663,594   | \$24,622,835   | \$26,394,721   | \$30,646,313   |
| Pupil                                   | 1,424,068      | 1,375,146      | 1,175,589      | 1,152,566      | 1,256,420      | 1,305,453      | 1,402,529      | 1,485,240      | 1,492,992      | 1,912,898      |
| Instructional Staff                     | 1,650,743      | 1,530,607      | 665,945        | 577,995        | 531,262        | 790,919        | 1,499,213      | 1,473,829      | 1,920,018      | 2,152,840      |
| General Administration                  | 43,126         | 38,425         | 22,205         | 23,342         | 21,763         | 34,792         | 23,814         | 34,317         | 29,014         | 31,653         |
| School Administration                   | 2,711,765      | 2,643,136      | 2,359,232      | 2,170,235      | 1,912,878      | 1,932,683      | 2,349,425      | 2,491,408      | 2,776,185      | 3,161,730      |
| Fiscal                                  | 763,727        | 789,970        | 671,169        | 639,737        | 568,127        | 690,694        | 802,858        | 828,728        | 884,274        | 954,153        |
| Business                                | 221,807        | 263,518        | 230,730        | 153,064        | 182,344        | 205,417        | 219,534        | 265,722        | 236,003        | 253,949        |
| Operation and Maintenance               | 5,363,367      | 2,947,680      | 3,075,689      | 2,833,275      | 2,995,061      | 3,350,676      | 3,580,124      | 3,484,565      | 3,601,292      | 3,708,160      |
| Pupil Transportation                    | 3,519,149      | 3,112,253      | 2,838,120      | 2,805,914      | 3,103,316      | 3,705,066      | 4,056,276      | 3,662,803      | 4,039,448      | 5,223,916      |
| Central                                 | 1,192,904      | 1,098,148      | 655,295        | 526,778        | 593,530        | 732,610        | 312,303        | 584,199        | 105,170        | 439,369        |
| Operation of Non-Instructional Services | 1,544,087      | 1,472,423      | 1,267,099      | 1,305,563      | 1,327,885      | 1,417,378      | 1,454,191      | 1,462,233      | 1,542,552      | 1,860,142      |
| Extracurricular Activities              | 1,016,961      | 1,037,574      | 816,058        | 662,732        | 447,706        | 552,224        | 530,237        | 553,129        | 643,946        | 911,664        |
| Interest and Fiscal Charges             | 3,672,905      | 3,487,297      | 3,519,574      | 3,394,744      | 3,587,979      | 3,360,312      | 3,405,591      | 3,383,321      | 3,042,129      | 2,711,760      |
| Total Government Expenses               | 41,584,889     | 40,457,231     | 38,226,334     | 38,005,136     | 38,527,469     | 41,150,700     | 43,299,689     | 44,332,329     | 46,707,744     | 53,968,547     |
| Program Revenues                        |                |                |                |                |                |                |                |                |                |                |
| Governmental Activities:                |                |                |                |                |                |                |                |                |                |                |
| Charges for Services                    |                |                |                |                |                |                |                |                |                |                |
| Instruction                             | 36,968         | 52,985         | 494,148        | 567,229        | 612,397        | 593,682        | 755,857        | 867,020        | 804,046        | 1,041,606      |
| Operation and Maintenance               | 18,874         | 22,537         | 47,461         | 97,758         | 128,036        | 110,294        | 137,957        | 130,983        | 119,921        | 136,235        |
| Operation of Non-Instructional Services | 1,209,759      | 1,353,478      | 1,106,037      | 975,231        | 950,433        | 904,005        | 944,261        | 975,781        | 1,060,677      | 1,119,861      |
| Extracurricular Activities              | 559,690        | 498,683        | 661,129        | 654,737        | 466,894        | 445,042        | 400,549        | 428,693        | 429,787        | 572,636        |
| Operating Grants and Contributions      | 1,882,104      | 1,861,606      | 2,457,931      | 2,807,540      | 1,736,497      | 1,965,116      | 2,419,460      | 2,670,178      | 3,017,552      | 3,141,160      |
| Capital Grants and Contributions        | 87,221         | 66,281         | 2,750          | 0              | 0              | 0              | 0              | 0              | 0              | 0              |
| Total Government Revenues               | 3,794,616      | 3,855,570      | 4,769,456      | 5,102,495      | 3,894,257      | 4,018,139      | 4,658,084      | 5,072,655      | 5,431,983      | 6,011,498      |
| Net (Expense)/Revenue                   | (\$37,790,273) | (\$36,601,661) | (\$33,456,878) | (\$32,902,641) | (\$34,633,212) | (\$37,132,561) | (\$38,641,605) | (\$39,259,674) | (\$41,275,761) | (\$47,957,049) |

Source: District Records

Little Miami Local School District  
 General Revenues and Total Change in Net Position  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 3

|   | Fiscal Year    |                |                |                |                |                |                |                |                |                |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
|   | 2008           | 2009           | 2010           | 2011           | 2012           | 2013           | 2014           | 2015           | 2016           | 2017           |
| Net (Expense)/Revenue                                       | (\$37,790,273) | (\$36,601,661) | (\$33,456,878) | (\$32,902,641) | (\$34,633,212) | (\$37,132,561) | (\$38,641,605) | (\$39,259,674) | (\$41,275,761) | (\$47,957,049) |
| General Revenues and Other Changes in Net Position          |                |                |                |                |                |                |                |                |                |                |
| Governmental Activities:                                    |                |                |                |                |                |                |                |                |                |                |
| Property Taxes  |                |                |                |                |                |                |                |                |                |                |
| Property Taxes Levied for General Purposes                  | 11,856,898     | 15,101,156     | 14,090,929     | 16,606,360     | 19,828,136     | 25,872,882     | 22,760,673     | 37,504,936     | 18,748,608     | 28,925,616     |
| Property Taxes Levied for Debt Service Purposes             | 4,437,645      | 4,544,726      | 3,983,918      | 4,524,489      | 3,955,618      | 4,869,227      | 4,533,662      | 7,523,448      | 3,359,022      | 4,617,935      |
| Property Taxes Levied for Capital Projects                  | 2,131,128      | 2,181,385      | 1,941,394      | 2,142,772      | 1,898,649      | 2,064,695      | 1,788,971      | 2,585,156      | 1,570,345      | 2,472,198      |
| Grants and Entitlements not Restricted to Specific Programs | 10,885,644     | 13,194,622     | 13,073,025     | 12,231,470     | 13,015,177     | 13,917,053     | 14,696,369     | 15,844,854     | 16,112,611     | 16,829,943     |
| Revenue in Lieu of Taxes                                    | 15,276         | 7,638          | 0              | 0              | 0              | 922,003        | 672,206        | 221,235        | 466,081        | 466,081        |
| Unrestricted Contributions                                  | 23,000         | 38,153         | 60,954         | 24,198         | 4,497          | 14,844         | 3,500          | 4,600          | 4,600          | 4,600          |
| Investment Earnings   | 3,104,294      | 647,119        | 26,794         | 22,454         | 34,152         | 25,943         | 12,083         | 38,977         | 84,776         | 234,407        |
| Other Revenues  | 10,774         | 49,447         | 361,906        | 240,894        | 282,872        | 143,192        | 316,067        | 141,649        | 89,129         | 89,140         |
| Total Government  | 32,464,659     | 35,764,246     | 33,538,920     | 35,792,637     | 39,019,101     | 47,829,839     | 44,783,531     | 58,864,855     | 40,435,172     | 53,639,920     |
| Change in Net Position                                      | (\$5,325,614)  | (\$837,415)    | \$82,042       | \$2,889,996    | \$4,385,889    | \$10,697,278   | \$6,141,926    | \$19,605,181   | (\$840,589)    | \$5,682,871    |

Source: District Records

Little Miami Local School District  
Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)  
Schedule 4

|                                    | Fiscal Year  |             |               |             |             |             |             |             |             |             |
|------------------------------------|--------------|-------------|---------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|                                    | 2008         | 2009        | 2010          | 2011 (1)    | 2012        | 2013        | 2014        | 2015        | 2016        | 2017        |
| General Fund                       |              |             |               |             |             |             |             |             |             |             |
| Reserved                           | \$885,316    | \$1,596,570 | \$1,169,299   |             |             |             |             |             |             |             |
| Unreserved                         | (64,274)     | (4,729,409) | (6,270,746)   |             |             |             |             |             |             |             |
| Nonspendable                       |              |             |               | \$0         | \$0         | \$0         | \$0         | \$0         | \$20,397    | \$45,159    |
| Assigned                           |              |             |               | 477,807     | 915,473     | 1,245,742   | 827,725     | 899,067     | 1,913,340   | 4,445,516   |
| Unassigned                         |              |             |               | (5,997,505) | (1,406,276) | 8,549,240   | 15,001,571  | 28,612,493  | 25,946,272  | 29,959,525  |
| Total General Fund                 | 821,042      | (3,132,839) | (5,101,447)   | (5,519,698) | (490,803)   | 9,794,982   | 15,829,296  | 29,511,560  | 27,880,009  | 34,450,200  |
| All Other Governmental Funds       |              |             |               |             |             |             |             |             |             |             |
| Reserved                           | 22,781,577   | 4,936,965   | 2,849,258     |             |             |             |             |             |             |             |
| Unreserved, Reported in:           |              |             |               |             |             |             |             |             |             |             |
| Special Revenue Funds              | 179,217      | 451,700     | 619,858       |             |             |             |             |             |             |             |
| Debt Service Funds                 | (4,139,543)  | (3,544,335) | (3,394,624)   |             |             |             |             |             |             |             |
| Capital Project Funds              | 5,823,655    | 1,161,074   | (2,237,829)   |             |             |             |             |             |             |             |
| Permanent Fund                     | 3,477        | 4,180       | 4,261         |             |             |             |             |             |             |             |
| Nonspendable                       |              |             |               | 18,000      | 24,627      | 18,000      | 18,000      | 18,000      | 19,033      | 21,072      |
| Restricted                         |              |             |               | 6,229,992   | 5,024,644   | 4,470,791   | 3,219,797   | 5,813,572   | 2,899,578   | 4,917,309   |
| Committed                          |              |             |               | 0           | 1,243,505   | 1,363,819   | 1,144,188   | 2,045,898   | 1,613,089   | 2,525,243   |
| Unassigned                         |              |             |               | (103,855)   | (173,946)   | (57,127)    | (83,326)    | (87,555)    | (134,115)   | (205,912)   |
| Total All Other Governmental Funds | \$24,648,383 | \$3,009,584 | (\$2,159,076) | \$6,144,137 | \$6,118,830 | \$5,795,483 | \$4,298,659 | \$7,789,915 | \$4,397,585 | \$7,257,712 |

Source: District Records

(1) - Prior year amounts have not been restated for the implementation of GASB Statement 54. The change in the classification of fund balance amounts in 2011 are discussed in the Notes to the Financial Statements.

Little Miami Local School District  
 Governmental Funds Revenues  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 5

|                            | Fiscal Year  |              |              |              |              |              |              |              |              |              |
|----------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|                            | 2008         | 2009         | 2010         | 2011         | 2012         | 2013         | 2014         | 2015         | 2016         | 2017         |
| Revenues:                  |              |              |              |              |              |              |              |              |              |              |
| Taxes                      | \$17,924,619 | \$22,425,666 | \$19,953,984 | \$22,535,644 | \$25,675,994 | \$32,779,040 | \$29,118,489 | \$42,889,932 | \$23,582,373 | \$36,713,869 |
| Revenue in Lieu of Taxes   | 0            | 0            | 0            | 0            | 0            | 922,003      | 672,206      | 221,235      | 466,081      | 466,081      |
| Tuition and Fees           | 221,828      | 261,048      | 494,148      | 567,229      | 612,398      | 600,891      | 756,017      | 851,290      | 804,046      | 1,042,566    |
| Investment Earnings        | 3,104,294    | 647,119      | 26,794       | 22,454       | 34,152       | 25,943       | 12,083       | 38,977       | 84,776       | 234,407      |
| Intergovernmental          | 12,836,753   | 15,116,440   | 15,385,702   | 15,647,565   | 14,688,786   | 16,067,626   | 17,052,749   | 18,317,896   | 18,718,662   | 19,723,546   |
| Extracurricular Activities | 558,870      | 497,159      | 661,129      | 641,898      | 466,895      | 437,543      | 400,389      | 444,423      | 429,787      | 571,676      |
| Charges for Services       | 1,025,719    | 1,146,939    | 1,126,976    | 1,030,845    | 980,901      | 1,014,299    | 961,062      | 990,608      | 1,072,607    | 1,131,767    |
| Other Revenues             | 157,755      | 123,843      | 452,132      | 320,075      | 384,936      | 158,327      | 473,666      | 262,405      | 201,720      | 217,879      |
| Total Revenues             | \$35,829,838 | \$40,218,214 | \$38,100,865 | \$40,765,710 | \$42,844,062 | \$52,005,672 | \$49,446,661 | \$64,016,766 | \$45,360,052 | \$60,101,791 |

Source: District Records



Little Miami Local School District  
 Governmental Funds Expenditures and Debt Service Ratio  
 Last Ten Fiscal Years

(modified accrual basis of accounting)  
 Schedule 6

|  | Fiscal Year         |                     |                     |                     |                     |                     |                     |                     |                     |                     |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
|  | 2008                | 2009                | 2010                | 2011                | 2012                | 2013                | 2014                | 2015                | 2016                | 2017                |
| <b>Instruction:</b>  |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Regular  | \$13,935,470        | \$15,508,213        | \$14,752,453        | \$13,526,730        | \$12,300,313        | \$13,736,813        | \$13,910,565        | \$15,198,594        | \$16,133,902        | \$16,993,722        |
| Special  | 3,139,401           | 3,813,960           | 4,262,943           | 4,451,044           | 4,419,916           | 4,914,429           | 5,102,366           | 5,630,028           | 6,053,881           | 6,979,800           |
| Other  | 937,990             | 944,444             | 1,622,023           | 2,103,791           | 2,903,905           | 2,589,288           | 2,723,262           | 2,697,418           | 2,662,039           | 2,692,835           |
| <b>Support Services:</b>                                       |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Pupil  | 1,414,561           | 1,366,975           | 1,188,798           | 1,127,593           | 1,253,758           | 1,310,976           | 1,385,974           | 1,512,523           | 1,490,655           | 1,819,581           |
| Instructional Staff  | 1,641,364           | 1,519,276           | 667,837             | 606,653             | 527,860             | 760,271             | 1,487,883           | 1,500,934           | 1,917,262           | 2,036,577           |
| General Administration   | 43,126              | 38,425              | 22,205              | 23,342              | 21,763              | 34,792              | 23,814              | 34,317              | 29,014              | 31,653              |
| School Administration  | 2,710,327           | 2,650,965           | 2,347,282           | 2,166,966           | 1,936,199           | 1,877,565           | 2,294,178           | 2,531,262           | 2,712,772           | 2,882,517           |
| Fiscal   | 770,838             | 785,252             | 690,748             | 628,389             | 573,800             | 690,989             | 789,965             | 854,668             | 885,483             | 913,600             |
| Business   | 215,824             | 259,827             | 223,148             | 154,153             | 180,312             | 203,335             | 217,565             | 263,955             | 234,143             | 252,124             |
| Operations and Maintenance                                     | 5,341,334           | 2,917,789           | 3,064,661           | 2,462,110           | 2,914,918           | 3,302,095           | 3,522,381           | 3,627,734           | 3,626,521           | 3,489,922           |
| Pupil Transportation   | 3,498,520           | 3,009,144           | 2,576,471           | 2,570,146           | 2,803,687           | 3,372,524           | 3,800,243           | 3,807,687           | 4,116,623           | 4,850,513           |
| Central  | 1,192,014           | 1,103,576           | 654,440             | 511,372             | 582,952             | 717,175             | 294,186             | 581,649             | 513,048             | 405,817             |
| Operation of Non-Instructional Services                        | 1,557,860           | 1,453,829           | 1,284,886           | 1,278,701           | 1,266,665           | 1,404,309           | 1,432,165           | 1,505,331           | 1,537,361           | 1,766,324           |
| Extracurricular Activities                                     | 971,917             | 957,444             | 716,061             | 572,045             | 433,345             | 506,496             | 491,404             | 539,607             | 631,169             | 852,310             |
| Capital Outlay   | 25,242,791          | 24,625,993          | 4,996,227           | 495,469             | 434,523             | 697,468             | 1,189,556           | 53,671              | 54,467              | 608,246             |
| <b>Debt Service:</b>   |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Principal Retirement   | 3,223,495           | 2,683,282           | 3,365,193           | 3,636,516           | 2,633,051           | 3,439,207           | 3,670,747           | 2,783,117           | 3,943,086           | 2,319,772           |
| Interest and Fiscal Charges (1)                                | 2,849,713           | 2,784,500           | 2,802,757           | 2,545,728           | 2,653,507           | 2,645,088           | 2,578,417           | 3,720,751           | 3,842,507           | 2,224,709           |
| <b>Total Expenditures</b>                                      | <b>\$68,686,545</b> | <b>\$66,422,894</b> | <b>\$45,238,133</b> | <b>\$38,860,748</b> | <b>\$37,840,474</b> | <b>\$42,202,820</b> | <b>\$44,914,671</b> | <b>\$46,843,246</b> | <b>\$50,383,933</b> | <b>\$51,120,022</b> |
| <b>Debt Service as a Percentage of Noncapital Expenditures</b> | <b>14.10%</b>       | <b>13.17%</b>       | <b>15.50%</b>       | <b>15.94%</b>       | <b>13.97%</b>       | <b>14.62%</b>       | <b>14.31%</b>       | <b>14.00%</b>       | <b>15.73%</b>       | <b>9.02%</b>        |

Source: District Records

(1)-includes bond issuances cost

Little Miami Local School District  
 Other Financing Sources and Uses and Net Change in Fund Balances - Governmental Funds  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 7

|  | Fiscal Year    |                |               |             |             |             |             |              |               |              |
|--|----------------|----------------|---------------|-------------|-------------|-------------|-------------|--------------|---------------|--------------|
|  | 2008           | 2009           | 2010          | 2011        | 2012        | 2013        | 2014        | 2015         | 2016          | 2017         |
| Other Financing Sources (Uses):            |                |                |               |             |             |             |             |              |               |              |
| Issuance of Refunded Bonds                 | \$0            | \$0            | \$0           | \$0         | \$0         | \$0         | \$0         | \$0          | \$0           | \$44,764,964 |
| Payments to Refunded Bond Escrow Agent     | 0              | 0              | 0             | 0           | 0           | 0           | 0           | 0            | 0             | (47,860,010) |
| Issuance of Long-Term Capital-Related Debt | 3,890,000      | 0              | 0             | 5,980,000   | 0           | 0           | 0           | 0            | 0             | 0            |
| Bond Premium                               | 0              | 0              | 0             | 0           | 0           | 0           | 0           | 0            | 0             | 3,543,595    |
| Issuance of Capital Leases                 | 805,000        | 612,000        | 0             | 0           | 0           | 159,586     | 0           | 0            | 0             | 0            |
| Proceeds from Sale of Assets               | 0              | 0              | 0             | 0           | 0           | 0           | 5,500       | 0            | 0             | 0            |
| Transfers In                               | 6,363,668      | 908,009        | 67,500        | 2,683,370   | 0           | 0           | 0           | 0            | 0             | 0            |
| Transfers (Out)                            | (6,363,668)    | (908,009)      | (67,500)      | (2,683,370) | 0           | 0           | 0           | 0            | 0             | 0            |
| Total Other Financing Sources (Uses)       | 4,695,000      | 612,000        | 0             | 5,980,000   | 0           | 159,586     | 5,500       | 0            | 0             | 448,549      |
| Net Change in Fund Balances                | (\$28,161,707) | (\$25,592,680) | (\$7,137,268) | \$7,884,962 | \$5,003,588 | \$9,962,438 | \$4,537,490 | \$17,173,520 | (\$5,023,881) | \$9,430,318  |

Source: District Records

Little Miami Local School District  
 Assessed and Estimated Actual Value of Taxable Property  
 Last Ten Collection (Calendar) Years (1)  
 Schedule 8

| Collection Year | Total Real Property (2) Assessed Value | Tangible Personal Property Assessed Value | Public Utilities Personal Assessed Value | Total Assessed Value | Total Estimated Actual Value | Total Direct Rate |
|-----------------|--|---|--|----------------------|------------------------------|-------------------|
| 2007            | \$728,562,760                          | \$12,464,370                              | \$17,675,510                             | \$758,702,640        | \$2,149,140,876              | 42.59             |
| 2008            | 772,340,910                            | 6,483,090                                 | 16,055,240                               | 794,879,240          | 2,248,675,914                | 42.59             |
| 2009            | 738,820,740                            | 1,362,310                                 | 18,195,960                               | 758,379,010          | 2,134,561,600                | 42.59             |
| 2010            | 750,654,640                            | 0   | 10,680,990                               | 761,335,630          | 2,155,408,533                | 42.59             |
| 2011            | 755,555,300                            | 0   | 17,189,860                               | 772,745,160          | 2,175,919,289                | 56.54             |
| 2012            | 721,886,880                            | 0   | 20,990,510                               | 742,877,390          | 2,083,524,453                | 58.33             |
| 2013            | 726,351,370                            | 0   | 22,549,160                               | 748,900,530          | 2,097,838,789                | 58.33             |
| 2014            | 742,522,960                            | 0   | 23,965,470                               | 766,488,430          | 2,145,459,641                | 59.55             |
| 2015            | 823,068,350                            | 0   | 24,509,940                               | 847,578,290          | 2,376,133,797                | 54.74             |
| 2016            | 843,462,380                            | 0   | 24,251,340                               | 867,713,720          | 2,434,143,854                | 54.74             |

Source: Warren County Auditor

- (1) - Assessed values shown in this schedule will not agree to amounts in the notes to the financial statements, since the schedules are shown on a calendar year basis, which is consistent with the method county auditors maintain this information
- (2) - The split between Residential and Commercial Real Property was not available from the Warren County Auditor

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. 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. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed.

Little Miami Local School District  
 Direct and Overlapping Property Tax Rates  
 Last Ten Calendar Years  
 Schedule 9

| Fiscal Year | District/Direct Rate |              | Overlapping Rates |          |                       |               |                       |                              |                   |                   |                               |                        |                      |
|-------------|----------------------|--------------|-------------------|----------|-----------------------|---------------|-----------------------|------------------------------|-------------------|-------------------|-------------------------------|------------------------|----------------------|
|             | General              | Debt Service | Emergency         | Perm Imp | District Direct Rates | Warren County | Hamilton Township Exc | Warren/Clinton Mental Health | Warren County JVS | Hamilton Township | Warren County Health District | Hamilton Township Fire | Salam Public Library |
| 2007        | 33.34                | 6.25         | 0.00              | 3.00     | 42.59                 | 6.71          | 5.30                  | 1.00                         | 4.50              | 1.00              | 0.50                          | 5.00                   | 0.00                 |
| 2008        | 33.34                | 6.25         | 0.00              | 3.00     | 42.59                 | 6.71          | 5.30                  | 1.00                         | 4.50              | 1.00              | 0.50                          | 5.00                   | 0.00                 |
| 2009        | 33.34                | 6.25         | 0.00              | 3.00     | 42.59                 | 5.78          | 4.30                  | 1.00                         | 4.50              | 1.00              | 0.50                          | 5.00                   | 0.50                 |
| 2010        | 33.34                | 6.25         | 0.00              | 3.00     | 42.59                 | 5.78          | 5.30                  | 1.00                         | 4.50              | 1.00              | 0.50                          | 5.00                   | 0.50                 |
| 2011        | 33.34                | 6.25         | 13.95             | 3.00     | 56.54                 | 7.78          | 5.30                  | 1.00                         | 4.50              | 1.00              | 0.50                          | 5.00                   | 0.50                 |
| 2012        | 33.34                | 7.58         | 14.41             | 3.00     | 58.33                 | 7.78          | 5.30                  | 1.00                         | 4.50              | 1.00              | 0.50                          | 5.00                   | 0.50                 |
| 2013        | 33.34                | 7.58         | 14.41             | 3.00     | 58.33                 | 7.78          | 5.30                  | 1.00                         | 4.50              | 1.00              | 0.50                          | 5.00                   | 0.50                 |
| 2014        | 33.34                | 9.31         | 13.90             | 3.00     | 59.55                 | 7.78          | 5.30                  | 1.00                         | 4.50              | 1.00              | 1.00                          | 5.00                   | 0.50                 |
| 2015        | 33.34                | 5.70         | 12.70             | 3.00     | 54.74                 | 7.78          | 5.30                  | 1.00                         | 4.50              | 1.00              | 1.00                          | 5.00                   | 0.50                 |
| 2016        | 33.34                | 5.70         | 12.70             | 3.00     | 54.74                 | 7.78          | 5.30                  | 1.00                         | 4.50              | 1.00              | 0.50                          | 4.00                   | 0.50                 |

Source: Warren County Auditor

Little Miami Local School District  
Principal Property Tax Payers  
Current Calendar Year and Nine Years Ago  
Schedule 10

| Taxpayer                            | 2016                                |                                    |
|-------------------------------------|-------------------------------------|------------------------------------|
|                                     | Tangible Personal and Real Property | Percentage of Total Assessed Value |
| Duke Energy Ohio                    | \$19,184,360                        | 2.21%                              |
| Dayton Power & Light                | 3,884,020                           | 0.45%                              |
| AMH 2014-3 Borrower, LLC            | 2,941,790                           | 0.34%                              |
| AMH 2015-1 Borrower, LLC            | 2,831,980                           | 0.33%                              |
| American Residential                | 2,691,220                           | 0.31%                              |
| Tournmanet Players Club             | 1,785,030                           | 0.21%                              |
| Drees Company                       | 1,748,230                           | 0.20%                              |
| Woodhurst, LLC & Cindex             | 1,678,170                           | 0.19%                              |
| AMH 2015-2 Borrower, LLC            | 1,587,710                           | 0.18%                              |
| AMH 2014-2 Borrower, LLC            | 1,528,440                           | 0.17%                              |
| Total Principal Property Tax Payers | 39,860,950                          | 4.59%                              |
| All Others                          | 827,852,770                         | 95.41%                             |
| Total Assessed Value                | \$867,713,720                       | 100.00%                            |

| Taxpayer                            | 2007                                |                                   |
|-------------------------------------|-------------------------------------|-----------------------------------|
|                                     | Tangible Personal and Real Property | Percentage of Total Taxable Value |
| Mitsubishi Electric                 | \$17,091,230                        | 2.98%                             |
| Cincinnati Gas & Electric           | 16,996,680                          | 2.95%                             |
| Proctor & Gamble                    | 9,542,400                           | 1.66%                             |
| Facs Group LLC                      | 3,651,810                           | 0.64%                             |
| Portion Pac Inc.                    | 3,385,070                           | 0.59%                             |
| Buckeye Steel Castings Inc.         | 3,355,140                           | 0.58%                             |
| Hartz Mountain Group                | 2,799,000                           | 0.49%                             |
| Deerfield MFG                       | 2,774,440                           | 0.48%                             |
| Leggett Partners LP                 | 2,514,560                           | 0.44%                             |
| United Telephone                    | 766,360                             | 0.14%                             |
| Total Principal Property Tax Payers | 62,876,690                          | 10.95%                            |
| All Others                          | 511,335,500                         | 89.05%                            |
| Total Assessed Value                | \$574,212,190                       | 100.00%                           |

Source: Warren County Auditor

Little Miami Local School District  
Property Tax Levies and Collections  
Last Ten Calendar Years  
Schedule 11

| Calendar Year | Taxes Levied for the Calendar Year (1) | Collected within the Calendar Year of the Levy |                    | Delinquent Collections in Subsequent Years | Total Collections to Date |                    |
|---------------|--|--|--------------------|--|---------------------------|--------------------|
|               |  | Amount (2)                                     | Percentage of Levy |  | Amount                    | Percentage of Levy |
| 2007          | \$21,661,098                           | \$20,914,159                                   | 96.55%             | \$546,909                                  | \$21,461,068              | 99.08%             |
| 2008          | 23,104,411                             | 22,246,531                                     | 96.29%             | 797,816                                    | 23,044,347                | 99.74%             |
| 2009          | 24,257,567                             | 23,506,794                                     | 96.90%             | 750,773                                    | 24,257,567                | 100.00%            |
| 2010          | 23,937,014                             | 23,211,922                                     | 96.97%             | 663,426                                    | 23,875,348                | 99.74%             |
| 2011          | 24,360,108                             | 23,785,268                                     | 97.64%             | 574,840                                    | 24,360,108                | 100.00%            |
| 2012          | 34,926,886                             | 33,854,314                                     | 96.93%             | 710,482                                    | 34,564,796                | 98.96%             |
| 2013          | 36,109,131                             | 35,317,901                                     | 97.81%             | 791,230                                    | 36,109,131                | 100.00%            |
| 2014          | 36,469,004                             | 35,706,641                                     | 97.91%             | 859,328                                    | 36,469,004                | 100.00%            |
| 2015          | 38,838,554                             | 38,031,012                                     | 97.92%             | 875,468                                    | 38,906,480                | 100.17%            |
| 2016          | 37,170,146                             | 36,313,810                                     | 97.70%             | 845,566                                    | 37,159,376                | 99.97%             |

Source: Warren County Auditor

(1) - Taxes levied and collected are presented on a cash basis

(2) - State reimbursements of rollback and homestead exemptions are included

Little Miami Local School District  
 Outstanding Debt by Type  
 Last Ten Fiscal Years  
 Schedule 12

| Fiscal Year | Governmental Activities  |                           |                |  | Restricted For Debt Service (1) | Net General Obligation Notes & Bonds | Net Bonded Debt Per Capita | Ratio of Net Bonded Debt to Estimated Value | Total Outstanding Debt | Percentage of Personal Income (2) | Per Capita (2) |
|-------------|--------------------------|---------------------------|----------------|--|---------------------------------|--------------------------------------|----------------------------|---|------------------------|-----------------------------------|----------------|
|             | General Obligation Bonds | Energy Conservation Notes | Capital Leases |  |                                 |                                      |                            |   |                        |                                   |                |
| 2008        | \$74,945,616             | \$137,500                 | \$2,135,491    |  | (\$3,928,311)                   | \$79,011,427                         | \$385                      | 3.68%                                       | \$77,218,607           | 0.98%                             | \$376          |
| 2009        | 73,528,293               | 68,750                    | 2,227,959      |  | (3,129,775)                     | 76,726,818                           | 368                        | 3.41%                                       | 75,825,002             | 0.91%                             | 363            |
| 2010        | 71,817,922               | 0                         | 1,376,516      |  | (3,285,903)                     | 75,103,825                           | 356                        | 3.52%                                       | 73,194,438             | 0.88%                             | 347            |
| 2011        | 75,273,847               | 0                         | 1,060,000      |  | 2,371,400                       | 72,902,447                           | 342                        | 3.38%                                       | 76,333,847             | 0.88%                             | 358            |
| 2012        | 73,661,062               | 0                         | 902,000        |  | 2,400,782                       | 71,260,280                           | 331                        | 3.27%                                       | 74,563,062             | 0.79%                             | 346            |
| 2013        | 71,249,551               | 0                         | 863,404        |  | 2,611,267                       | 68,638,284                           | 316                        | 3.29%                                       | 72,112,955             | 0.73%                             | 332            |
| 2014        | 69,981,654               | 0                         | 696,908        |  | 2,392,259                       | 67,589,395                           | 308                        | 3.22%                                       | 70,678,562             | 0.70%                             | 322            |
| 2015        | 66,968,623               | 0                         | 523,686        |  | 4,945,289                       | 62,023,334                           | 280                        | 2.89%                                       | 67,492,309             | 0.61%                             | 304            |
| 2016        | 62,340,880               | 0                         | 344,722        |  | 1,991,452                       | 60,349,428                           | 269                        | 2.54%                                       | 62,685,602             | 0.54%                             | 279            |
| 2017        | 62,016,110               | 0                         | 159,000        |  | 3,849,767                       | 58,166,343                           | 256                        | 2.39%                                       | 62,175,110             | 0.52%                             | 274            |

11 Sources: District Records, Warren County Auditor and Bureau of Economic Analysis

(1) - Restricted balance on the Statement of Net Position

(2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Warren County

Little Miami Local School District  
 Direct and Overlapping Governmental Activities Debt  
 As of June 30, 2017  
 Schedule 13

| Governmental Unit                 | Debt<br>Outstanding | Estimated<br>Percentage<br>Applicable (1) | Estimated<br>Share of<br>Direct and<br>Overlapping<br>Debt |
|-----------------------------------|---------------------|---|--|
| Overlapping Debt:                 |                     |   |  |
| Warren County                     | \$600,000           | 13.67%                                    | \$82,020   |
| City of Loveland                  | 6,895,000           | 9.27%                                     | 639,167  |
| Village of Maineville             | 35,455              | 100.00%                                   | 35,455   |
| Goshen Township                   | 1,895,000           | 0.43%                                     | 8,149  |
| Hamilton Township                 | 1,085,000           | 77.45%                                    | 840,333  |
| Harlan Township                   | 708,000             | 76.32%                                    | 540,346  |
| Salem Township                    | 1,665,000           | 98.05%                                    | 1,632,533  |
| Turtle Creek Township             | 439,000             | 0.02%                                     | 88   |
| Union Township                    | 112,931             | 4.47%                                     | 5,048  |
| Warren County Career Center       | 450,000             | 20.35%                                    | 91,575   |
| Subtotal Overlapping Debt         | 13,885,386          |   | 3,874,714  |
| District Direct Debt              | 62,175,110          | 100.00%                                   | 62,175,110   |
| Total Direct and Overlapping Debt | \$76,060,496        |   | \$66,049,824   |

Source: Ohio Municipal Advisory Council

(1) - The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the District's boundaries and dividing it by the county's total taxable assessed value.



Little Miami Local School District  
 Legal Debt Margin Information  
 Last Ten Fiscal Years  
 Schedule 14

Legal Debt Margin Calculation for Fiscal Year 2017

|                                   |               |
|-----------------------------------|---------------|
|                                   | \$867,713,720 |
| Assessed value (1)                | 78,094,235    |
| Debt limit (9% of assessed value) | 62,175,110    |
| Debt applicable to limit          | \$15,919,125  |
| Legal debt margin (2)             |               |

|                                    | Fiscal Year   |               |               |               |               |               |               |              |              |              |
|------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|--------------|--------------|
|                                    | 2008          | 2009          | 2010          | 2011          | 2012          | 2013          | 2014          | 2015         | 2016         | 2017         |
| Debt Limit                         | \$68,283,238  | \$71,539,132  | \$68,254,111  | \$68,520,207  | \$69,547,064  | \$66,858,965  | \$67,401,048  | \$68,983,959 | \$76,282,046 | \$78,094,235 |
| Total Net Debt Applicable to Limit | 77,218,607    | 75,825,002    | 73,194,438    | 76,333,847    | 74,563,062    | 72,112,955    | 70,678,562    | 67,492,309   | 62,685,602   | 62,175,110   |
| Legal Debt Margin                  | (\$8,935,369) | (\$4,285,870) | (\$4,940,327) | (\$7,813,640) | (\$5,015,998) | (\$5,253,990) | (\$3,277,514) | \$1,491,650  | \$13,596,444 | \$15,919,125 |

|  |         |         |         |         |         |         |         |        |        |        |
|--|---------|---------|---------|---------|---------|---------|---------|--------|--------|--------|
| Total Net Debt Applicable to the Limit | 113.09% | 105.99% | 107.24% | 111.40% | 107.21% | 107.86% | 104.86% | 97.84% | 82.18% | 79.62% |
| as a Percentage of Debt Limit          |         |         |         |         |         |         |         |        |        |        |

Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2017 is calendar year 2016)

(2) - The District has obtained consent of the State Tax Commissioner and the Superintendent of Public Instruction to issue debt beyond the nine percent debt limitation and has qualified as a "special needs" district.

Little Miami Local School District  
 Demographic and Economic Statistics  
 Last Ten Calendar Years  
 Schedule 15

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| Calendar Year | Population (1) | Personal Income (Thousands of Dollars) (2) | Per Capita Personal Income (3) | Unemployment Rate (4) |
|---------------|----------------|--|--------------------------------|-----------------------|
| 2007          | 205,258        | \$7,914,338                                | \$38,558                       | 4.6%                  |
| 2008          | 208,640        | 8,343,399                                  | 39,989                         | 5.5%                  |
| 2009          | 211,231        | 8,329,109                                  | 39,431                         | 8.7%                  |
| 2010          | 213,252        | 8,665,583                                  | 40,635                         | 8.8%                  |
| 2011          | 215,406        | 9,399,252                                  | 43,635                         | 7.6%                  |
| 2012          | 217,310        | 9,942,485                                  | 45,753                         | 6.5%                  |
| 2013          | 219,169        | 10,131,284                                 | 46,226                         | 6.3%                  |
| 2014          | 221,659        | 10,990,640                                 | 49,584                         | 4.8%                  |
| 2015          | 224,469        | 11,572,120                                 | 51,553                         | 5.0%                  |
| 2016          | 227,063        | 12,024,592                                 | 52,957                         | 4.6%                  |

- Sources:
- (1) - Population estimates provided by U.S. Census Bureau for all of Warren County
  - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Warren County
  - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Warren County
  - (4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average

Little Miami Local School District  
Major Employers (1)  
Current Fiscal Year and Fiscal Period Eight Year Ago (2)  
Schedule 16

| 2017                          |          |                     |   |
|-------------------------------|----------|---------------------|---|
| Major Employers (3)           | Type (4) | Number of Employees | Employer's Percentage of Total Employment |
| Aisin Seiki/ADVICS Co Ltd     | Mfg      | (4)                 | (5)                                       |
| Atrium Medical Center         | Serv     | (4)                 | (5)                                       |
| Cedar Fair/Kings Island       | Serv     | (4)                 | (5)                                       |
| Cengage Learning Inc          | Serv     | (4)                 | (5)                                       |
| Cintas Corp                   | Mfg      | (4)                 | (5)                                       |
| Kraft Heinz/Portion Pac, Inc. | Mfg      | (4)                 | (5)                                       |
| L-3 Cincinnati Electronics    | Mfg      | (4)                 | (5)                                       |
| Luxottica Group SpA           | Mfg      | (4)                 | (5)                                       |
| Macy's Inc                    | Trade    | (4)                 | (5)                                       |
| Mason Local Schools           | Govt     | (4)                 | (5)                                       |
| Proctor & Gamble Co           | R&D      | (4)                 | (5)                                       |
| State of Ohio                 | Govt     | (4)                 | (5)                                       |
| WellPoint Inc/Anthem          | Ins      | (4)                 | (5)                                       |

| 2009                              |                          |                     |   |
|-----------------------------------|--------------------------|---------------------|---|
| Major Employers (3)               | Type (4)                 | Number of Employees | Employer's Percentage of Total Employment |
| Aisin Seiki/ADVICS Co Ltd         | Manufacturing            | (4)                 | (5)                                       |
| Blackhawk Automotive Plastics Inc | Manufacturing            | (4)                 | (5)                                       |
| Cedar Fair/Kings Island           | Amusement Service        | (4)                 | (5)                                       |
| Cintas Corp                       | Manufacturing            | (4)                 | (5)                                       |
| HJ Heinz/Portion Pac Inc          | Manufacturing            | (4)                 | (5)                                       |
| Luxottica Group SpA               | Manufacturing            | (4)                 | (5)                                       |
| Macy's Inc                        | Retail Trade             | (4)                 | (5)                                       |
| Mason Local Bd of Ed              | Government               | (4)                 | (5)                                       |
| Procter & Gamble Co               | Research and Development | (4)                 | (5)                                       |
| State of Ohio                     | Government               | (4)                 | (5)                                       |
| Sumco Phoenix                     | Manufacturing            | (4)                 | (5)                                       |
| WellPoint Inc/Anthem              | Insurance                | (4)                 | (5)                                       |

Source: Ohio Department of Development

(1) - For all of Warren County

(2) - Only current fiscal year and fiscal period eight year ago information available. Information for fiscal period nine years ago not available.

(3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.

(4) - The number of employees of each listed major employer was not available.

(5) - The employer's percentage of total employment for each major employer was not available.

Little Miami Local School District  
 Full-Time Equivalent District Employees by Type  
 Last Ten Fiscal Years  
 Schedule 17

|  | Fiscal Year   |               |               |               |               |               |               |               |               |               |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
|  | 2008          | 2009          | 2010          | 2011          | 2012          | 2013          | 2014          | 2015          | 2016          | 2017          |
| <b>Official/Administrative</b>                   |               |               |               |               |               |               |               |               |               |               |
| Administrative Assistant                         | 1.00          | 1.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 1.00          | 2.00          | 3.00          |
| Assistant Superintendent                         | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 1.00          |
| Assistant Principal                              | 4.00          | 3.00          | 3.00          | 2.00          | 0.00          | 0.00          | 2.00          | 3.00          | 4.00          | 6.00          |
| Principals                                       | 7.00          | 6.00          | 6.00          | 6.00          | 7.00          | 7.00          | 6.00          | 8.00          | 6.00          | 6.00          |
| Superintendent                                   | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Supervising/Managing/Directing                   | 1.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 1.00          | 2.00          | 2.00          |
| Treasurer  | 2.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Coordinator                                      | 5.41          | 5.00          | 1.78          | 1.78          | 1.00          | 1.00          | 2.00          | 2.00          | 1.00          | 1.00          |
| Education Administrative Specialist              | 1.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Director   | 0.00          | 4.00          | 3.00          | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          | 6.00          | 8.00          |
| <b>Total Official/Administrative</b>             | <b>22.41</b>  | <b>21.00</b>  | <b>15.78</b>  | <b>13.78</b>  | <b>12.00</b>  | <b>12.00</b>  | <b>14.00</b>  | <b>19.00</b>  | <b>23.00</b>  | <b>29.00</b>  |
| <b>Professional - Educational</b>                |               |               |               |               |               |               |               |               |               |               |
| Curriculum Specialist                            | 0.40          | 1.00          | 1.00          | 1.50          | 0.50          | 1.00          | 1.00          | 1.00          | 5.00          | 0.00          |
| Counseling                                       | 5.00          | 5.00          | 5.00          | 4.33          | 6.00          | 6.00          | 6.00          | 6.00          | 8.00          | 9.00          |
| Librarian/Media                                  | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 2.00          | 2.00          | 2.00          | 5.00          |
| Remedial Specialist                              | 11.70         | 9.00          | 2.10          | 2.00          | 3.00          | 4.00          | 4.00          | 3.00          | 4.00          | 3.00          |
| Regular Teaching                                 | 161.42        | 166.47        | 164.15        | 158.32        | 151.55        | 153.66        | 159.26        | 153.00        | 154.00        | 166.00        |
| Special Education Teaching                       | 13.79         | 14.74         | 11.32         | 10.61         | 9.29          | 11.82         | 14.62         | 21.00         | 18.00         | 19.00         |
| Vocational Education Teaching                    | 1.00          | 1.00          | 0.00          | 0.00          | 0.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Educ. Service Personnel Teacher                  | 18.11         | 19.22         | 9.13          | 8.26          | 11.06         | 16.05         | 16.54         | 14.80         | 14.80         | 15.80         |
| Supplemental Service Teacher (Special Education) | 13.50         | 14.00         | 13.86         | 17.98         | 19.18         | 16.00         | 18.00         | 16.00         | 17.00         | 27.00         |
| Teacher Mentor/Evaluator                         | 0.00          | 1.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| <b>Total Professional - Education</b>            | <b>225.92</b> | <b>232.43</b> | <b>207.56</b> | <b>204.00</b> | <b>201.58</b> | <b>210.53</b> | <b>222.42</b> | <b>217.80</b> | <b>223.80</b> | <b>245.80</b> |
| <b>Professional - Other</b>                      |               |               |               |               |               |               |               |               |               |               |
| Accounting                                       | 0.00          | 0.00          | 0.00          | 1.00          | 1.00          | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          |
| Dietitian/Nutritionist                           | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Psychologist                                     | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Publicity Relations                              | 1.00          | 1.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 1.00          | 1.00          | 1.00          |
| Registered Nursing                               | 3.50          | 3.50          | 3.00          | 2.00          | 3.00          | 5.00          | 6.00          | 6.53          | 6.53          | 7.00          |
| Physical Therapist                               | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Speech and Language Therapist                    | 3.35          | 2.80          | 3.00          | 4.00          | 3.50          | 3.50          | 3.50          | 3.80          | 3.80          | 3.80          |
| Occupational Therapist                           | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Physical Therapy Assistant                       | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Planning/Research Development                    | 0.00          | 0.00          | 1.00          | 0.50          | 0.50          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| <b>Total Professional - Other</b>                | <b>8.85</b>   | <b>8.30</b>   | <b>8.00</b>   | <b>8.50</b>   | <b>9.00</b>   | <b>11.50</b>  | <b>12.50</b>  | <b>14.33</b>  | <b>14.33</b>  | <b>14.80</b>  |
| <b>Technical</b>                                 |               |               |               |               |               |               |               |               |               |               |
| Computer Operating                               | 0.00          | 0.00          | 5.00          | 2.00          | 2.00          | 2.00          | 1.00          | 2.00          | 2.00          | 2.00          |
| Practical Nursing                                | 1.00          | 2.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Library Aide                                     | 5.50          | 6.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Other Technical                                  | 1.00          | 1.00          | 1.00          | 1.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| <b>Total Technical</b>                           | <b>7.50</b>   | <b>9.00</b>   | <b>7.00</b>   | <b>4.00</b>   | <b>3.00</b>   | <b>3.00</b>   | <b>2.00</b>   | <b>3.00</b>   | <b>3.00</b>   | <b>3.00</b>   |

Source: State Department of Education

Little Miami Local School District  
 Full-Time Equivalent District Employees by Type  
 Last Ten Fiscal Years  
 Schedule 17 (Continued)

|                                     | Fiscal Year   |               |               |               |               |               |               |               |               |               |
|-------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
|                                     | 2008          | 2009          | 2010          | 2011          | 2012          | 2013          | 2014          | 2015          | 2016          | 2017          |
| Office/Clerical                     |               |               |               |               |               |               |               |               |               |               |
| Records Managing                    | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 0.00          |
| Bookkeeping                         | 3.00          | 3.00          | 2.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Clerical                            | 17.70         | 18.70         | 13.00         | 13.63         | 12.58         | 14.62         | 14.29         | 14.62         | 14.62         | 14.00         |
| Teaching Aide                       | 16.46         | 11.71         | 4.00          | 4.95          | 4.95          | 6.65          | 7.80          | 7.73          | 7.73          | 8.00          |
| Other Office/Clerical               | 1.50          | 1.50          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Total Office/Clerical               | <u>39.66</u>  | <u>35.91</u>  | <u>20.00</u>  | <u>20.58</u>  | <u>19.53</u>  | <u>23.27</u>  | <u>24.09</u>  | <u>24.35</u>  | <u>24.35</u>  | <u>23.00</u>  |
| Crafts and Trades                   |               |               |               |               |               |               |               |               |               |               |
| General Maintenance                 | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 2.00          |
| Mechanic                            | 5.00          | 3.00          | 3.00          | 2.00          | 2.00          | 2.00          | 2.00          | 4.00          | 4.00          | 3.00          |
| Foreman                             | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 0.00          | 0.00          | 0.00          |
| Total Crafts and Trades             | <u>7.00</u>   | <u>5.00</u>   | <u>5.00</u>   | <u>4.00</u>   | <u>4.00</u>   | <u>4.00</u>   | <u>4.00</u>   | <u>5.00</u>   | <u>5.00</u>   | <u>5.00</u>   |
| Operative                           |               |               |               |               |               |               |               |               |               |               |
| Dispatching                         | 2.00          | 2.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| Vehicle Operator (Buses)            | 53.23         | 53.43         | 33.01         | 31.37         | 32.18         | 40.02         | 45.34         | 47.07         | 47.07         | 50.06         |
| Vehicle Operator (Other than Buses) | 2.00          | 0.00          | 1.25          | 1.25          | 1.21          | 1.25          | 1.25          | 1.92          | 1.92          | 3.25          |
| Total Operative                     | <u>57.23</u>  | <u>55.43</u>  | <u>35.26</u>  | <u>33.62</u>  | <u>34.39</u>  | <u>42.27</u>  | <u>47.59</u>  | <u>49.99</u>  | <u>49.99</u>  | <u>54.31</u>  |
| Service Work/Laborer                |               |               |               |               |               |               |               |               |               |               |
| Attendance Officer                  | 0.00          | 1.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          | 0.00          |
| Custodian                           | 22.19         | 21.19         | 20.76         | 18.18         | 18.18         | 19.00         | 22.00         | 22.00         | 22.00         | 22.00         |
| Food Service                        | 20.39         | 22.58         | 19.16         | 19.65         | 19.90         | 19.42         | 22.85         | 21.96         | 21.96         | 21.00         |
| Monitoring                          | 0.00          | 0.00          | 3.93          | 4.28          | 2.53          | 2.57          | 5.70          | 7.37          | 7.37          | 10.68         |
| Groundskeeping                      | 2.00          | 1.00          | 1.00          | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          | 1.00          |
| Attendant                           | 23.72         | 33.65         | 28.57         | 30.11         | 28.79         | 29.61         | 33.53         | 36.77         | 36.77         | 44.00         |
| Total Service Work/Laborer          | <u>68.30</u>  | <u>79.42</u>  | <u>73.42</u>  | <u>74.22</u>  | <u>71.40</u>  | <u>72.60</u>  | <u>86.08</u>  | <u>90.10</u>  | <u>90.10</u>  | <u>98.68</u>  |
| Total Employees                     | <u>436.87</u> | <u>446.49</u> | <u>372.02</u> | <u>362.70</u> | <u>354.90</u> | <u>379.17</u> | <u>412.68</u> | <u>423.57</u> | <u>433.57</u> | <u>473.59</u> |

Source: State Department of Education

Little Miami Local School District  
 Operating Statistics  
 Last Ten Fiscal Years  
 Schedule 18

| Fiscal Year | Enrollment | Operating Expenditure | Cost Per Pupil | Percentage Change | Expenses     | Cost Per Pupil | Percentage Change | Teaching Staff | Pupil-Teacher Ratio | Percentage of Students Receiving Free or Reduced-Price Meals |
|-------------|------------|-----------------------|----------------|-------------------|--------------|----------------|-------------------|----------------|---------------------|--|
| 2008        | 3,978      | \$43,443,754          | \$10,921       | 30.12%            | \$41,584,889 | \$10,454       | 10.34%            | 209.00         | 19.0                | 12.00%   |
| 2009        | 4,313      | 41,796,901            | 9,691          | (11.26%)          | 40,457,231   | 9,380          | (10.27%)          | 214.40         | 20.1                | 15.30%   |
| 2010        | 4,323      | 40,241,906            | 9,309          | (3.94%)           | 38,226,334   | 8,843          | (5.73%)           | 195.86         | 22.1                | 19.40%   |
| 2011        | 4,073      | 38,365,279            | 9,419          | 1.19%             | 38,005,136   | 9,331          | 5.52%             | 191.74         | 21.2                | 19.60%   |
| 2012        | 3,823      | 37,405,951            | 9,784          | 3.88%             | 38,527,469   | 10,078         | 8.00%             | 184.08         | 20.8                | 23.10%   |
| 2013        | 3,976      | 41,505,352            | 10,439         | 6.69%             | 41,150,700   | 10,350         | 2.70%             | 192.53         | 20.7                | 21.80%   |
| 2014        | 4,173      | 43,725,115            | 10,478         | 0.37%             | 43,299,689   | 10,376         | 0.25%             | 203.42         | 20.5                | 20.80%   |
| 2015        | 4,308      | 40,285,707            | 9,351          | (10.75%)          | 44,332,329   | 10,291         | (0.82%)           | 209.80         | 20.5                | 20.82%   |
| 2016        | 4,450      | 50,329,466            | 11,310         | 20.94%            | 46,707,744   | 10,496         | 2.00%             | 210.80         | 21.1                | 20.06%   |
| 2017        | 4,627      | 50,511,776            | 10,917         | (3.48%)           | 53,968,547   | 11,664         | 11.13%            | 236.80         | 19.5                | 18.26%   |

Source: District Records

Little Miami Local School District  
 School Building Information  
 Last Ten Fiscal Years  
 Schedule 19

| School   | Fiscal Year |         |         |         |         |         |         |         |         |         |
|--|-------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
|  | 2008        | 2009    | 2010    | 2011    | 2012    | 2013    | 2014    | 2015    | 2016    | 2017    |
| Little Miami High School (2000)                            |             |         |         |         |         |         |         |         |         |         |
| Square Feet  | 140,090     | 204,589 | 214,894 | 214,894 | 214,894 | 214,894 | 214,894 | 214,894 | 214,894 | 214,894 |
| Capacity   | 905         | 1,500   | 1,500   | 1,500   | 1,500   | 1,500   | 1,500   | 1,500   | 1,500   | 1,500   |
| Enrollment   | 1,054       | 1,435   | 1,102   | 1,338   | 1,314   | 1,037   | 1,080   | 938     | 985     | 1,054   |
| Little Miami Intermediate (1975)/Salem Elementary (2)      |             |         |         |         |         |         |         |         |         |         |
| Square Feet  | 40,560      | 40,560  | 110,442 | 110,442 | 110,442 | 110,442 | 110,442 | 110,442 | 110,442 | 110,442 |
| Capacity   | 450         | 450     | 1,250   | 1,250   | 1,250   | 1,250   | 1,250   | 1,250   | 1,250   | 1,250   |
| Enrollment   | 612         | 830     | 886     | 821     | 976     | 1,022   | 1,011   | 1,102   | 1,139   | 1,313   |
| Little Miami Junior High (1956)/New Junior High (2009) (2) |             |         |         |         |         |         |         |         |         |         |
| Square Feet  | 108,000     | 108,000 | 109,000 | 109,000 | 109,000 | 109,000 | 109,000 | 109,000 | 109,000 | 109,000 |
| Capacity   | 675         | 675     | 800     | 800     | 800     | 800     | 800     | 800     | 800     | 800     |
| Enrollment   | 584         | 619     | 959     | 610     | 858     | 584     | 622     | 720     | 768     | 786     |
| Little Miami Intermediate (2009) (2)                       |             |         |         |         |         |         |         |         |         |         |
| Square Feet  | N/A         | N/A     | 104,000 | 104,000 | 104,000 | 104,000 | 104,000 | 104,000 | 104,000 | 104,000 |
| Capacity   | N/A         | N/A     | 800     | 800     | 800     | 800     | 800     | 800     | 800     | 800     |
| Enrollment   | N/A         | N/A     | 850     | 824     | 675     | 653     | 698     | 748     | 754     | 740     |
| Harlan-Butlerville Elementary School (1979)                |             |         |         |         |         |         |         |         |         |         |
| Square Feet  | 40,140      | 40,140  | 20,002  | 20,002  | 20,002  | 20,002  | 20,002  | 20,002  | 20,002  | 20,002  |
| Capacity   | 300         | 300     | 250     | 250     | 250     | 250     | 250     | 250     | 250     | 250     |
| Enrollment (1)   | 251         | 219     | A       | A       | A       | 177     | 220     | 271     | 265     | 256     |
| Hamilton-Maineville Elementary School (1975)               |             |         |         |         |         |         |         |         |         |         |
| Square Feet  | 56,385      | 56,385  | 42,100  | 42,100  | 42,100  | 42,100  | 42,100  | 42,100  | 42,100  | 42,100  |
| Capacity   | 515         | 515     | 525     | 525     | 525     | 525     | 525     | 525     | 525     | 525     |
| Enrollment   | 940         | 625     | 526     | 480     | A       | 503     | 506     | 529     | 539     | 478     |
| Morrow Elementary School (1975)                            |             |         |         |         |         |         |         |         |         |         |
| Square Feet  | 92,664      | 92,664  | 50,291  | 50,291  | 50,291  | 50,291  | 50,291  | 50,291  | 50,291  | 50,291  |
| Capacity   | 750         | 750     | 750     | 750     | 750     | 750     | 750     | 750     | 750     | 750     |
| Enrollment   | 537         | 585     | A       | A       | A       | A       | A       | A       | A       | A       |

Source: District Records

(1) - Enrollment number includes all three elementary schools combined

(2) - September 2009 a new Junior High and Intermediate School were opened and Salem Elementary occupied the previous spaces held by the aforementioned buildings

A - Building was not open for the school year

N/A - Information not available

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# Dave Yost • Auditor of State

LITTLE MIAMI LOCAL SCHOOL DISTRICT

WARREN COUNTY

## CLERK'S CERTIFICATION

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

*Susan Babbitt*

CLERK OF THE BUREAU

CERTIFIED  
FEBRUARY 1, 2018