



Dave Yost • Auditor of State

**PIKE COUNTY JOINT VOCATIONAL SCHOOL DISTRICT
PIKE COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Independent Auditor's Report	Under Separate Cover
Prepared by Management:	
Comprehensive Annual Financial Report	Under Separate Cover
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	1
Prepared by Management:	
Summary Schedule of Prior Audit Findings	3

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Dave Yost • Auditor of State

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

Pike County Joint Vocational School District
Pike County
175 Beaver Creek Road
Piketon, Ohio 45661

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Pike County Joint Vocational School District, Pike County, (the District) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 28, 2018, wherein we noted the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

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

Dave Yost
Auditor of State

Columbus, Ohio

November 28, 2018

Vern Riffe Career Technology Center

175 Beaver Creek Road • P.O. Box 577 • Piketon, Ohio 45661
(740) 289-2721 • Fax: (740) 289-3422

Eric Meredith
Superintendent

Nancy Bloomfield
Director of Guidance

Shon Tackett
Director

Tonya Cooper
Treasurer



"Home of State and National Winners"
Pike County Joint Vocational School District

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

JUNE 30, 2018

Finding Number	Finding Summary	Status	Additional Information
2017-001	Significant Deficiency- Incorrect Posting issue	Fully Corrected	

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Pike County Joint Vocational School District

Piketon, Ohio

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2018



***Pike County
Joint Vocational School District***

Pike County, Ohio



***Comprehensive
Annual Financial Report for
The fiscal year ended June 30, 2018***

***Issued by: Treasurer's Office
Tonya L. Cooper, Treasurer***

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Introductory Section



Automotive 11 & 12



(ITIM)/(ITAP)
Information
Technology/Interactive
Media



Basic food
service 12



Public Safety 12

*Pike County Joint Vocational School District
Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2018*

TABLE OF CONTENTS

INTRODUCTORY SECTION

Table of Contents.....	i
Letter of Transmittal.....	v
GFOA Certificate of Achievement.....	xi
ASBO Certificate of Excellence.....	xii
List of Principal Officials.....	xiii
Organizational Chart.....	xiv

FINANCIAL SECTION

Independent Auditor’s Report.....	1
Management’s Discussion and Analysis.....	4
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	13
Statement of Activities.....	14
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	15
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities.....	16
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	17
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	18
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis) – General Fund.....	19

*Pike County Joint Vocational School District
Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2018*

TABLE OF CONTENTS
(Continued)

Statement of Fiduciary Assets and Liabilities – Agency Funds.....	20
Notes to the Basic Financial Statements	21
Required Supplementary Information:	
Schedule of the School District’s Proportionate Share of the Net Pension Liability – SERS – Last Five Fiscal Years.....	60
Schedule of the School District’s Proportionate Share of the Net OPEB Liability – SERS – Last Two Fiscal Years	63
Schedule of the School District’s Proportionate Share of the Net Pension Liability – STRS – Last Five Fiscal Years.....	64
Schedule of the School District’s Proportionate Share of the Net OPEB Liability – STRS – Last Two Fiscal Years	67
Schedule of the School District’s Contributions – SERS – Last Ten Fiscal Years	68
Schedule of the School District’s Contributions – STRS – Last Ten Fiscal Years	70
Notes to the Required Supplementary Information	72
Combining and Individual Fund Statements:	
Nonmajor Fund Descriptions	75
Combining Statements – Nonmajor Funds:	
Combining Balance Sheet – Nonmajor Governmental Funds.....	77
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds.....	78
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	79
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	82
Agency Fund Descriptions	85
Statement of Changes in Assets and Liabilities – Agency Funds	86

Pike County Joint Vocational School District
Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2018

TABLE OF CONTENTS
(Continued)

Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Budget Basis) for the following funds:

Major Funds:	
General Fund	88
Permanent Improvement Fund	91
Nonmajor Funds:	
Food Service Fund.....	92
Adult Education Fund.....	93
Ohio School Facilities Maintenance Fund.....	94
Pre-Service School Bus Driver Training Fund.....	95
ONENet Ohio Fund.....	96
Adult Basic Literacy Education Fund.....	97
Vocational Education Fund	98
Improving Teacher Quality Fund	99
Miscellaneous Federal Grants Fund	100

STATISTICAL SECTION

Statistical Tables Descriptions.....	101
Net Position by Component – Governmental Activities – Last Ten Fiscal Years.....	102
Changes in Net Position – Governmental Activities – Last Ten Fiscal Years	104
Program Revenues by Function / Program – Governmental Activities – Last Ten Fiscal Years	108
Fund Balances – Governmental Funds – Last Ten Fiscal Years	110
Changes in Fund Balances – Governmental Funds – Last Ten Fiscal Years	112
Assessed Valuation and Estimated Actual Value of Taxable Property – Last Ten Collection (Calendar) Years	114
Principal Real and Personal Property Taxpayers – Fiscal Years 2018 and 2009	116
Property Tax Rates (Per \$1,000 of Assessed Valuation) – Direct and Overlapping Governments – Last Ten Collection (Calendar) Years.....	118
Property Tax Levies and Collections – Real, Public Utility and Tangible Personal Property – Last Ten Collection (Calendar) Years.....	121

*Pike County Joint Vocational School District
Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2018*

TABLE OF CONTENTS
(Continued)

Ratios of Debt to Estimated Actual Value, Personal Income and Debt Per Capita – Last Ten Fiscal Years	122
Computation of Direct and Overlapping Debt.....	125
Computation of Legal Debt Margin – Last Ten Fiscal Years.....	126
Principal Employers – Fiscal Years 2015 and 2009	128
Demographic and Economic Statistics – Last Ten Fiscal Years	130
Building Statistics – Last Ten Fiscal Years	132
Employees by Function – Last Ten Fiscal Years	138
Per Pupil Cost – Last Ten Fiscal Years	140
Teaching Staff Education and Experience.....	141
Percentage of Students who Receive Free and Reduced Lunches – Last Ten Fiscal Years.....	142



Pike County Career Technology Center

Eric Meredith, Superintendent Shon Tackett, Director
Nancy Bloomfield, Director of Guidance Tonya Cooper, Treasurer

November 28, 2018

Board of Education Members
and Residents of the Pike County Joint Vocational School District:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Pike County Joint Vocational School District for the fiscal year ended June 30, 2018. This CAFR, which includes financial statements and other financial and statistical data, conforms to generally accepted accounting principles as applicable to governmental entities. The intent of this report is to provide the taxpayers of the Pike County Joint Vocational School District with comprehensive financial data in a format that enables them to gain a true understanding of the School District's financial affairs as well as provide management with better financial information for future decision making.

This report enables the School District to comply with Ohio Administrative Code Section 117-2-03(B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38, which requires that school districts reporting on a GAAP basis file an unaudited annual report with the Auditor of State within 150 days of fiscal year-end.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Ohio Auditor of State, has issued an unmodified ("clean") opinion on the Pike County Joint Vocational School District's financial statements for the fiscal year ended June 30, 2018. The independent auditor's report is located at the front of the Financial Section of this report.

Management's discussion and analysis immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. Management's discussion and analysis complements this letter of transmittal and should be read in conjunction with it.

FORMATION OF THE SCHOOL DISTRICT

The Pike County Joint Vocational School District offers students a variety of classes, including Medical Laboratory Technology, Diversified Health Occupations, Information Technology, Business Administration, Air Conditioning, Heating, Refrigeration, Automobile Technology, Carpentry, Electrical Trades, Welding, Cutting, Engineering Technology, Criminal Justice, Building and Property Maintenance, Community Home Service, and Agriculture and Environmental Systems.

The Pike County Joint Vocational School District was established in 1956. This marked the beginning of jointures for a single county vocational school district. We are very proud of the fact that the Pike County Joint Vocational School District was the first of its kind in the State of Ohio.

The original location of the school was 941 Market Street, Piketon, Ohio, but this location no longer fit the needs of the vocational students of the County. In 1982, the Pike County Joint Vocational School District moved to its current site at 175 Beaver Creek Road, Piketon, Ohio. This move did not come about without a struggle. In 1972, the Division of Vocational Education of the State Department of Education attempted to cease the existence of the School District. The students of Pike County who wished to choose a vocational education would be sent either to the Pickaway-Ross Jointure or the Scioto County Jointure, two neighboring districts. Through the leadership of Ohio House of Representative's Speaker Vernal G. Riffe, Jr., this action was nullified. This was done by granting an exemption to the Pike County Joint Vocational School District exclusively. Speaker Riffe also led the effort to receive funding necessary to erect the existing building. The citizens of Pike County passed a bond levy issue, but more financial resources were needed. The additional monies were received through the tireless efforts led by Speaker Riffe, former Superintendent Kenneth Thompson and former Vocational Director Lindsay Ratliff. The School District exists today because our State Representative truly represented our county, its people and, most importantly, the future of our students. The School District's building was built in 1980 with a major addition and renovation project being completed in fiscal year 2009.

Because of Vernal G. Riffe, Jr.'s immense support and effort on behalf of the youth of Pike County toward affording them the opportunity of obtaining a vocational education, the new structure was named the Vernal G. Riffe, Jr. Joint Vocational School of Pike County by Board Resolution.

FORM OF GOVERNMENT AND REPORTING ENTITY

The Pike County Joint Vocational School is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

House Bill 59, which was passed in 2013, changed the composition of the Pike County Joint Vocational School District Board of Education. The five-member Pike County Joint Vocational School District Board of Education is comprised of one representative appointed by the one city school district in the County and four are appointed from the Ross-Pike County Educational Service Center. New members may serve an unlimited amount of 3-year terms. The appointing board shall appoint individuals who represent employers in the region who are qualified to consider the State's workforce opportunities. During 2017, House Bill 3 was passed which stated that "members of a joint vocational school district board may either be a current elected board member of a school district board that is a member of the joint vocational school district or an individual who has experience or knowledge regarding the labor needs of the state and region with an understanding of the skills, training, and education needed for current and future employment opportunities in the state. The appointing board may give preference to individuals who have served as members on a joint vocational school business advisory committee." The Board of Education serves as the taxing authority, contracting body and policy maker for the School District. The Board adopts the annual operating budget and approves all expenditures of School District monies. The appointing board of education cannot directly impose its will on the School District.

The Superintendent is the chief administrative officer of the School District and is responsible for the development, supervision, and operation of the school programs and facilities.

The Treasurer is the chief financial officer of the School District, and is responsible for maintaining financial records, issuing warrants, acting as the custodian of all School District funds and investing idle funds as specified by Ohio law.

Other administrators include a Vocational Director, a Director of Guidance, a Director of Adult and Continuing Education, and supervisors of various educational and support services.

The School District employs 57 full-time employees. These employees include certified, non-certified and administrative personnel providing services to 455 students. Due to the student enrollment of the local school districts and its current enrollment, the Pike County Joint Vocational School District anticipates its student enrollment to remain consistent from school year to school year.

The reporting entity consists of all funds, departments, boards and agencies that are not legally separate from the School District. This includes general operations, food service and student related activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the organization's budget, the issuance of its debt or the levying of its taxes, and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the School District. The School District has no component units.

The Village of Piketon and the member school districts have not been included in the accompanying financial statements. The boards are not appointed by the School District, nor are they fiscally dependent on the School District. The Metropolitan Educational Technology Association and the Coalition of Rural and Appalachian Schools are reported as jointly governed organizations in Note 17. The Ohio SchoolComp Group Retrospective Rating Program and the Ohio School Plan are reported as insurance purchasing pools in Note 17.

The School Board adopts an annual budget, for all funds except agency funds, by July 1 which may be amended any time during the fiscal year as new information becomes available. This annual budget serves as the foundation of the Pike County Joint Vocational School District's financial planning and control. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The Treasurer has been authorized to allocate Board appropriations to the function and object level within each fund.

ECONOMIC CONDITION AND OUTLOOK

Major industries located within the School District's boundaries include paper, automotive components, and fuel enrichment industries.

Pike County is a rural community in Southern Ohio with relatively high unemployment rates. According to the Ohio Department of Job and Family Services, the unemployment rate decreased from 7.1 percent in 2017 to 6.9 in 2018. The population of Pike County in the 2010 census was 28,709. The economic growth in Pike County is uncertain at the present time. The loss of jobs and the news of the official closing of the U.S. Department of Energy's Gaseous Diffusion Plant in Piketon over the next several years has hurt the county. The county did have the addition of Rural King in Waverly, which helped with the unemployment rate.

The Pike County Joint Vocational School District is located in the center of the four member school districts it serves. The School District encompasses approximately 444 square miles which includes one city, two villages and many townships. The County itself is located approximately 60 miles south of Columbus on U.S. Route 23, 75 miles east of Cincinnati on U.S. Route 32, and 50 miles north of Ashland, Kentucky. This central position provides a strategic location for the future development of business and industry.

Agriculture contributes over \$14 million of agricultural output annually to the County's economy. There were approximately 540 farms located over 79,000 acres in Pike County in 2009. Farming in Pike County continues to develop and become more commercial. In fact, the average size of a farm in 2009 was 146 acres with average receipts per farm of \$27,736 (Pike County Auditor). Pike County has approximately 23 sawmills which produce over 30 million board feet of lumber annually.

Tourism has improved and grown in Pike County. The summer parks and resorts in the County (Pike Lake State Park and Long's Retreat) will help to improve the tourism sector of the County's economy. Pike County also has a PGA rated golf course, Big Beaver Creek Golf Club. The course helps to bring visitors to the County.

Graduates of the Pike County Joint Vocational School District may seek local employment with major industrial employers like Van-Rob formerly Brown Corporation.

FINANCIAL TRENDS

During fiscal year 2018, the School District was capped with State foundation revenue (cash basis). This was the first time since fiscal year 2013 the School District was off the guarantee. The increase in State funding was mostly due to the increased enrollment the School District experienced during the 2017-2018 school year. We hope to be able to maintain this level of enrollment over the next school year. Pike County also went through a property tax reappraisal in 2017; thus tax revenues for the county are estimated to increase significantly. With the next biennial budget, we expect this to impact our State foundation revenues. Currently, we are 91 percent State funded.

FINANCIAL PLANNING AND POLICIES

Another issue the School District continues to address is House Bill 282. House Bill 282 requires career-technical centers to spend weighted funds from the State only on costs associated with the delivery of career-technical programming to career-technical students. In May 2004, part of this bill was replaced to require career-technical centers to spend at least 75 percent of their weighted State funds on specified areas; these areas do not include salaries or fringe benefits. This amendment to House Bill 282 requires the Pike County Joint Vocational School District to keep our expenditures on vocational instruction, excluding salaries and fringe benefits, at a much higher level. With the new State budget, any unused funds will be returned to the State for redistribution.

MAJOR INITIATIVES

FOR THE YEAR

Accomplishments by the students of the School District included State and National level honors for Business Professionals of America, Skills-USA and Family, Career and Community Leaders of America. The Pike County Joint Vocational School District received the Certificate of Achievement for Excellence in Financial Reporting award from the Government Finance Officers Association and the Certificate of Excellence in Financial Reporting award from the Association of School Business Officials International for its CAFR for the fiscal year ended June 30, 2017.

FOR THE FUTURE

The School District's five-year forecast continues to be the instrument used to make future decisions with regard to program and funding strategies. Because the State of Ohio provides the majority of its funding, the School District is very concerned as to what effect the phase out of the tangible personal property tax distributions will have on its General Fund. The School District was to receive tangible personal property tax loss reimbursement payments through fiscal year 2015. With the passage of HB 64, the phase out of the Tangible Personal Property Tax began in fiscal year 2016. The School District lost approximately \$458,600 between fiscal years 2016 and 2018. We are hopeful that with the increased enrollment from the 2017-2018 school year and the projected enrollment for 2018-2019 school year, our State foundation will increase, which will offset some of the losses incurred due to the Tangible Personal Property phase out. However, House Bill 64 limits growth to 6 percent for fiscal year 2019. Career-Technical Education funding was removed from the guarantee base and was exempt from the cap in fiscal year 2017 which helps the School District with funding since we are capped with the funding from State foundation.

The Treasurer plans to continue with the Comprehensive Annual Financial Report in future fiscal years.

AWARDS AND ACKNOWLEDGEMENTS

GFOA CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Pike County Joint Vocational School District for its CAFR for the fiscal year ended June 30, 2017. The Pike County Joint Vocational School District has received a Certificate of Achievement for the last twenty-two fiscal years. 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

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Pike County Joint Vocational School District for its CAFR for the fiscal year ended June 30, 2017.

A Certificate of Excellence is awarded to those school districts who have voluntarily submitted their system's CAFR for review by an ASBO Panel of Review. Upon completion of a vigorous technical review, the panel members conclude whether the school system's financial report has met the criteria for excellence in financial reporting.

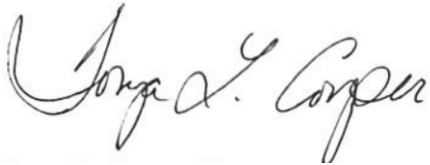
ACKNOWLEDGMENTS

The publication of this report is a major step toward professionalizing the financial reporting of the Pike County Joint Vocational School District. Appreciation is expressed to the Treasurer's staff: Janet Bobst and Paula Staker. A special thank you is also extended to the Local Government Services Section of the Office of the Auditor of State for their assistance in preparing this year's CAFR. Sincere gratitude goes to the Board of Education, where the commitment to excellence begins.

Respectfully submitted,

A handwritten signature in blue ink that reads "Eric D. Meredith". The signature is written in a cursive style with a large initial "E".

Eric D. Meredith, Superintendent

A handwritten signature in black ink that reads "Tonya L. Cooper". The signature is written in a cursive style with a large initial "T".

Tonya L. Cooper, Treasurer
Pike County Joint Vocational School District



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Pike County
Joint Vocational School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Pike County Joint Vocational School District

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2017.**

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



A handwritten signature in black ink, reading 'Charles E. Peterson, Jr.' The signature is written in a cursive style and is positioned above a horizontal line.

Charles E. Peterson, Jr., SFO, RSBA, MBA
President

A handwritten signature in black ink, reading 'John D. Musso'. The signature is written in a cursive style and is positioned above a horizontal line.

John D. Musso, CAE
Executive Director

*Pike County Joint Vocational School District
List of Principal Officials
June 30, 2018*

Board of Education

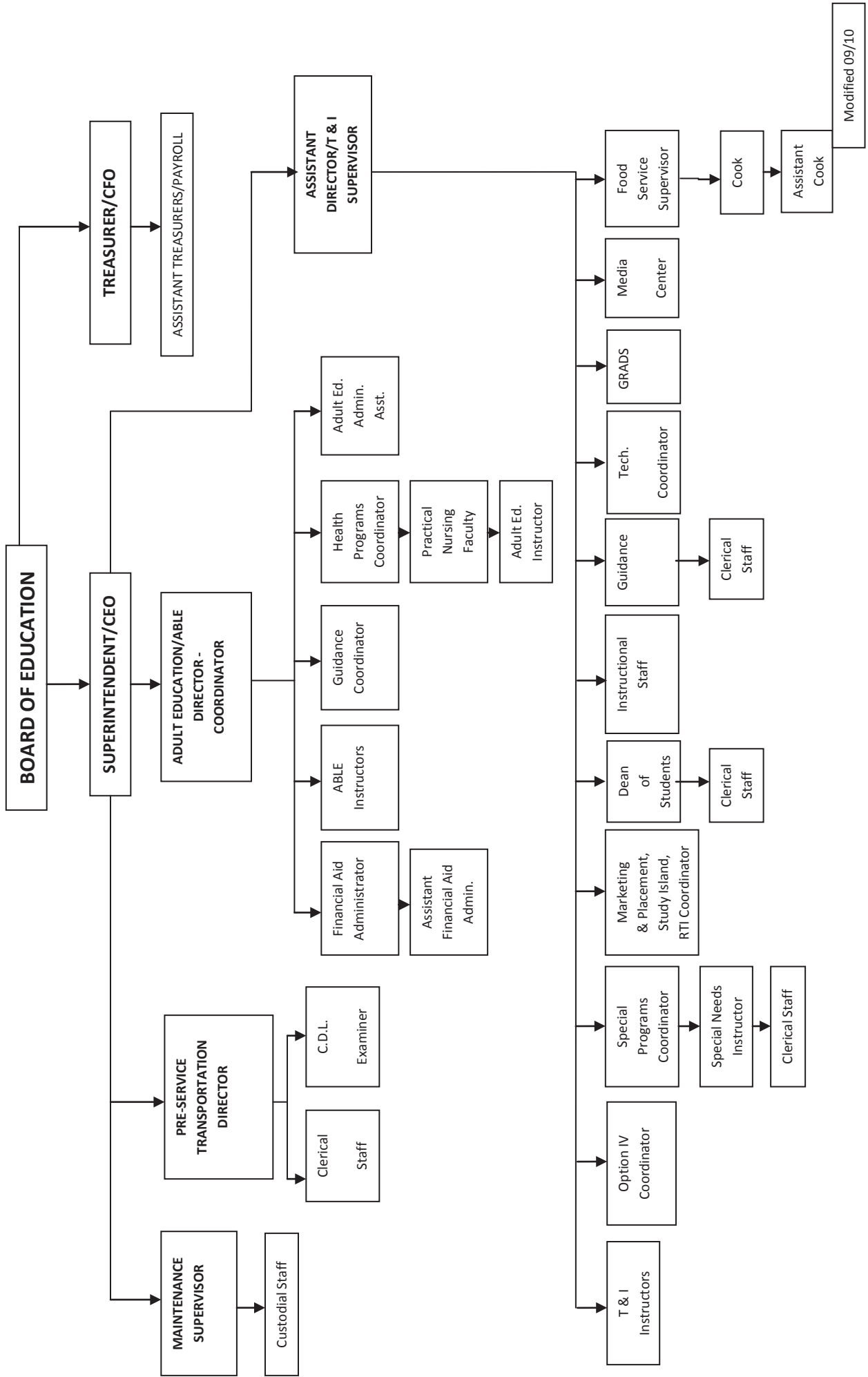
Mr. Jan L. Leeth President
Mr. Gregory Fout..... Vice-President
Mrs. Sharon Manson.....Member
Mr. Turman Helton.....Member
Mr. Tim WilliamsMember

Administration

Mr. Eric D. Meredith Superintendent
Mrs. Tonya L. Cooper Treasurer
Mr. Shon Tackett Vocational Director
Mrs. Nancy Bloomfield Director of Guidance
Mr. Lathe Moore.....Director of Adult Education/ABLE

Pike County Career Technology Center

Organizational Chart



FINANCIAL SECTION



Hospitality and Facility
Care 11



Patient Care Technician 12



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Pike County Joint Vocational School District
Pike County
175 Beaver Creek Road
Piketon, Ohio 45661

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Pike County Joint Vocational School District, Pike County, Ohio (the District), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Pike County Joint Vocational School District, Pike County, Ohio, as of June 30, 2018, and the respective changes in financial position thereof and the budgetary comparison for the General fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 3 to the financial statements, during 2018, the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No.75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. We did not modify our opinion regarding this matter.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 28, 2018, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Dave Yost
Auditor of State

Columbus, Ohio

November 28, 2018

Pike County Joint Vocational School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
Unaudited

The discussion and analysis of the Pike County Joint Vocational School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2018. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, basic financial statements, and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

- In total, Net Position increased \$3,079,395. There was an increase in total revenues of \$451,332; total expenses decreased by \$3,469,327.

- General revenues accounted for \$5,599,728 of all revenues, and reflect the School District's continued dependence on property taxes and unrestricted State entitlements.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Pike County Joint Vocational School 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 the *Statement of Activities* provide information about the activities of the whole School District, presenting both an aggregate view of the School 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 School District's most significant funds with all other nonmajor funds presented in total in one column.

Reporting the School District as a Whole

One of the most important questions asked about the School District is "How did we do financially during fiscal year 2018?" The *Statement of Net Position* and the *Statement of Activities*, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps 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, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current fiscal year's revenues and expenses regardless of when cash is received or paid.

Pike County Joint Vocational School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
Unaudited

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

In the *Statement of Net Position* and the *Statement of Activities*, the School District has only one kind of activity:

- Governmental Activities – All of the School District's educational programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities, and food service.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page ten. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds, which are the General Fund and the Permanent Improvement Capital Projects Fund.

Governmental Funds – Most of the School 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 fiscal year-end available for spending in future periods. These funds are reported using the 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 School 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 difference) 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 – The School District's only fiduciary funds are agency funds. All of the School District's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities. We exclude these activities from the School District's other financial statements because the School District cannot use these assets to finance its operations. The School District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Fiduciary funds use the accrual basis of accounting.

*Pike County Joint Vocational School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
Unaudited*

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's Net Position for fiscal year 2018 and fiscal year 2017:

Table 1
Net Position

	Governmental Activities		Increase/ (Decrease)
	2018	(Restated) 2017	
Assets:			
Current and Other Assets	\$8,139,536	\$7,809,400	\$330,136
Capital Assets, Net	14,860,474	15,415,493	(555,019)
Total Assets	23,000,010	23,224,893	(224,883)
Deferred Outflows of Resources:			
Pension	2,179,828	1,887,147	292,681
OPEB	67,696	14,052	53,644
Total Deferred Outflows of Resources	2,247,524	1,901,199	346,325
Liabilities:			
Current and Other Liabilities	451,959	542,313	(90,354)
Long-Term Liabilities:			
Due Within One Year	220,437	213,005	7,432
Due In More Than One Year:			
Net Pension Liability	7,549,064	10,432,740	(2,883,676)
Net OPEB Liability	1,711,263	2,126,597	(415,334)
Other Amounts	2,785,555	2,892,343	(106,788)
Total Liabilities	12,718,278	16,206,998	(3,488,720)
Deferred Inflows of Resources:			
Property Taxes	1,579,704	1,421,331	158,373
Pension	608,245	438,018	170,227
OPEB	202,167	0	202,167
Revenue In Lieu of Taxes	4,706	4,706	0
Total Deferred Inflows of Resources	2,394,822	1,864,055	530,767
Net Position:			
Net Investment in Capital Assets	12,479,474	12,896,796	(417,322)
Restricted	1,113,302	1,106,973	6,329
Unrestricted (Deficit)	(3,458,342)	(6,948,730)	3,490,388
Total Net Position	\$10,134,434	\$7,055,039	\$3,079,395

*Pike County Joint Vocational School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
Unaudited*

The net pension liability (NPL) is the largest single liability reported by the School District at June 30, 2018 and is reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27." For fiscal year 2018, the School District adopted GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions," which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the School District's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB.

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

GASB 68 and GASB 75 require the net pension liability and the net OPEB liability to equal the School District's proportionate share of each plan's collective:

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

GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the School District is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan *as against the public employer*. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The retirement system is responsible for the administration of the pension and OPEB plans.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability or the net OPEB liability. As explained above, changes in benefits,

Pike County Joint Vocational School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
Unaudited

contribution rates, and return on investments affect the balance of these liabilities, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability and the net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

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

As a result of implementing GASB 75, the School District is reporting a net OPEB liability and deferred inflows/outflows of resources related to OPEB on the accrual basis of accounting. This implementation also had the effect of restating net position at June 30, 2017, from \$9,167,584 to \$7,055,039.

A decrease of \$224,883 occurred within total assets of governmental activities when compared to the prior fiscal year. Capital assets decreased by \$555,019 primarily due to current year depreciation exceeding current year additions.

Total liabilities decreased \$3,488,720 for fiscal year 2018 when compared to the prior fiscal year, of which \$2,883,676 is from the decrease in long-term Net Pension Liability.

Net Investment in Capital Assets of decreased \$417,322. This is due to depreciation exceeding capital asset additions for the fiscal year. Unrestricted Net Position increased \$3,490,388. This increase is primarily due to the decrease in the Net Pension Liability.

In order to further understand what makes up the changes in net position for the current year, the following table gives readers further details regarding the results of activities for 2018 and 2017.

Table 2
Change in Net Position

	Governmental Activities		Increase/ (Decrease)
	2018	(Restated) 2017	
Revenues:			
Program Revenues:			
Charges for Services and Sales	\$423,403	\$361,971	\$61,432
Operating Grants, Contributions, and Interest	1,753,078	1,630,689	122,389
Total Program Revenues	<u>2,176,481</u>	<u>1,992,660</u>	<u>183,821</u>
General Revenues:			
Property Taxes	1,514,057	1,592,249	(78,192)
Payments in Lieu of Taxes	5,540	789	4,751
Grants and Entitlements not Restricted to Specific Programs	3,978,741	3,680,990	297,751
Investment Earnings	40,413	19,550	20,863
Contributions and Donations	0	4,706	(4,706)
Miscellaneous	60,977	33,933	27,044
Total General Revenues	<u>5,599,728</u>	<u>5,332,217</u>	<u>267,511</u>
Total Revenues	<u>\$7,776,209</u>	<u>\$7,324,877</u>	<u>\$451,332</u>

(continued)

Pike County Joint Vocational School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
Unaudited

Table 2
Change in Net Position
(continued)

	Governmental Activities		Increase/ (Decrease)
	2018	(Restated) 2017	
Program Expenses:			
Instruction:			
Special	\$136,508	\$292,797	(\$156,289)
Vocational	1,884,714	4,258,462	(2,373,748)
Adult/Continuing	278,136	245,537	32,599
Student Intervention Services	138,950	99,944	39,006
Support Services:			
Pupils	80,422	389,157	(308,735)
Instructional Staff	130,603	106,116	24,487
Board of Education	86,349	98,961	(12,612)
Administration	123,133	678,868	(555,735)
Fiscal	367,271	460,061	(92,790)
Operation and Maintenance of Plant	615,014	695,585	(80,571)
Pupil Transportation	16,956	15,149	1,807
Central	415,681	396,249	19,432
Operation of Non-Instructional Services	284,608	285,738	(1,130)
Extracurricular Activities	2,141	0	2,141
Interest and Fiscal Charges	136,328	143,517	(7,189)
Total Expenses	<u>4,696,814</u>	<u>8,166,141</u>	<u>(3,469,327)</u>
Change in Net Position	3,079,395	(841,264)	<u>\$3,920,659</u>
Net Position at Beginning of Year	<u>7,055,039</u>	N/A	
Net Position at End of Year - Restated (See Note 3)	<u>\$10,134,434</u>	<u>\$7,055,039</u>	

The information necessary to restate the 2017 beginning balances and the 2017 OPEB expense amounts for the effects of the initial implementation of GASB 75 is not available. Therefore, 2017 functional expenses still include OPEB expense of \$14,052 computed under GASB 45. GASB 45 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 75, OPEB expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of OPEB expense. Under GASB 75, the 2018 statements report negative OPEB expense of \$255,176. Consequently, in order to compare 2018 total program expenses to 2017, the following adjustments are needed:

Total 2018 program expenses under GASB 75	\$4,696,814
Negative OPEB expense under GASB 75	255,176
2018 contractually required contribution	<u>11,635</u>
Adjusted 2018 program expenses	4,963,625
Total 2017 program expenses under GASB 45	<u>8,166,141</u>
Decrease in program expenses not related to OPEB	<u>(\$3,202,516)</u>

Pike County Joint Vocational School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
Unaudited

The largest component of the decrease in program expenses results from changes in assumptions and benefit terms related to pensions. STRS adopted certain assumption changes, including a reduction in their discount rate, and also voted to suspend cost of living adjustments (COLA). SERS decreased their COLA assumption. (See Note 11) As a result of these changes, pension expense decreased from \$695,060 in fiscal year 2017 to a negative pension expense of \$2,502,866 for fiscal year 2018. The allocation of the fiscal year 2018 negative pension expense to program expenses is as follows:

Program Expenses:	2018 Program Expenses Related to Negative Pension Expense
Instruction:	
Special	(\$121,579)
Vocational	(1,666,515)
Support Services:	
Pupils	(190,676)
Instructional Staff	(4,246)
Administration	(402,799)
Fiscal	(41,371)
Operation and Maintenance of Plant	(26,244)
Central	(37,671)
Operation of Non-Instructional Services:	
Food Service Operations	(11,765)
Total Expenses	<u>(\$2,502,866)</u>

Program revenues, which are primarily represented by charges for tuition, fees, sales, and extracurricular activities, as well as restricted intergovernmental revenues were \$2,176,481 of total revenues for fiscal year 2018. The biggest increase was in operating grants and contributions; this was a result of receiving more State foundation caused by student enrollment increases.

As previously mentioned, general revenues were \$5,599,728 of total revenues for fiscal year 2018. Grants and entitlements not Restricted to Specific Programs increased by \$297,751. This resulted from an increase in revenues received by the School District for career technical education and State foundation.

As should be expected, instruction costs represent the largest of the School District's expenses, \$2,438,308 for fiscal year 2018. The instruction category, however, does not include all activities associated with educating students. Maintenance of the School District's facilities also represents a significant expense of \$615,014. Overall, expenses decreased \$3,469,327. This resulted mainly due to the decrease in pension and OPEB liability.

The School District's Funds

Information about the School District's most significant funds starts on page 15. Governmental funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$7,771,937 and expenditures of \$7,514,628. All governmental funds had a fund balance of \$5,819,481, of which \$3,990,929 is unassigned. The net change in fund balance for the fiscal year was most significant in the General Fund with an increase of \$248,554. Revenues increased as a result of additional career and technical education funding due to an increase in student enrollment. The expenditures increased in fiscal year 2018 when compared to the prior fiscal year.

Pike County Joint Vocational School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
Unaudited

The Permanent Improvement Capital Projects Fund balance is restricted for capital improvements and increased \$3,989, which is not significant.

General Fund - Budget Highlights

The School 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 2018, the School District revised its budget as it attempted to deal with unexpected changes in revenues and expenditures. A review of the budgetary comparison statement for the General Fund reflects an increase of \$349,077 between the original budget and final budget revenues. Throughout the fiscal year, the School District adjusted its estimates to deal with current economic conditions. The increase in budgeted revenues was mainly due to an increase in student enrollment and an increase in State funding.

The increase in expenditures from the original to the final budget was \$1,215,944. However, the difference in actual expenditures compared to the final budget was \$897,388, a decrease. The School District bases their annual budget on prior year expenditures. Due to closely monitoring expenditures, the School District was able to significantly reduce expenditures overall. The largest savings were realized in the vocational instruction.

Actual General Fund revenues and other financing sources were more than expenditures and other financing uses by \$183,796.

The School District's ending unobligated cash balance was \$915,281 above the final budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2018, the School District had \$14,860,474 in capital assets (net of accumulated depreciation), a decrease of \$555,019. Additions to capital assets primarily include an addition to furniture and equipment purchases related to routine computer and computer related purchases and other educational equipment. Disposals for the fiscal year primarily included various furniture and equipment. For further information regarding the School District's capital assets, refer to Note 9 to the basic financial statements.

Debt

The School District had an outstanding lease-purchase agreement for a nine passenger van, improvements, renovations and additions to the School District's building, including equipment, furnishings and fixtures in the amount of \$2,381,000. The School District's long-term obligations also include compensated absences.

The School District's overall legal debt margin was \$49,556,200 with an unvoted debt margin of \$550,624 at June 30, 2018. For further information regarding the School District's long-term obligations, refer to Note 15 to the basic financial statements.

*Pike County Joint Vocational School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
Unaudited*

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Tonya L. Cooper, Treasurer at Pike County Joint Vocational School District, 175 Beaver Creek Road, Piketon, Ohio 45661 or e-mail tcooper@pikectc.org.

Pike County Joint Vocational School District
Statement of Net Position
June 30, 2018

	Governmental Activities
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	\$6,091,235
Cash and Cash Equivalents With Fiscal Agent	5,000
Materials and Supplies Inventory	349
Inventory Held for Resale	6,728
Accrued Interest Receivable	12,703
Prepaid Items	18,885
Accounts Receivable	17,766
Property Taxes Receivable	1,881,321
Intergovernmental Receivable	100,843
Payments in Lieu of Taxes Receivable	4,706
Capital Assets:	
Land	156,701
Depreciable Capital Assets, Net	14,703,773
<i>Total Assets</i>	23,000,010
<u>Deferred Outflows of Resources:</u>	
Pension	2,179,828
OPEB	67,696
<i>Total Deferred Outflows of Resources</i>	2,247,524
<u>Liabilities:</u>	
Accounts Payable	12,496
Accrued Wages and Benefits Payable	368,778
Intergovernmental Payable	55,625
Matured Bonds Payable	5,000
Accrued Interest Payable	10,060
Long-Term Liabilities:	
Due Within One Year	220,437
Due in More Than One Year:	
Net Pension Liability (See Note 11)	7,549,064
Net OPEB Liability (See Note 12)	1,711,263
Other Amounts	2,785,555
<i>Total Liabilities</i>	12,718,278
<u>Deferred Inflows of Resources:</u>	
Property Taxes	1,579,704
Pension	608,245
OPEB	202,167
Payments In Lieu of Taxes	4,706
<i>Total Deferred Inflows of Resources</i>	2,394,822
<u>Net Position:</u>	
Net Investment In Capital Assets	12,479,474
Restricted for:	
Capital Improvements	820,411
Debt Service	3,499
Other Purposes:	
Food Service	64,322
School Facilities Maintenance	190,441
State and Federal Grants	34,629
Unrestricted (Deficit)	(3,458,342)
<i>Total Net Position</i>	\$10,134,434

See accompanying notes to the basic financial statements

*Pike County Joint Vocational School District
Statement of Activities
For the Fiscal Year Ended June 30, 2018*

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants, Contributions, and Interest	Governmental Activities
<u>Governmental Activities:</u>				
Instruction:				
Special	\$136,508	\$0	\$821,813	\$685,305
Vocational	1,884,714	46,386	263,525	(1,574,803)
Adult/Continuing	278,136	92,392	145,016	(40,728)
Student Intervention Services	138,950	0	0	(138,950)
Support Services:				
Pupils	80,422	0	0	(80,422)
Instructional Staff	130,603	15,216	94,244	(21,143)
Board of Education	86,349	0	0	(86,349)
Administration	123,133	41,952	70,635	(10,546)
Fiscal	367,271	0	39,499	(327,772)
Operation and Maintenance of Plant	615,014	24,480	0	(590,534)
Pupil Transportation	16,956	0	0	(16,956)
Central	415,681	182,818	104,866	(127,997)
Operation of Non-Instructional Services	284,608	20,159	213,480	(50,969)
Extracurricular Activities	2,141	0	0	(2,141)
Interest and Fiscal Charges	136,328	0	0	(136,328)
Total Governmental Activities	\$4,696,814	\$423,403	\$1,753,078	(2,520,333)
<u>General Revenues:</u>				
Property Taxes Levied for:				
General Purposes				1,280,817
Capital Outlay				233,240
Payments in Lieu of Taxes				5,540
Grants and Entitlements not Restricted to Specific Programs				3,978,741
Investment Earnings				40,413
Miscellaneous				60,977
Total General Revenues				5,599,728
Change in Net Position				3,079,395
Net Position at Beginning of Year - Restated (See Note 3)				7,055,039
Net Position at End of Year				\$10,134,434

See accompanying notes to the basic financial statements

Pike County Joint Vocational School District
Balance Sheet
Governmental Funds
June 30, 2018

	General Fund	Permanent Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$4,954,908	\$767,998	\$344,782	\$6,067,688
Cash and Cash Equivalents With Fiscal Agent	0	0	5,000	5,000
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	23,547	0	0	23,547
Receivables:				
Property Taxes	1,514,300	367,021	0	1,881,321
Payments in Lieu of Taxes	4,706	0	0	4,706
Accounts	15,266	0	2,500	17,766
Accrued Interest	12,703	0	0	12,703
Intergovernmental	79,038	0	21,805	100,843
Interfund	6,500	0	0	6,500
Prepaid Items	17,928	0	957	18,885
Materials and Supplies Inventory	0	0	349	349
Inventory Held for Resale	0	0	6,728	6,728
<i>Total Assets</i>	<u>\$6,628,896</u>	<u>\$1,135,019</u>	<u>\$382,121</u>	<u>\$8,146,036</u>
<u>Liabilities:</u>				
Accounts Payable	\$11,814	\$0	\$682	\$12,496
Accrued Wages and Benefits Payable	355,720	0	13,058	368,778
Intergovernmental Payable	52,641	0	2,984	55,625
Interfund Payable	0	0	6,500	6,500
Matured Bonds Payable	0	0	5,000	5,000
<i>Total Liabilities</i>	<u>420,175</u>	<u>0</u>	<u>28,224</u>	<u>448,399</u>
<u>Deferred Inflows of Resource:</u>				
Property Taxes	1,275,156	304,548	0	1,579,704
Payment in Lieu of Taxes	4,706	0	0	4,706
Unavailable Revenue	221,273	57,661	14,812	293,746
<i>Total Deferred Inflows of Resources</i>	<u>1,501,135</u>	<u>362,209</u>	<u>14,812</u>	<u>1,878,156</u>
<u>Fund Balances:</u>				
Nonspendable	17,928	0	1,306	19,234
Restricted	0	772,810	337,779	1,110,589
Assigned	698,729	0	0	698,729
Unassigned	3,990,929	0	0	3,990,929
<i>Total Fund Balances</i>	<u>4,707,586</u>	<u>772,810</u>	<u>339,085</u>	<u>5,819,481</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balance</i>	<u>\$6,628,896</u>	<u>\$1,135,019</u>	<u>\$382,121</u>	<u>\$8,146,036</u>

See accompanying notes to the basic financial statements

Pike County Joint Vocational School District
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 June 30, 2018*

Total Governmental Fund Balances \$5,819,481

***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. These assets consist of:

Land	156,701	
Other capital assets	24,967,642	
Accumulated depreciation	(10,263,869)	
Total		14,860,474

Some of the School District's revenues will be collected after fiscal year-end, but are not available soon enough to pay for the current period's expenditures and therefore are reported as unavailable revenue in the funds.

Delinquent property taxes	275,797	
Intergovernmental	14,812	
Interest	3,137	
Total		293,746

In the Statement of Activities, interest is accrued on capital leases, whereas in governmental funds, an interest expenditure is reported when due. (10,060)

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

Deferred Outflows - Pension	2,179,828	
Deferred Outflows - OPEB	67,696	
Net Pension Liability	(7,549,064)	
Net OPEB Liability	(1,711,263)	
Deferred Inflows - Pension	(608,245)	
Deferred Inflows - OPEB	(202,167)	
Total		(7,823,215)

Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds. Those liabilities consist of:

Capital leases	(2,381,000)	
Compensated absences	(624,992)	
Total		(3,005,992)

Net Position of Governmental Activities \$10,134,434

See accompanying notes to the basic financial statements

Pike County Joint Vocational School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2018

	General Fund	Permanent Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
<u>Revenues:</u>				
Property Taxes	\$1,150,492	\$238,765	\$115,236	\$1,504,493
Payments in Lieu of Taxes	5,540	0	0	5,540
Intergovernmental	4,960,470	39,499	736,786	5,736,755
Investment Earnings	38,933	0	1,836	40,769
Tuition and Fees	25,612	0	149,560	175,172
Rentals	24,480	0	0	24,480
Charges for Services	174,324	0	49,427	223,751
Miscellaneous	58,779	0	2,198	60,977
Total Revenues	6,438,630	278,264	1,055,043	7,771,937
<u>Expenditures:</u>				
Current:				
Instruction:				
Special	219,217	0	0	219,217
Vocational	3,633,613	0	104,963	3,738,576
Adult/Continuing	0	0	264,109	264,109
Student Intervention Services	137,939	0	0	137,939
Support Services:				
Pupils	303,051	0	0	303,051
Instructional Staff	12,359	0	103,653	116,012
Board of Education	86,349	0	0	86,349
Administration	511,016	0	105,779	616,795
Fiscal	413,632	11,341	0	424,973
Operation and Maintenance of Plant	508,842	0	106,149	614,991
Pupil Transportation	13,333	0	0	13,333
Central	284,388	0	147,504	431,892
Operation of Non-Instructional Services	48,564	0	215,894	264,458
Extracurricular Activities	2,141	0	0	2,141
Capital Outlay	0	0	6,231	6,231
Debt Service:				
Principal Retirement	10,697	127,000	0	137,697
Interest and Fiscal Charges	930	135,934	0	136,864
Total Expenditures	6,186,071	274,275	1,054,282	7,514,628
Excess of Revenues Over Expenditures	252,559	3,989	761	257,309
<u>Other Financing Sources (Uses):</u>				
Transfers In	0	0	4,005	4,005
Transfers Out	(4,005)	0	0	(4,005)
Total Other Financing Sources (Uses)	(4,005)	0	4,005	0
Net Change in Fund Balances	248,554	3,989	4,766	257,309
Fund Balances at Beginning of Year	4,459,032	768,821	334,319	5,562,172
Fund Balances at End of Year	<u>\$4,707,586</u>	<u>\$772,810</u>	<u>\$339,085</u>	<u>\$5,819,481</u>

See accompanying notes to the basic financial statements

Pike County Joint Vocational School District
*Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2018*

Net Change in Fund Balances - Total Governmental Funds \$257,309

**Amounts reported for governmental activities in the
Statement of Activities are different because:**

Capital outlays are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital assets additions	165,257	
Depreciation expense	(686,804)	
Excess of depreciation expense over capital outlay		(521,547)

Governmental funds report only the disposal of capital assets to the extent proceeds are received from the sale. In the Statement of Activities, a gain or loss is reported for each sale.

Loss on disposal of capital assets	(33,472)
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Because some revenues will not be collected for several months after the School District's fiscal year ends, they are not considered "available" revenues and are therefore recorded as deferred inflows of resources in the governmental funds. Deferred inflows of resources changed by these amounts this fiscal year:

Delinquent property taxes	9,564	
Intergovernmental	(4,936)	
Interest	(356)	
Total		4,272

Contractually required contributions are reported as expenditures in governmental funds; however, the Statement of Net Position reports these amounts as deferred outflows.

Pension	503,264	
OPEB	11,635	
Total		514,899

Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the Statement of Activities.

Pension	2,502,866	
OPEB	255,176	
Total		2,758,042

Repayment of long-term obligations is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. In the current fiscal year, these amounts consist of:

Capital Lease Principal Payments	137,697
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Accrued interest payable on the capital lease is not reported in the funds, but is allocated as an expense over the life of the lease in the Statement of Activities.

536

Some items reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Increase in compensated absences payable	(38,341)
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Change in Net Position of Governmental Activities \$3,079,395

See accompanying notes to the basic financial statements

Pike County Joint Vocational School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$1,244,624	\$1,290,803	\$1,290,803	\$0
Payments in Lieu of Taxes	5,495	5,540	5,540	0
Intergovernmental	4,594,058	4,837,385	4,837,385	0
Investment Earnings	61,302	72,031	77,703	5,672
Tuition and Fees	9,109	18,000	18,000	0
Rentals	25,285	24,480	24,480	0
Charges for Services	162,515	172,812	174,324	1,512
Miscellaneous	22,636	53,050	51,980	(1,070)
Total Revenues	6,125,024	6,474,101	6,480,215	6,114
<u>Expenditures:</u>				
Current:				
Instruction:				
Special	120,996	240,043	218,136	21,907
Vocational	3,759,127	4,235,221	3,667,094	568,127
Student Intervention Services	0	142,949	135,730	7,219
Support Services:				
Pupils	260,229	331,041	302,063	28,978
Instructional Staff	17,297	17,875	12,403	5,472
Board of Education	101,878	113,844	89,806	24,038
Administration	456,848	564,217	511,286	52,931
Fiscal	378,722	489,317	423,484	65,833
Operation and Maintenance of Plant	492,960	597,327	511,186	86,141
Pupil Transportation	12,377	15,842	13,450	2,392
Central	258,403	322,489	288,139	34,350
Operation of Non-Instructional Services	44,321	46,796	46,796	0
Extracurricular Activities	0	2,141	2,141	0
Total Expenditures	5,903,158	7,119,102	6,221,714	897,388
Excess of Revenues Over (Under) Expenditures	221,866	(645,001)	258,501	903,502
<u>Other Financing Sources (Uses):</u>				
Transfers In	74,025	0	0	0
Transfers Out	(133,308)	(80,484)	(74,153)	6,331
Advances In	19,209	5,948	5,948	0
Advances Out	0	(11,948)	(6,500)	5,448
Total Other Financing Sources (Uses)	(40,074)	(86,484)	(74,705)	11,779
Net Change in Fund Balance	181,792	(731,485)	183,796	915,281
Fund Balance at Beginning of Year	4,812,042	4,812,042	4,812,042	0
Prior Year Encumbrances Appropriated	19,571	19,571	19,571	0
Fund Balance at End of Year	\$5,013,405	\$4,100,128	\$5,015,409	\$915,281

See accompanying notes to the basic financial statements

Pike County Joint Vocational School District
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2018

Assets:

Equity in Pooled Cash and Cash Equivalents	<u><u>\$3,989</u></u>
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Liabilities:

Undistributed Monies	<u><u>\$3,989</u></u>
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See accompanying notes to the basic financial statements

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

NOTE 1 – DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Pike County Joint Vocational School District (the “School District”) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The Pike County Joint Vocational School District is operated under the direction of a five-member Board of Education, which is not directly elected. By charter, 4 members of the Board are either members of or appointed by the Ross-Pike County Educational Service Center’s Board of Education. Currently, the Board of Education for the Pike County Joint Vocational School District consists of three of the eleven members of the Ross-Pike County Educational Service Center’s Board of Education and one member who is appointed by the Ross-Pike County Educational Service Center but does not serve on the Educational Service Center’s Board. Also, according to the charter, one member is appointed by the Waverly City School District Board of Education. That individual may or may not be a member of their Board. The School District exposes students to job training, leading to employment upon graduation from high school.

The School District was established in 1956 through the cooperation of all school districts within the County. The School District serves an area of approximately 444 square miles. It is located in Pike County, and includes Eastern Local School District, Scioto Valley Local School District, Western Local School District, and Waverly City School District. The School District has an enrollment of 455 students and is staffed by 19 non-certificated employees, 35 certificated full-time teaching employees, and 3 administrative employees. The School District currently operates one building.

Reporting Entity:

Since the School District does not have a separately elected governing board and does not meet the definition of a component unit, it is classified as a stand-alone government under the provisions of GASB Statement No. 14, “*The Financial Reporting Entity*,” Governmental Accounting Standards Board Statement 61, “The Financial Reporting Entity: Omnibus-an amendment of GASB Statements No. 14 and No. 34.”

The reporting entity is comprised of the stand-alone government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The School District consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For the Pike County Joint Vocational School District, this includes general operations, food service, and student related activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization’s governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization’s resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes, and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the School District. The School District has no component units.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

The School District participates in four organizations, two of which are defined as jointly governed organizations and two of which are defined as insurance purchasing pools. These organizations are presented in Note 17 to the basic financial statements. These organizations are:

Jointly Governed Organizations:

Metropolitan Educational Technology Association (META)
Coalition of Rural and Appalachian Schools

Insurance Purchasing Pools:

Ohio SchoolComp Group Retrospective Rating Program
Ohio School Plan

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Pike County Joint Vocational School 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 more significant of the School District's accounting policies are described below.

Basis of Presentation

The School 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.

Government-wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the School District as a whole. These statements include the financial activities of the School District, except for fiduciary funds. The government-wide financial statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type; however, the School District has no business-type activities.

The Statement of Net Position presents the financial condition of the governmental activities of the School District at fiscal year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School 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 School District.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Fund Financial Statements

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

Fund Accounting

The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The funds of the School District are divided into two categories, governmental and fiduciary.

Governmental Funds

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

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

Permanent Improvement Fund – The Permanent Improvement Fund is used to account for and report property tax revenues restricted for the acquiring, constructing, or improving of school facilities or other capital outlays with a useful life of five years or more.

The nonmajor governmental funds of the School District account for grants and other resources whose use is restricted to a particular purpose.

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 School District under a trust agreement for individuals, private organizations, or other governments and are not available to support the School District's own programs. The School District has two agency funds. One agency fund is used to account for student activity programs. The second agency fund is used to account for the activity of the Stafford Loan and PELL grant programs. The agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and deferred outflows of resources and liabilities and deferred inflows of resources associated with the operation of the School District are included on the Statement of Net Position. The Statement of Activities presents increases (e.g., revenues) and decreases (e.g., expenses) in total Net Position.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources and current liabilities 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 a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide and fiduciary fund financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows/outflows 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. “Measurable” means that the amount of the transaction can be determined and “available” means that the resources are collectible within the current fiscal year, or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within 60 days of fiscal year-end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 7). 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 fiscal year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

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

Deferred Outflows/Inflows of Resources:

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources are reported on the government-wide statement of net position for pension and OPEB plans. The deferred outflows of resources related to pension and OPEB are explained in Note 11 and 12.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized until that time. For the School District, deferred inflows of resources included property taxes, payments in lieu of taxes, pension, OPEB plans, and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 2018, but which were levied to finance fiscal year 2019 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental fund balance sheet, and represents receivables which will not be collected within the available period. For the School District, unavailable revenue includes delinquent property taxes, intergovernmental grants, and interest. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities found on page 16. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (See Note 11 and 12).

Expenses/Expenditures

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

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

Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all other funds are maintained in this pool. Individual fund integrity is maintained through the School District's records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents". In prior years, The School District utilized a financial institution to service bonded debt as principal and interest payments came due. The balance in this account represents matured bonds that have yet to be redeemed and is presented on the financial statements as "Cash and Cash Equivalents With Fiscal Agent."

During fiscal year 2018, the School District invested in STAR Ohio, Commercial Paper, First American Treasury Obligations Fund, Federal National Mortgage Association Notes, Federal National Mortgage Association Debenture Notes, and Negotiable Certificates of Deposit. Investments, not including STAR Ohio, are reported at fair value which is based on quoted market prices. For investments in open-end

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

mutual funds, the fair value is determined by the fund's current share price. The School District's commercial paper is measured at amortized cost as it is a highly liquid debt instrument with a remaining maturity at the time of purchase less than one year.

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 School 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 fiscal year 2018, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, twenty-four hours advance notice is appreciated for deposits and withdrawals of \$25 million or more. STAR Ohio reserves the right to limit the transactions to \$100 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue, including an increase in the fair market value of investments, credited to the General Fund during fiscal year 2018 amounted to \$38,933, which includes \$7,139 assigned from other School District funds.

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are presented on the financial statements as cash equivalents.

Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws of other governments, or imposed by law through constitutional provisions. Restricted assets in the General Fund represent cash and cash equivalents legally required to be set aside by the School District for budget stabilization. See Note 18 for additional information regarding set-asides.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2018, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the fiscal year in which services are consumed.

Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies held for consumption and purchased food held for resale.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Capital Assets

The School District’s only capital assets are general capital assets. General capital assets are those assets not specifically related to activities reported in the proprietary fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District was able to estimate the historical cost for the initial reporting of assets by back-trending (i.e., estimating the current replacement cost of the asset to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year.) Donated capital assets are recorded at their acquisition values as of the date received. The capitalization threshold is two thousand five hundred dollars. The School 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.

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

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	5 - 7 years
Buildings and Improvements	20 - 50 years
Furniture and Equipment	5 - 20 years
Vehicles	10 years

Interfund Balances

On fund financial statements, outstanding interfund loans are reported as “Interfund Receivable” and “Interfund Payable”. Interfund balances are eliminated in the Statement of Net Position.

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 School District will compensate the employees for the benefits through paid time off or some other means. The School 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 termination method. An accrual for earned sick leave is made to the extent it is probable that benefits will result in termination payments. The liability is an estimate based on the School District’s past experience of making termination payments.

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 funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

year. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits. Capital leases that will be paid from governmental funds are recognized as an expenditure and liability in the governmental fund financial statements when due.

Pensions/Other Postemployment Benefits (OPEB)

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

Fund Balance

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

Nonspendable

The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash.

Restricted

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

Committed

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

Assigned

Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. The Treasurer has been given authority to assign amounts for these purposes by the School District Board of Education.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

The Treasurer assigned fund balance to cover a gap between estimated revenue and appropriations in the fiscal year 2019 appropriated budget.

Unassigned

Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit fund balance.

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

Net Position

Net Position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net Position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net Position restricted for other purposes include food service and federal and State grants restricted to expenditures for specified purposes.

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted Net Position is available.

Internal Activity

Transfers within governmental activities are eliminated on the government-wide financial statements.

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

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.

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.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Budgetary Process

All funds, other than 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 amounts that the Board of Education may appropriate. The appropriations resolution is the Board of Education's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board of Education. The legal level of control has been established by the Board of Education at the fund level. The Treasurer maintains budgetary information at the fund, function, and object level and has the authority to allocate appropriations at the function and object level without resolution by the Board of Education.

The certificate of estimated resources may be amended during the fiscal year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as final budgeted amounts represent estimates from the amended certificate in effect at the time the final appropriations were passed.

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

NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLE

For fiscal year 2018, the School District implemented Governmental Accounting Standards Board (GASB) Statement No. 85, *Omnibus 2017*. GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions* and related guidance from (GASB) Implementation Guide No. 2017-3, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions (and Certain Issues Related to OPEB Plan Reporting)*.

For fiscal year 2018, the School District also implemented the Governmental Accounting Standards Board's (GASB) *Implementation Guide No. 2017-1*. These changes were incorporated in the School District's fiscal year 2018 financial statements; however, there was no effect on beginning net position/fund balance.

GASB 85 addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits (OPEB)). These changes were incorporated in the School District's fiscal year 2018 financial statements; however, there was no effect on beginning net position/fund balance.

GASB 75 established standards for measuring and recognizing Postemployment benefit liabilities, deferred outflows of resources, deferred inflows of resources and expense/expenditure. The implementation of this pronouncement had the following effect on the net position as reported June 30, 2017:

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Net Position June 30, 2017	\$9,167,584
Adjustments:	
Net OPEB Liability	(2,126,597)
Deferred Outflow - Payments Subsequent to Measurement Date	14,052
Restated Net Position June 30, 2017	\$7,055,039

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

NOTE 4 – FUND BALANCES

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

Fund Balances	General Fund	Permanent Improvement Fund	Nonmajor Governmental Funds	Total
<i>Nonspendable:</i>				
Prepays	\$17,928	\$0	\$957	\$18,885
Materials and Supplies Inventory	0	0	349	349
<i>Total Nonspendable</i>	17,928	0	1,306	19,234
<i>Restricted for:</i>				
Capital Improvements	0	772,810	0	772,810
Debt Service	0	0	3,499	3,499
Food Service	0	0	74,101	74,101
Adult Education	0	0	3,259	3,259
School Facilities Maintenance	0	0	215,422	215,422
Bus Driver Training	0	0	19,171	19,171
State and Federal Grants	0	0	22,327	22,327
<i>Total Restricted</i>	0	772,810	337,779	1,110,589
<i>Assigned to:</i>				
Future Appropriations	698,729	0	0	698,729
<i>Unassigned:</i>	3,990,929	0	0	3,990,929
<i>Total Fund Balances</i>	\$4,707,586	\$772,810	\$339,085	\$5,819,481

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

NOTE 5 – BUDGETARY BASIS OF ACCOUNTING

While the School District is reporting financial position, results of operations, and changes in fund balances 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 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Budget Basis) for the General Fund is presented for the General Fund on the budgetary basis to provide a meaningful comparison of actual results with the budget.

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Advances In and Advances Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
4. Encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
5. Investments are recorded at fair value (GAAP basis) rather than cost (budget basis).

GAAP Basis	\$248,554
Adjustments:	
Revenue Accruals	2,815
Expenditure Accruals	(23,829)
Transfers	(70,148)
Advances	(552)
Encumbrances	(11,814)
Net Decrease in Fair	
Value of Investments - FY 2017	(9,998)
Net Decrease in Fair	
Value of Investments - FY 2018	48,768
Budget Basis	\$183,796

NOTE 6 – DEPOSITS AND INVESTMENTS

Monies held by the School District are classified by State statute into three categories.

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

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

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

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

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, or by the financial institutions participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution.

Interim monies held by the School District may be deposited or invested in the following securities:

1. United States Treasury notes, bills, bonds, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities described in (1) or (2) provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.
4. Bonds and other obligations of the State of Ohio, and with certain limitations bonds and other obligations of political subdivisions of the State of Ohio;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAROhio);
8. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days in an amount not to exceed 40 percent of the interim monies available for investment at any one time in training requirements have been met

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 School District, and must be purchased with the expectation that it will be held to maturity.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

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.

As of June 30, 2018, the School District had the following investments:

	Measurement/ Investment	Maturity	S&P Rating	Percent of Total Investments
Net Asset Value per Share:				
STAROhio	\$1,702,263	Less than one year	N/A	28.13%
Amortized Cost:				
Commercial Paper	1,572,651	Less than one year	A-1+	25.98%
Fair Value - Level Two Inputs:				
First American Treasury Obligations Fund	6,277	Less than one year	AA+	N/A
Federal National Mortgage Association Notes	1,354,322	Less than four years	AA+	22.38%
Federal National Mortgage Association Debenture Notes	458,127	Less than two years	AA+	7.57%
Negotiable Certificates of Deposit	958,749	Less than three years	N/A	15.84%
Total Fair Value - Level Two Inputs	<u>2,777,475</u>			
Totals	<u>\$6,052,389</u>			

The School 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 chart identifies the School District's recurring fair value measurements as of June 30, 2018. The School District's investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data. (Level 2 inputs).

Interest Rate Risk: As a means of limiting its exposure to fair value losses caused by rising interest rates, the School District's investment policy requires that, to the extent possible, investments will match anticipated cash flow requirements. No investment shall be made unless the Treasurer, at the time of making the investment, reasonably expects it can be held to its maturity. Unless matched to a specific obligation or debt of the School District, the School District will not directly invest in securities maturing more than five years from the date of investment.

Credit Risk: The S&P ratings of the School District's investments are listed in the table above. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service and that the money market mutual fund be rated in the highest category at the time of purchase by at least one nationally recognized standard rating service. The School District's investment policy limits investments to those authorized by State statute which restricts investments to those that are highly rated or issued by United States government sponsored enterprises.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Custodial Credit Risk: Custodial credit risk is the risk that in the event of the failure of the counterparty, the School 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 School District's securities are either insured and registered in the name of the School District or at least registered in the name of the School District. The School District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer or qualified trustee.

Concentration of Credit Risk: The School District's investment policy provides that the School District will diversify its investments by security, type, and institution. With the exception of direct obligations of the U.S. Treasury and STAROhio, no more than 90 percent of the School District's total investment portfolio will be invested in a single security type or with a single financial institution. The percentage that each investment represents of the total investments is listed in the table above.

NOTE 7 – PROPERTY TAXES

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

Property taxes include amounts levied against all real and public utility property located in the School District. Real property tax revenue received in calendar year 2018 represents collections of calendar year 2017 taxes. Real property taxes received in calendar year 2018 were levied after April 1, 2017, on the assessed value listed as of January 1, 2017, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2018 represents collections of calendar year 2017 taxes. Public utility real and tangible personal property taxes received in calendar year 2018 became a lien December 31, 2016, were levied after April 1, 2017, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Pike County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2018, are available to finance fiscal year 2018 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property and public utility property taxes which were measurable as of June 30, 2018, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reflected as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows - property taxes.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

The amount available as an advance at June 30, 2018, was \$19,634 and is recognized as revenue: \$15,647 in the General Fund and \$3,987 in the Permanent Improvement Fund. The amount available as an advance at June 30, 2017, was \$91,171 in the General Fund and \$29,495 in the Permanent Improvement Fund.

On an accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue is reported as deferred inflow or resources - unavailable revenue.

The assessed values upon which the fiscal year 2018 taxes were collected are:

	2017 Second- Half Collections		2018 First- Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$386,336,655	83.09%	\$471,516,944	85.63%
Public Utility Personal	78,608,760	16.91%	79,107,500	14.37%
Total Assessed Value	\$464,945,415	100.00%	\$550,624,444	100.00%
Voted tax rate per \$1,000 of assessed valuation	\$7.50		\$7.50	

NOTE 8 – RECEIVABLES

Receivables at June 30, 2018, consisted of property taxes, payments in lieu of taxes, accounts, accrued interest, 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 fiscal year guarantee of federal funds. All receivables, except for delinquent property taxes, are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year. Payments in lieu of taxes will be received over the designated period established by the agreements.

A summary of the principal items of intergovernmental receivables follows:

<u>Governmental Activities:</u>	
Adult Basic Literacy Education Grant	\$21,312
Bureau of Worker's Compensation Refund	5,748
Foundation Adjustment	73,783
Total Intergovernmental Receivables	\$100,843

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

NOTE 9 – CAPITAL ASSETS

Capital assets activity for the fiscal year ended June 30, 2018, was as follows:

	<u>Balance at</u> <u>6/30/17</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at</u> <u>6/30/18</u>
<u>Governmental Activities:</u>				
Capital Assets Not Being Depreciated:				
Land	\$156,701	\$0	\$0	\$156,701
Capital Assets Being Depreciated:				
Land Improvements	1,243,081	0	0	1,243,081
Buildings and Improvements	20,026,524	0	0	20,026,524
Furniture and Equipment	3,521,435	158,732	(269,484)	3,410,683
Vehicles	282,829	6,525	(2,000)	287,354
Total Capital Assets Being Depreciated	<u>25,073,869</u>	<u>165,257</u>	<u>(271,484)</u>	<u>24,967,642</u>
Less Accumulated Depreciation:				
Land Improvements	(1,167,963)	(8,278)	0	(1,176,241)
Buildings and Improvements	(5,680,035)	(421,759)	0	(6,101,794)
Furniture and Equipment	(2,781,028)	(241,322)	236,807	(2,785,543)
Vehicles	(186,051)	(15,445)	1,205	(200,291)
Total Accumulated Depreciation	<u>(9,815,077)</u>	<u>(686,804) *</u>	<u>238,012</u>	<u>(10,263,869)</u>
Total Capital Assets Being Depreciated, Net	<u>15,258,792</u>	<u>(521,547)</u>	<u>(33,472)</u>	<u>14,703,773</u>
Governmental Activities Capital Assets, Net	<u>\$15,415,493</u>	<u>(\$521,547)</u>	<u>(\$33,472)</u>	<u>\$14,860,474</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction:	<u>Amount</u>
Special	\$70,582
Vocational	399,353
Adult/Continuing	15,313
Support Services:	
Pupils	21,336
Instructional Staff	21,619
Administration	22,701
Fiscal	23,507
Operation and Maintenance of Plant	39,127
Pupil Transportation	3,623
Central	34,749
Operation of Non-Instructional Services	<u>34,894</u>
Total Depreciation Expense	<u>\$686,804</u>

NOTE 10 – RISK MANAGEMENT

Property, Fleet and Liability Insurance

The School 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. The School District, along with other School Districts in Ohio, participates in the Ohio School Plan (OSP), an insurance purchasing pool. (See Note 17) Each individual School District enters into an agreement with the OSP and its premium is based on types of coverage, limits of coverage, and deductibles that it selects. The School District pays this annual premium to Hylant Administrative Services, LLC. During fiscal year 2018, the School District contracted with the Ohio School Plan for liability, fleet, and property insurance coverage.

Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There has not been a significant reduction in coverage from the prior fiscal year.

Workers' Compensation

For fiscal year 2018, the School District participated in the Ohio SchoolComp Group Retrospective Rating Program (GRRP), an insurance purchasing pool (See Note 17). The intent of the GRRP is to reward participants that are able to keep their claims costs below a predetermined amount. As part of the GRRP, school districts join together as a group. Each school district continues to pay its own individual premium to the State. However, each school district has the opportunity to receive retrospective premium adjustments (refunds or assessments) at 12, 24, and 36 months after the end of the policy year. At the end of each policy year, the Bureau of Workers' Compensation (BWC) will take a snap-shot of the incurred claims losses (indemnity, medical, and reserves) for the entire group and calculate the group's retrospective premium. If the retrospective premium that is calculated is less than the group's total standard premium, the participants will receive a refund. However, if the retrospective premium is greater than the group's total standard premium, an assessment will be levied by BWC. Each group limits the maximum assessment by selecting a premium cap between five percent and 100 percent of merit rated premium. Participation in the GRRP is limited to school districts that can meet the GRRP's selection criteria. The firm of CompManagement, Inc. provides administrative, cost control, and actuarial services to the GRRP.

NOTE 11 – DEFINED BENEFIT PENSION PLANS

The Statewide retirement systems provide both pension benefits and other postemployment benefits (OPEB).

Net Pension Liability/Net OPEB Liability

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

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

The net pension/OPEB liability represent the School District's proportionate share of each pension/OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension/OPEB plan's fiduciary net position. The net pension/OPEB 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 these estimates annually.

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

GASB 68/75 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires funding to come from these employers. All pension contributions to date have come solely from these employers (which also includes pension costs paid in the form of withholdings from employees). The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits. In addition, health care plan enrollees pay a portion of the health care costs in the form of a monthly premium. State statute requires the retirement systems to amortize unfunded pension liabilities within 30 years. If the pension amortization period exceeds 30 years, each retirement system's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension/OPEB liability. Resulting adjustments to the net pension/OPEB liability would be effective when the changes are legally enforceable. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients.

The proportionate share of each plan's unfunded benefits is presented as a long-term net pension/OPEB liability on the accrual basis of accounting. Any liability for the contractually-required pension/OPEB contribution outstanding at the end of the year is included in intergovernmental payable on both the accrual and modified accrual bases of accounting. The remainder of this note includes the required pension disclosures. See Note 12 for the required OPEB disclosures.

Plan Description - School Employees Retirement System (SERS)

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

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Age and service requirements for retirement are as follows:

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

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

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

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

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS’ Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System’s funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2018, the allocation to pension, death benefits, and Medicare B was 13.5 percent. The remaining .5 percent was allocated to the Health Care Fund.

The School District’s contractually required contribution to SERS was \$127,323 for fiscal year 2018. Of this amount, \$3,254 is reported as an intergovernmental payable.

Plan Description - State Teachers Retirement System (STRS)

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

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. Benefits are established by Ohio Revised Code Chapter 3307.

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation is 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of service. Effective

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

July 1, 2017, the cost-of-living adjustment was reduced to zero. Members are eligible to retire at age 60 with five years of qualifying service credit, or age 55 with 26 years of service, or 31 years of service regardless of age. Eligibility changes will be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60.

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, 12 percent of the 14 percent member rate goes to the DC Plan and the remaining 2 percent goes to the DB Plan. Member contributions to the DC Plan are allocated among investment choices by the member, and contributions to the DB Plan from the employer and the member 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 service. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity after termination of employment at age 50 or later.

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

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

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. For the fiscal year ended June 30, 2018, the employer rate was 14 percent and the plan members were also required to contribute 14 percent of covered salary. The fiscal year 2018 contribution rates were equal to the statutory maximum rates.

The School District's contractually required contribution to STRS was \$375,941 for fiscal year 2018. Of this amount, \$41,044 is reported as an intergovernmental payable.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

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, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the School District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the Net Pension Liability Prior Measurement Date	0.02834140%	0.02497059%	
Proportion of the Net Pension Liability Current Measurement Date	<u>0.02738470%</u>	<u>0.02489091%</u>	
Change in Proportionate Share	<u>-0.00095670%</u>	<u>-0.00007968%</u>	
Proportionate Share of the Net Pension Liability	\$1,636,174	\$5,912,890	\$7,549,064
Pension Expense	(\$145,970)	(\$2,356,896)	(\$2,502,866)

At June 30, 2018, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources:			
Differences between expected and actual experience	\$70,415	\$228,328	\$298,743
Changes of assumptions	84,607	1,293,214	1,377,821
School District contributions subsequent to the measurement date	<u>127,323</u>	<u>375,941</u>	<u>503,264</u>
Total Deferred Outflows of Resources	<u>\$282,345</u>	<u>\$1,897,483</u>	<u>\$2,179,828</u>
Deferred Inflows of Resources:			
Differences between expected and actual experience	\$0	\$47,656	\$47,656
Net difference between projected and actual earnings on pension plan investments	7,767	195,132	202,899
Changes in Proportionate Share and Difference between School District contributions and proportionate share of contributions	<u>148,468</u>	<u>209,222</u>	<u>357,690</u>
Total Deferred Inflows of Resources	<u>\$156,235</u>	<u>\$452,010</u>	<u>\$608,245</u>

\$503,264 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2019	(\$21,458)	\$192,308	\$170,850
2020	44,891	457,757	502,648
2021	13,497	320,847	334,344
2022	(38,143)	98,620	60,477
Total	(\$1,213)	\$1,069,532	\$1,068,319

Actuarial Assumptions - SERS

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

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

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2017, are presented below:

Wage Inflation	3.00 percent
Future Salary Increases, including inflation	3.50 percent to 18.20 percent
COLA or Ad Hoc COLA	2.5 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal

Prior to 2017, an assumption of 3 percent was used for COLA or Ad Hoc COLA.

For 2017, the mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120 percent of male rates, and 110 percent of female rates. Mortality among disabled members were based upon the RP-2000 Disabled Mortality Table, 90 percent for male rates and 100 percent for female rates, set back five years is used for the period after disability retirement.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

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

The long-term return expectation for the Pension Plan Investments has been determined by 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 an arithmetic weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalanced uncorrelated asset classes.

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

Discount Rate The total pension liability was calculated using the discount rate of 7.50 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.50 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50 percent, as well as what each plan's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.50 percent), or one percentage point higher (8.50 percent) than the current rate.

	<u>1% Decrease (6.50%)</u>	<u>Current Discount Rate (7.50%)</u>	<u>1% Increase (8.50%)</u>
School District's proportionate share of the net pension liability	\$2,270,586	\$1,636,174	\$1,104,727

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the July 1, 2017, actuarial valuation, compared with July 1, 2016, are presented below:

	July 1, 2017	July 1, 2016
Inflation	2.50 percent	2.75 percent
Projected salary increases	12.50 percent at age 20 to 2.50 percent at age 65	12.25 percent at age 20 to 2.75 percent at age 70
Investment Rate of Return	7.45 percent, net of investment expenses, including inflation	7.75 percent, net of investment expenses, including inflation
Payroll Increases	3 percent	3.5 percent
Cost-of-Living Adjustments (COLA)	0.0 percent, effective July 1, 2017	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 commences on fifth anniversary of retirement date.

For the July 1, 2017, actuarial valuation, post-retirement mortality rates for healthy retirees are based on the RP-2014 Annuitant Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

For the July 1, 2016, actuarial valuation, 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 no set back from age 90 and above.

Actuarial assumptions used in the July 1 2017, valuation are based on the results of an actuarial experience study for the period July 1, 2011, through June 30, 2016. Actuarial assumptions used in the June 30, 2016, valuation are based on the results of an actuarial experience study, effective July 1, 2012.

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

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

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

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

Discount Rate The discount rate used to measure the total pension liability was 7.45 percent as of June 30, 2017. 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 that member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2017. Therefore, the long-term expected rate of return on pension plan investments of 7.45 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2017.

Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the School District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.45 percent, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.45 percent) or one-percentage-point higher (8.45 percent) than the current rate:

	1% Decrease (6.45%)	Current Discount Rate (7.45%)	1% Increase (8.45%)
School District's proportionate share of the net pension liability	\$8,475,925	\$5,912,890	\$3,753,915

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

NOTE 12 – DEFINED BENEFIT OPEB PLANS

See Note 11 for a description of the net OPEB liability.

Plan Description - School Employees Retirement System (SERS)

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

Access to health care for retirees and beneficiaries is permitted in accordance with Section 3309 of the Ohio Revised Code. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). SERS' Retirement Board reserves the right to change or discontinue any health plan or program. Active employee members do not contribute to the Health Care Plan. The SERS Retirement Board established the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2018, .5 percent of covered payroll was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2018, this amount was \$23,700. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2018, the School District's surcharge obligation was \$6,919.

The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contractually required contribution to SERS was \$11,635 for fiscal year 2018. Of this amount, \$7,040, is reported as an intergovernmental payable.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Plan Description - State Teachers Retirement System (STRS)

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

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2018, STRS did not allocate any employer contributions to post-employment health care.

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

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the Net OPEB Liability			
Prior Measurement Date	0.02775650%	0.02497059%	
Proportion of the Net OPEB Liability			
Current Measurement Date	<u>0.02757760%</u>	<u>0.02489091%</u>	
Change in Proportionate Share	<u>-0.00017890%</u>	<u>-0.00007968%</u>	
Proportionate Share of the Net			
OPEB Liability	\$740,111	\$971,152	\$1,711,263
OPEB Expense	\$41,776	(\$296,952)	(\$255,176)

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

At June 30, 2018, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources:			
Differences between expected and actual experience	\$0	\$56,061	\$56,061
School District contributions subsequent to the measurement date	<u>11,635</u>	<u>0</u>	<u>11,635</u>
Total Deferred Outflows of Resources	<u>\$11,635</u>	<u>\$56,061</u>	<u>\$67,696</u>
Deferred Inflows of Resources:			
Changes of assumptions	\$70,233	\$78,229	\$148,462
Net difference between projected and actual earnings on OPEB plan investments	1,954	41,509	43,463
Changes in Proportionate Share and Difference between School District contributions and proportionate share of contributions	<u>6,589</u>	<u>3,653</u>	<u>10,242</u>
Total Deferred Inflows of Resources	<u>\$78,776</u>	<u>\$123,391</u>	<u>\$202,167</u>

\$11,635 reported as deferred outflows of resources related to OPEB resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2019	(\$28,322)	(\$14,681)	(\$43,003)
2020	(28,322)	(14,681)	(43,003)
2021	(21,643)	(14,681)	(36,324)
2022	(489)	(14,681)	(15,170)
2023	0	(4,303)	(4,303)
Thereafter	<u>0</u>	<u>(4,303)</u>	<u>(4,303)</u>
Total	<u>(\$78,776)</u>	<u>(\$67,330)</u>	<u>(\$146,106)</u>

Actuarial Assumptions - SERS

The total OPEB liability is determined by SERS' actuaries in accordance with GASB Statement No. 74, as part of their annual actuarial valuation for each retirement plan. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts (e.g., salaries, credited service) and assumptions about the probability of occurrence of events far into the future (e.g., mortality, disabilities, retirements, employment terminations). Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

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

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

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2017, are presented below:

Wage Inflation	3.00 percent
Future Salary Increases, including inflation	3.50 percent to 18.20 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation
Municipal Bond Index Rate:	
Measurement Date	3.56 percent
Prior Measurement Date	2.92 percent
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	
Measurement Date	3.63 percent
Prior Measurement Date	2.98 percent
Medical Trend Assumption	
Medicare	5.50 to 5.00 percent
Pre-Medicare	7.50 to 5.00 percent

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

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

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

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

The SERS health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as pension plan, see Note 11.

Discount Rate The discount rate used to measure the total OPEB liability at June 30, 2017 was 3.63 percent. The discount rate used to measure total OPEB liability prior to June 30, 2017 was 2.98 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the state statute contribution rate of 2.00 percent of projected covered employee payroll each year, which includes a 1.50 percent payroll surcharge and 0.50 percent of contributions from the basic benefits plan. Based on these assumptions, the OPEB plan’s fiduciary net position was projected to become insufficient to make future benefit payments during the fiscal year ending June 30, 2025. Therefore, the long-term expected rate of return on OPEB plan assets was used to present value the projected benefit payments through the fiscal year ending June 30, 2024 and the Fidelity General Obligation 20-year Municipal Bond Index rate of 3.56 percent, as of June 30, 2017 (i.e. municipal bond rate), was used to present value the projected benefit payments for the remaining years in the projection. The total present value of projected benefit payments from all years was then used to determine the single rate of return that was used as the discount rate. The projection of future benefit payments for all current plan members was until the benefit payments ran out.

Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.63%) and higher (4.63%) than the current discount rate (3.63%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.5% decreasing to 4.0%) and higher (8.5% decreasing to 6.0%) than the current rate.

	1% Decrease (2.63%)	Current Discount Rate (3.63%)	1% Increase (4.63%)
School District's proportionate share of the net OPEB liability	\$893,777	\$740,111	\$618,367
	1% Decrease (6.5 % decreasing to 4.0 %)	Current Trend Rate (7.5 % decreasing to 5.0 %)	1% Increase (8.5 % decreasing to 6.0 %)
School District's proportionate share of the net OPEB liability	\$660,544	\$740,111	\$924,829

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Actuarial Assumptions – STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2017, actuarial valuation are presented below:

Inflation	2.50 percent
Projected salary increases	12.50 percent at age 20 to 2.50 percent at age 65
Investment Rate of Return	7.45 percent, net of investment expenses, including inflation
Payroll Increases	3 percent
Cost-of-Living Adjustments (COLA)	0.0 percent, effective July 1, 2017
Blended Discount Rate of Return	4.13 percent
Health Care Cost Trends	6 to 11 percent initial, 4.5 percent ultimate

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

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

Actuarial assumptions used in the June 30, 2017, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

Since the prior measurement date, the discount rate was increased from 3.26 percent to 4.13 percent based on the methodology defined under *GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB)* and the long term expected rate of return was reduced from 7.75 percent to 7.45 percent. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

Also since the prior measurement date, the subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 percent to 1.9 percent per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2019. Subsequent to the current measurement date, the date for discontinuing remaining Medicare Part B premium reimbursements was extended to January 2020.

The STRS health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 11.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Discount Rate The discount rate used to measure the total OPEB liability was 4.13 percent as of June 30, 2017. The projection of cash flows used to determine the discount rate assumes STRS Ohio continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan’s fiduciary net position was not projected to be sufficient to make all projected future benefit payments of current plan members. The OPEB plan’s fiduciary net position was projected to become insufficient to make future benefit payments during the fiscal year ending June 30, 2037. Therefore, the long-term expected rate of return on OPEB plan assets was used to determine the present value of the projected benefit payments through the fiscal year ending June 30, 2036 and the Bond Buyer 20-year municipal bond rate of 3.58 percent as of June 30, 2017 (i.e. municipal bond rate), was used to determine the present value of the projected benefit payments for the remaining years in the projection. The total present value of projected benefit payments from all years was then used to determine the single rate of return that was used as the discount rate. The blended discount rate of 4.13 percent, which represents the long-term expected rate of return of 7.45 percent for the funded benefit payments and the Bond Buyer 20-year municipal bond rate of 3.58 percent for the unfunded benefit payments, was used to measure the total OPEB liability as of June 30, 2017. A blended discount rate of 3.26 percent which represents the long term expected rate of return of 7.75 percent for the funded benefit payments and the Bond Buyer 20-year municipal bond rate of 2.85 percent for the unfunded benefit payments was used to measure the total OPEB liability at June 30, 2016.

Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount and Health Care Cost Trend Rate The following table represents the net OPEB liability as of June 30, 2017, calculated using the current period discount rate assumption of 4.13 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.13 percent) or one percentage point higher (5.13 percent) than the current assumption. Also shown is the net OPEB liability as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	1% Decrease (3.13%)	Current Discount Rate (4.13%)	1% Increase (5.13%)
School District's proportionate share of the net OPEB liability	\$1,303,755	\$971,152	\$708,286
	1% Decrease	Current Trend Rate	1% Increase
School District's proportionate share of the net OPEB liability	\$674,714	\$971,152	\$1,361,297

NOTE 13 – EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Eligible classified employees and administrators earn 10 to 25 days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time.

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 210 days for all personnel. Upon retirement, payment is made for one-fourth of accrued, but unused sick leave credit up to a maximum of 50 days.

Insurance Benefits

The School District provides life insurance to most employees through MetLife Benefits. The School District provides employee medical/surgical benefits and prescription drugs through United Health Care. The School District also provides vision benefits through Vision Service Plan and dental benefits through Superior Dental Care.

Deferred Compensation

School District employees may participate in the Ohio Public Employees Deferred Compensation Plan. This plan was created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plan, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

NOTE 14 – CAPITALIZED LEASE – LESSEE DISCLOSURE

In prior years, the School District entered into a lease-purchase agreement for improvements, renovations and additions to the School District’s building. The terms of the agreement transfers ownership of the building to the School District at the expiration of the lease term. The School District is leasing the project from the Columbus Regional Airport Authority. Columbus Regional Airport Authority will retain title to the project during the lease term. In turn, Columbus Regional Airport Authority has assigned U.S. Bank National Association as trustee. The School District will make semi-annual lease payments to U.S. Bank National Association. The interest rate is fixed at 5.07 percent. The lease is renewable annually and expires in fiscal year 2031. The intention of the School District is to renew the lease annually and payments will be made using revenue generated from an ongoing permanent improvement levy passed in 2005. Capital lease payments are reflected as debt service expenditures in the basic financial statements for the governmental funds and on a budgetary basis. In fiscal year 2016, the School District entered into a lease-purchase agreement for a passenger van. The terms of the agreement transfers ownership of the vehicle to the School District at the expiration of the lease term.

At fiscal year-end, capital assets under these leases have been capitalized as buildings and improvements and vehicles in the Statement of Net Position for governmental activities. A liability was recorded on the Statement of Net Position for governmental activities. Principal payments in fiscal year 2018 totaled \$137,697 and were paid from the General and Permanent Improvement Funds.

The assets acquired through capital leases as of June 30, 2018, are as follows:

	Asset Value	Accumulated Depreciation	Net Book Value
<u>Asset:</u>			
Buildings and Improvements	\$3,555,000	\$640,021	\$2,914,979
Vehicles	32,415	3,242	29,173
Total	\$3,587,415	\$643,263	\$2,944,152

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2018:

Fiscal Year Ending June 30,	Total Payments
2019	\$254,717
2020	254,923
2021	254,774
2022	254,271
2023	254,412
2024-2028	1,272,429
2029-2031	763,335
Total	3,308,861
Less: Amount Representing Interest	(927,861)
Present Value of Net Minimum Lease Payments	\$2,381,000

NOTE 15 – LONG-TERM OBLIGATIONS

The changes in the School District’s long-term obligations during fiscal year 2018 were as follows:

	Restated Principal Outstanding 6/30/17	Additions	Deductions	Principal Outstanding 6/30/18	Amounts Due in One Year
<u>Governmental Activities:</u>					
Net Pension Liability:					
STRS	\$8,358,410	\$0	\$2,445,520	\$5,912,890	\$0
SERS	2,074,330	0	438,156	1,636,174	0
Total Net Pension Liability	10,432,740	0	2,883,676	7,549,064	0
Net OPEB Liability:					
STRS	1,335,434	0	364,282	971,152	0
SERS	791,163	0	51,052	740,111	0
Total Net OPEB Liability	2,126,597	0	415,334	1,711,263	0
Other Liability:					
Capital Leases	2,518,697	0	137,697	2,381,000	134,000
Compensated Absences	586,651	95,254	56,913	624,992	86,437
Total Other Liability	3,105,348	95,254	194,610	3,005,992	220,437
Total Governmental Activities					
Long-Term Obligations	\$15,664,685	\$95,254	\$3,493,620	\$12,266,319	\$220,437

There is no repayment schedule for the net pension/OPEB liability. However, employer pension/OPEB contributions are made from the following funds: the General Fund and the Food Service, Adult Education, Ohio School Facilities Maintenance, Pre-Service School Bus Driver Training, and Adult Basic Literacy Education Special Revenue Funds. For Additional information related to the net pension/OPEB liability see Note 11 and Note 12. Compensated absences will be paid from the General Fund and the Food Service, Adult Education, Ohio School Facilities Maintenance, Pre-Service School Bus Driver Training, and Adult Basic Literacy Education Special Revenue Funds. Capital leases will be paid from the General Fund and the Permanent Improvement Fund.

*Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018*

The School District's overall legal debt margin was \$49,556,200 with an unvoted debt margin of \$550,624 at June 30, 2018.

NOTE 16 – INTERFUND ACTIVITY

As of June 30, 2018, interfund receivables and payables resulted from the General Fund advancing monies to Nonmajor Governmental Funds in the amount of \$6,500.

General Fund advances are made to move unrestricted balances to support programs and projects accounted for in other funds. Advancing monies to other funds is necessary due to timing differences in the receiving grant monies. When the monies are finally received, the grant fund reimburses the General Fund for the initial advance.

During the fiscal year, transfers were made to move unrestricted balances to support programs and projects accounted for in other funds. Transfers were made from the General Fund to the Nonmajor Governmental Fund in the amount of \$4,005 to support adult education services.

NOTE 17 – JOINTLY GOVERNED ORGANIZATIONS AND INSURANCE PURCHASING POOLS

Metropolitan Educational Technology Association (META)

The School District is a participant in the Metropolitan Educational Technology Association (META), which is a computer consortium and a regional council of governments. META is an educational solutions partner providing services across Ohio. META provides cost-effective fiscal, network, technology, and student services, a purchasing cooperative, and other individual services based on each client's needs.

The governing board of META consists of a president, vice president and twelve board members who represent the members of META. The Board works with META's Chief Executive Officer, and Chief Financial Officer to manage operations and ensure the continued progress of the organization's mission, vision, and values. The Board exercises total control over the operations of the Association including budgeting, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. The School District paid META \$26,369 for services provided during the fiscal year. Financial information can be obtained from META Solutions, David Varda, CFO, 100 Executive Drive, Marion Ohio 43302.

Coalition of Rural and Appalachian Schools

The Coalition of Rural and Appalachian Schools (the "Coalition") is a jointly governed organization of over 100 school districts in southeastern Ohio. The Coalition is operated by a board which is composed of 14 members. The board members are composed of one superintendent from each county elected by the school districts within that county. The Coalition provides various services for school district administrative personnel; gathers data regarding education conditions in the region; cooperates with other professional groups to assess and develop programs designed to meet the needs of member districts; and provides staff development programs for school district personnel. The Board exercises total control over the operations of the coalition including budget, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. The School District's membership fee was \$325 for fiscal year 2018. The financial information for the Coalition can be obtained from the Executive Director, at McCracken Hall, Ohio University, Athens, Ohio 45701.

*Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018*

Ohio SchoolComp Group Retrospective Rating Program

The School District participates in the Ohio SchoolComp Group Retrospective Rating Program (GRRP), an insurance purchasing pool. The GRRP’s business and affairs are conducted by a five member Board of Directors. Each fiscal year, the participants pay an enrollment fee to CompManagement, Inc. to cover the costs of administering the program.

Ohio School Plan

The School District participates in the Ohio School Plan (Plan), an insurance purchasing pool established under Section 2744.081 of the Ohio Revised Code. The Plan is an unincorporated nonprofit association of its members which enables the participants to provide for a formalized joint insurance purchasing program for maintaining adequate insurance protection and provides risk management programs and other administrative services. The Plan’s business and affairs are conducted by a fifteen member board consisting of superintendents, treasurers, the president of Harcum-Shuett Insurance Agency, Inc., and a member of the Hylant Group, Inc. The Hylant Group, Inc. is the Plan’s administrator and is responsible for processing claims. Harcum-Shuett Insurance Agency serves as the sales and marketing representative which establishes agreements between the Plan and its members. Financial information can be obtained from Harcum-Shuett Insurance Agency, 246 East Sycamore Street, Columbus, Ohio 43206.

NOTE 18 – SET-ASIDE CALCULATIONS

The School 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 fiscal year-end or offset by similarly restricted resources received during the fiscal year must be held in cash at fiscal year-end and carried forward to be used for the same purposes in future fiscal years.

The Schools District’s set aside for budget stabilization represents refunds received from the Bureau of Workers’ Compensation prior to April 10, 2001. Senate Bill 345 places conditions on the use of these dollars, including offsetting a budget deficit. The School District plans to use their set aside to offset any budget deficit the School District may experience in future years. There are no requirements for additional amounts to be set aside for budget stabilization. The School District has not adopted any additional guidelines for spending the money; therefore, the balance of \$23,547 is included in the unassigned fund balance of the general fund.

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

	Capital Acquisition	Budget Stabilization
Set-aside Balance as of June 30, 2017	\$0	\$23,547
Current Fiscal Year Set-aside Requirement	70,148	0
Current Fiscal Year Offsets	(70,148)	0
Set-aside Balance as of June 30, 2018	\$0	\$23,547
Required Set-aside Balances Carried Forward to Fiscal Year 2019	\$0	\$23,547

Pike County Joint Vocational School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

Amounts of offsets and qualifying expenditures presented in the table for the capital acquisition set-asides were limited to those necessary to reduce the year-end balance to zero. Although the School District may have had additional offsets and qualifying expenditures for capital acquisitions, these amounts may not be used to reduce the set-aside requirements of future fiscal years and therefore is not presented as being carried forward to the next fiscal year.

NOTE 19 – SIGNIFICANT COMMITMENTS

Encumbrances

Encumbrances are commitments related to unperformed contracts for goods and services. Encumbrances accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At fiscal year end, the amount of encumbrances expected to be honored upon performance by the vendor in the next fiscal year were as follows:

General Fund	\$11,814
Nonmajor Governmental Funds	583
Total	<u><u>\$12,397</u></u>

NOTE 20 – CONTINGENCIES

Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2018, if applicable, cannot be determined at this time.

School Foundation

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 2018 are not finalized. As a result, the impact of future FTE adjustments on the fiscal year 2018 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.

Litigation

The School District is not party to any legal proceedings.

Pike County Joint Vocational School District

Required Supplementary Information

Pike County Joint Vocational School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
School Employees Retirement System of Ohio
Last Five Fiscal Years (1)

	2018	2017	2016
School District's Proportion of the Net Pension Liability	0.02738470%	0.02834140%	0.03140680%
School District's Proportionate Share of the Net Pension Liability	\$1,636,174	\$2,074,330	\$1,792,104
School District's Covered Payroll	\$941,264	\$858,350	\$941,121
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered - Payroll	173.83%	241.66%	190.42%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.50%	62.98%	69.16%

(1) Information prior to 2014 is not available.

*Amounts presented for each fiscal year were determined as of the School District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information

<u>2015</u>	<u>2014</u>
0.03291000%	0.03291000%
\$1,665,557	\$1,957,052
\$837,794	\$915,878
198.80%	213.68%
71.70%	65.52%

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Pike County Joint Vocational School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability
School Employees Retirement System of Ohio
Last Two Fiscal Years (1)

	2018	2017
School District's Proportion of the Net OPEB Liability	0.02757760%	0.02775650%
School District's Proportionate Share of the Net OPEB Liability	\$740,111	\$791,163
School District's Covered Payroll	\$941,264	\$858,350
School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered - Payroll	78.63%	92.17%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	12.46%	11.49%

(1) Information prior to 2017 is not available.

*Amounts presented for each fiscal year were determined as of the School District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information

Pike County Joint Vocational School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
School Teachers Retirement System of Ohio
Last Five Fiscal Years (1)

	<u>2018</u>	<u>2017</u>	<u>2016</u>
School District's Proportion of the Net Pension Liability	0.02489091%	0.02497059%	0.02587672%
School District's Proportionate Share of the Net Pension Liability	\$5,912,890	\$8,358,410	\$7,151,567
School District's Covered Payroll	\$2,785,029	\$2,647,329	\$2,703,779
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered - Payroll	212.31%	315.73%	264.50%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.30%	66.80%	72.10%

(1) Information prior to 2014 is not available.

*Amounts presented for each fiscal year were determined as of the School District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information

<u>2015</u>	<u>2014</u>
0.02615554%	0.02615554%
\$6,361,931	\$7,578,292
\$2,678,236	\$2,625,369
237.54%	288.66%
74.70%	69.30%

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Pike County Joint Vocational School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability
School Teachers Retirement System of Ohio
Last Two Fiscal Years (1)

	<u>2018</u>	<u>2017</u>
School District's Proportion of the Net OPEB Liability	0.02489091%	0.02497059%
School District's Proportionate Share of the Net OPEB Liability	\$971,152	\$1,335,434
School District's Covered Payroll	\$2,785,029	\$2,647,329
School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered - Payroll	34.87%	50.44%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	47.10%	37.30%

(1) Information prior to 2017 is not available.

*Amounts presented for each fiscal year were determined as of the School District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information

Pike County Joint Vocational School District
Required Supplementary Information
Schedule of the School District's Contributions
School Employees Retirement System of Ohio
Last Ten Fiscal Years

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Net Pension Liability				
Contractually Required Contribution	\$127,323	\$131,777	\$120,169	\$124,040
Contributions in Relation to the Contractually Required Contribution	<u>(127,323)</u>	<u>(131,777)</u>	<u>(120,169)</u>	<u>(124,040)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll (1)	\$943,133	\$941,264	\$858,350	\$941,121
Pension Contributions as a Percentage of Covered Payroll	<u>13.50%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>13.18%</u>
Net OPEB Liability				
Contractually Required Contribution (2)	11,635	14,052	9,607	22,864
Contributions in Relation to the Contractually Required Contribution	<u>(11,635)</u>	<u>(14,052)</u>	<u>(9,607)</u>	<u>(22,864)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	<u>1.23%</u>	<u>1.49%</u>	<u>1.12%</u>	<u>2.43%</u>
Total Contributions as a Percentage of Covered Payroll (2)	<u>14.73%</u>	<u>15.49%</u>	<u>15.12%</u>	<u>15.61%</u>

(1) The School District's covered payroll is the same for Pension and OPEB.

(2) Includes Surcharge

See accompanying notes to the required supplementary information

<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$116,118	\$126,757	\$419,288	\$380,881	\$394,480	\$282,300
<u>(116,118)</u>	<u>(126,757)</u>	<u>(419,288)</u>	<u>(380,881)</u>	<u>(394,480)</u>	<u>(282,300)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$837,794	\$915,878	\$3,117,386	\$3,030,076	\$2,913,443	\$2,868,900
<u>13.86%</u>	<u>13.84%</u>	<u>13.45%</u>	<u>12.57%</u>	<u>13.54%</u>	<u>9.84%</u>
16,432	13,719	26,103	55,723	25,162	132,826
<u>(16,432)</u>	<u>(13,719)</u>	<u>(26,103)</u>	<u>(55,723)</u>	<u>(25,162)</u>	<u>(132,826)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>1.96%</u>	<u>1.50%</u>	<u>0.84%</u>	<u>1.84%</u>	<u>0.86%</u>	<u>4.63%</u>
<u>15.82%</u>	<u>15.34%</u>	<u>14.29%</u>	<u>14.41%</u>	<u>14.40%</u>	<u>14.47%</u>

Pike County Joint Vocational School District
Required Supplementary Information
Schedule of the School District's Contributions
School Teachers Retirement System of Ohio
Last Ten Fiscal Years

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Net Pension Liability				
Contractually Required Contribution	\$375,941	\$386,124	\$370,626	\$378,529
Contributions in Relation to the Contractually Required Contribution	<u>(375,941)</u>	<u>(386,124)</u>	<u>(370,626)</u>	<u>(378,529)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll (2)	\$2,685,293	\$2,785,029	\$2,647,329	\$2,703,779
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>
Net OPEB Liability				
Contractually Required Contribution	\$0	\$0	\$0	\$0
Contributions in Relation to the Contractually Required Contribution	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Total Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>

See accompanying notes to the required supplementary information

<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$364,911	\$341,298	\$343,062	\$425,622	\$368,395	\$367,789
<u>(364,911)</u>	<u>(341,298)</u>	<u>(343,062)</u>	<u>(425,622)</u>	<u>(368,395)</u>	<u>(367,789)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$2,678,236	\$2,625,369	\$2,638,938	\$3,274,015	\$2,833,808	\$2,829,146
<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>
\$26,782	\$26,254	\$26,389	\$32,740	\$28,338	\$28,291
<u>(26,782)</u>	<u>(26,254)</u>	<u>(26,389)</u>	<u>(32,740)</u>	<u>(28,338)</u>	<u>(28,291)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>

Pike County Joint Vocational School District
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2018

Net Pension Liability

Changes in Assumptions - SERS

For fiscal year 2018, an assumption of 2.5 percent was used for COLA or Ad Hoc Cola. Prior to 2018, an assumption of 3 percent was used.

Beginning with fiscal year 2017, amounts reported incorporate changes in assumptions used by SERS in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in fiscal year 2016 and prior are presented below:

	Fiscal Year 2017	Fiscal Year 2016 and Prior
Wage Inflation	3.00 percent	3.25 percent
Future Salary Increases, including inflation	3.50 percent to 18.20 percent	4.00 percent to 22.00 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation	7.75 percent net of investments expense, including inflation

Beginning with fiscal year 2017, mortality assumptions use mortality rates that are based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. Amounts reported for fiscal year 2016 and prior, use mortality assumptions that are based on the 1994 Group Annuity Mortality Table set back one year for both men and women. Special mortality tables were used for the period after disability retirement.

Changes in Assumptions - STRS

Amounts reported for fiscal year 2018 incorporate changes in assumptions and changes in benefit terms used by STRS in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in fiscal year 2017 and prior are presented below:

	Fiscal Year 2018	Fiscal Year 2017 and Prior
Inflation	2.50 percent	2.75 percent
Projected salary increases	12.50 percent at age 20 to 2.50 percent at age 65	12.25 percent at age 20 to 2.75 percent at age 70
Investment Rate of Return	7.45 percent, net of investment expenses, including inflation	7.75 percent, net of investment expenses, including inflation
Payroll Increases	3 percent	3.5 percent
Cost-of-Living Adjustments (COLA)	0.0 percent, effective July 1, 2017	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 commences on fifth anniversary of retirement date.

Pike County Joint Vocational School District
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2018

For fiscal year 2018 post-retirement mortality rates for healthy retirees are based on the RP-2014 Annuitant Mortality Table with 50 percent of rates through age 69, 70% of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

For fiscal year 2017 and prior actuarial valuation, 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 no set back from age 90 and above.

Net OPEB Liability

Changes in Assumptions – SERS

Amounts reported for fiscal year 2018 incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

Municipal Bond Index Rate:	
Fiscal year 2018	3.56 percent
Fiscal year 2017	2.92 percent
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	
Fiscal year 2018	3.63 percent
Fiscal year 2017	2.98 percent

Changes in Assumptions – STRS

For fiscal year 2018, the discount rate was increased from 3.26 percent to 4.13 percent based on the methodology defined under GASB *Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB)* and the long term expected rate of return was reduced from 7.75 percent to 7.45 percent. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

Also for fiscal year 2018, the subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 percent to 1.9 percent per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2019.

Pike County Joint Vocational School District
Combining and Individual Fund Statements and Schedules

Pike County Joint Vocational School District

Nonmajor Fund Descriptions

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. The following are descriptions of the School District's nonmajor special revenue funds:

Nonmajor Special Revenue Funds

Food Service Fund

This fund accounts for and reports restricted financial transactions related to the food service operations of the School District.

Adult Education Fund

To account for and report tuition and State monies restricted for advancing and retraining out-of-school youths and adults for the purpose of improving their skills and knowledge in their occupation or their planned occupation.

Ohio School Facilities Maintenance Fund

To account for and report property taxes restricted to expenditures for the maintenance and upkeep of School District classroom facilities.

Pre-Service School Bus Driver Training Fund

To account for and report restricted State grants used for school bus driver training programs.

Education Management Information System Fund

To account for and report restricted State grants which support the hardware and software development or other costs associated with the requirements of the management information system. (This fund did not have any budgetary activity in fiscal year 2018, therefore, budgetary information is not provided.)

ONENet Ohio Fund

To account for and report restricted State grants appropriated for Ohio Educational Computer Network Connections.

Ohio SchoolNet Professional Development Fund

To account for and report restricted State grants used to provide professional development for teachers. (This fund did not have any budgetary activity in fiscal year 2018, therefore, budgetary information is not provided.)

Miscellaneous State Grants Fund

To account for and report various restricted grants received from State agencies which are not classified elsewhere. (This fund did not have any budgetary activity in fiscal year 2018, therefore, budgetary information is not provided.)

Pike County Joint Vocational School District

Nonmajor Fund Descriptions - (continued)

Adult Basic Literacy Education Fund

To account for and report restricted federal and State grants used to provide programs in reading, writing, and math competency for adults that do not have a high school diploma.

Summer Youth Employment Training Fund

To account for and report restricted federal grants used for planning and conducting programs that provide for the training of unemployed persons and for the advancement of underemployed persons. (This fund did not have any budgetary activity in fiscal year 2018, therefore, budgetary information is not provided.)

Vocational Education Fund

To account for and report restricted State grants used for the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, ancillary services, research, advisory committees, and work-study projects.

Improving Teacher Quality Fund

To account for and report restricted federal grants used to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced and to improve teacher quality.

Miscellaneous Federal Grants Fund

To account for and report restricted grants received from federal agencies which are not classified elsewhere.

NONMAJOR DEBT SERVICE FUND

The Debt Service Fund is used to account for and report financial resources that are restricted or committed for payment of general obligation principal and interest and fiscal charges. The School District has only one Debt Service Fund. (This fund did not have any budgetary activity in fiscal year 2018, therefore, budgetary information is not provided.)

Pike County Joint Vocational School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$341,283	\$3,499	\$344,782
Cash and Cash Equivalents With Fiscal Agent	0	5,000	5,000
Receivables:			
Accounts	2,500	0	2,500
Intergovernmental	21,805	0	21,805
Prepaid Items	957	0	957
Materials and Supplies Inventory	349	0	349
Inventory Held for Resale	6,728	0	6,728
<i>Total Assets</i>	<u>\$373,622</u>	<u>\$8,499</u>	<u>\$382,121</u>
<u>Liabilities:</u>			
Accounts Payable	\$682	\$0	\$682
Accrued Wages and Benefits Payable	13,058	0	13,058
Intergovernmental Payable	2,984	0	2,984
Interfund Payable	6,500	0	6,500
Matured Bonds Payable	0	5,000	5,000
<i>Total Liabilities</i>	<u>23,224</u>	<u>5,000</u>	<u>28,224</u>
<u>Deferred Inflows of Resources:</u>			
Unavailable Revenue	14,812	0	14,812
<u>Fund Balances:</u>			
Nonspendable	1,306	0	1,306
Restricted	334,280	3,499	337,779
<i>Total Fund Balances</i>	<u>335,586</u>	<u>3,499</u>	<u>339,085</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$373,622</u>	<u>\$8,499</u>	<u>\$382,121</u>

Pike County Joint Vocational School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2018

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
<u>Revenues:</u>			
Property Taxes	\$115,236	\$0	\$115,236
Intergovernmental	736,786	0	736,786
Investment Earnings	1,836	0	1,836
Tuition and Fees	149,560	0	149,560
Charges for Services	49,427	0	49,427
Miscellaneous	2,198	0	2,198
<i>Total Revenues</i>	<u>1,055,043</u>	<u>0</u>	<u>1,055,043</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Vocational	104,963	0	104,963
Adult/Continuing	264,109	0	264,109
Support Services:			
Instructional Staff	103,653	0	103,653
Administration	105,779	0	105,779
Operation and Maintenance of Plant	106,149	0	106,149
Central	147,504	0	147,504
Operation of Non-Instructional Services	215,894	0	215,894
Capital Outlay	6,231	0	6,231
<i>Total Expenditures</i>	<u>1,054,282</u>	<u>0</u>	<u>1,054,282</u>
Excess of Revenues Over Expenditures	761	0	761
<u>Other Financing Sources:</u>			
Transfers In	4,005	0	4,005
Net Change in Fund Balances	4,766	0	4,766
Fund Balances at Beginning of Year	<u>330,820</u>	<u>3,499</u>	<u>334,319</u>
Fund Balances at End of Year	<u><u>\$335,586</u></u>	<u><u>\$3,499</u></u>	<u><u>\$339,085</u></u>

*Pike County Joint Vocational School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2018*

	Food Service Fund	Adult Education Fund	Ohio School Facilities Maintenance Fund	Pre-Service School Bus Driver Training Fund
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$83,415	\$1,316	\$215,351	\$19,077
Receivables:				
Accounts	0	2,500	0	0
Intergovernmental	0	125	71	94
Prepaid Items	541	87	77	109
Materials and Supplies Inventory	349	0	0	0
Inventory Held for Resale	6,728	0	0	0
<i>Total Assets</i>	<u>\$91,033</u>	<u>\$4,028</u>	<u>\$215,499</u>	<u>\$19,280</u>
<u>Liabilities:</u>				
Accounts Payable	\$0	\$682	\$0	\$0
Accrued Wages and Benefits Payable	13,058	0	0	0
Intergovernmental Payable	2,984	0	0	0
Interfund Payable	0	0	0	0
<i>Total Liabilities</i>	<u>16,042</u>	<u>682</u>	<u>0</u>	<u>0</u>
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	0	0	0	0
<u>Fund Balances:</u>				
Nonspendable	890	87	77	109
Restricted	74,101	3,259	215,422	19,171
<i>Total Fund Balances</i>	<u>74,991</u>	<u>3,346</u>	<u>215,499</u>	<u>19,280</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$91,033</u>	<u>\$4,028</u>	<u>\$215,499</u>	<u>\$19,280</u>

(continued)

Pike County Joint Vocational School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2018
(continued)

	Education Management Information System Fund	ONENet Ohio Fund	Ohio SchoolNet Professional Development Fund	Miscellaneous State Grants Fund
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$51	\$9,000	\$50	\$1,745
Receivables:				
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
Inventory Held for Resale	0	0	0	0
Total Assets	\$51	\$9,000	\$50	\$1,745
<u>Liabilities:</u>				
Accounts Payable	\$0	\$0	\$0	\$0
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	0	0	0	0
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	0	0	0	0
<u>Fund Balances:</u>				
Nonspendable	0	0	0	0
Restricted	51	9,000	50	1,745
Total Fund Balances	51	9,000	50	1,745
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$51	\$9,000	\$50	\$1,745

Adult Basic Literacy Education Fund	Summer Youth Employment Training Fund	Miscellaneous Federal Grants Fund	Total Nonmajor Special Revenue Funds
\$31	\$242	\$11,005	\$341,283
0	0	0	2,500
21,515	0	0	21,805
143	0	0	957
0	0	0	349
0	0	0	6,728
<u>\$21,689</u>	<u>\$242</u>	<u>\$11,005</u>	<u>\$373,622</u>
\$0	\$0	\$0	\$682
0	0	0	13,058
0	0	0	2,984
6,500	0	0	6,500
<u>6,500</u>	<u>0</u>	<u>0</u>	<u>23,224</u>
<u>14,812</u>	<u>0</u>	<u>0</u>	<u>14,812</u>
143	0	0	1,306
234	242	11,005	334,280
<u>377</u>	<u>242</u>	<u>11,005</u>	<u>335,586</u>
<u>\$21,689</u>	<u>\$242</u>	<u>\$11,005</u>	<u>\$373,622</u>

Pike County Joint Vocational School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2018

	Food Service Fund	Adult Education Fund	Ohio School Facilities Maintenance Fund	Pre-Service School Bus Driver Training Fund
<u>Revenues:</u>				
Property Taxes	\$0	\$0	\$115,236	\$0
Intergovernmental	213,480	108,648	0	104,866
Investment Earnings	1,836	0	0	0
Tuition and Fees	0	149,560	0	0
Charges for Services	11,884	0	0	37,543
Miscellaneous	543	1,288	72	92
Total Revenues	227,743	259,496	115,308	142,501
<u>Expenditures:</u>				
Current:				
Instruction:				
Vocational	0	0	0	0
Adult/Continuing	0	166,869	0	0
Support Services:				
Instructional Staff	0	27,437	0	0
Administration	0	74,795	0	0
Operation and Maintenance of Plant	0	0	106,149	0
Central	0	0	0	147,504
Operation of Non-Instructional Services	215,894	0	0	0
Capital Outlay	0	0	6,231	0
Total Expenditures	215,894	269,101	112,380	147,504
Excess of Revenues Over (Under) Expenditures	11,849	(9,605)	2,928	(5,003)
<u>Other Financing Sources:</u>				
Transfers In	0	4,005	0	0
Net Change in Fund Balances	11,849	(5,600)	2,928	(5,003)
Fund Balances (Deficit) at Beginning of Year	63,142	8,946	212,571	24,283
Fund Balances at End of Year	\$74,991	\$3,346	\$215,499	\$19,280

Education Management Information System Fund	ONENet Ohio Fund	Ohio SchoolNet Professional Development Fund	Miscellaneous State Grants Fund	Adult Basic Literacy Education Fund	Summer Youth Employment Training Fund
\$0	\$0	\$0	\$0	\$0	\$0
0	1,800	0	0	150,070	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	203	0
0	1,800	0	0	150,273	0
0	1,800	0	0	0	0
0	0	0	0	97,240	0
0	0	0	0	21,727	0
0	0	0	0	30,984	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	1,800	0	0	149,951	0
0	0	0	0	322	0
0	0	0	0	0	0
0	0	0	0	322	0
51	9,000	50	1,745	55	242
<u>\$51</u>	<u>\$9,000</u>	<u>\$50</u>	<u>\$1,745</u>	<u>\$377</u>	<u>\$242</u>

(continued)

Pike County Joint Vocational School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2018
(continued)

	Vocational Education Fund	Improving Teacher Quality Fund	Miscellaneous Federal Grants Fund	Total Nonmajor Special Revenue Funds
<u>Revenues:</u>				
Property Taxes	\$0	\$0	\$0	\$115,236
Intergovernmental	113,164	270	44,488	736,786
Investment Earnings	0	0	0	1,836
Tuition and Fees	0	0	0	149,560
Charges for Services	0	0	0	49,427
Miscellaneous	0	0	0	2,198
<i>Total Revenues</i>	<u>113,164</u>	<u>270</u>	<u>44,488</u>	<u>1,055,043</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Vocational	58,675	0	44,488	104,963
Adult/Continuing	0	0	0	264,109
Support Services:				
Instructional Staff	54,489	0	0	103,653
Administration	0	0	0	105,779
Operation and Maintenance of Plant	0	0	0	106,149
Central	0	0	0	147,504
Operation of Non-Instructional Services	0	0	0	215,894
Capital Outlay	0	0	0	6,231
<i>Total Expenditures</i>	<u>113,164</u>	<u>0</u>	<u>44,488</u>	<u>1,054,282</u>
Excess of Revenues Over (Under) Expenditures	0	270	0	761
<u>Other Financing Sources:</u>				
Transfers In	0	0	0	4,005
Net Change in Fund Balances	0	270	0	4,766
Fund Balances (Deficit) at Beginning of Year	<u>0</u>	<u>(270)</u>	<u>11,005</u>	<u>330,820</u>
Fund Balances at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$11,005</u>	<u>\$335,586</u>

Pike County Joint Vocational School District

Agency Fund Descriptions

AGENCY FUNDS

Agency Funds are used to account for assets held by the School District as an agent for individuals, private organizations, and other governmental units. The following are descriptions of the School District's agency funds:

Student Managed Activity Fund

To account for and report student activity programs which have student participation in the activity and have students involved in the management of the program.

District Agency Fund

To account for and report the Stafford Loan and PELL grant monies received by the School District that are distributed to chosen recipients.

Pike County Joint Vocational School District
Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2018

	Balance at 6/30/2017	Additions	Deletions	Balance at 6/30/2018
STUDENT MANAGED ACTIVITY FUND				
<i><u>Assets:</u></i>				
Equity in Pooled Cash and Cash Equivalents	\$3,752	\$8,620	\$8,712	\$3,660
<i><u>Liabilities:</u></i>				
Undistributed Monies	\$3,752	\$8,620	\$8,712	\$3,660
 DISTRICT AGENCY FUND				
<i><u>Assets:</u></i>				
Equity in Pooled Cash and Cash Equivalents	\$329	\$0	\$0	\$329
<i><u>Liabilities:</u></i>				
Undistributed Monies	\$329	\$0	\$0	\$329
 TOTAL - ALL AGENCY FUNDS				
<i><u>Assets:</u></i>				
Equity in Pooled Cash and Cash Equivalents	\$4,081	\$8,620	\$8,712	\$3,989
<i><u>Liabilities:</u></i>				
Undistributed Monies	\$4,081	\$8,620	\$8,712	\$3,989

PIKE COUNTY JOINT VOCATIONAL SCHOOL DISTRICT
INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>			
Property Taxes	\$1,290,803	\$1,290,803	\$0
Payments in Lieu of Taxes	5,540	5,540	0
Intergovernmental	4,837,385	4,837,385	0
Investment Earnings	72,031	77,703	5,672
Tuition and Fees	18,000	18,000	0
Rentals	24,480	24,480	0
Charges for Services	172,812	174,324	1,512
Miscellaneous	53,050	51,980	(1,070)
Total Revenues	6,474,101	6,480,215	6,114
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	145,120	139,235	5,885
Fringe Benefits	57,897	49,482	8,415
Purchased Services	29,783	23,481	6,302
Materials and Supplies	6,655	5,454	1,201
Capital Outlay	588	484	104
Total Special	240,043	218,136	21,907
Vocational			
Salaries	2,003,189	1,892,262	110,927
Fringe Benefits	864,295	821,770	42,525
Purchased Services	111,713	74,668	37,045
Materials and Supplies	961,540	704,874	256,666
Capital Outlay	288,334	173,520	114,814
Other	6,150	0	6,150
Total Vocational	4,235,221	3,667,094	568,127
Student Intervention Services			
Salaries	100,448	94,493	5,955
Fringe Benefits	40,381	40,107	274
Purchased Services	1,225	707	518
Materials and Supplies	419	393	26
Capital Outlay	476	30	446
Total Student Intervention Services	142,949	135,730	7,219
Total Instruction	4,618,213	4,020,960	597,253
Support Services:			
Pupils			
Salaries	180,192	170,462	9,730
Fringe Benefits	103,014	100,631	2,383
Purchased Services	7,824	4,780	3,044
Materials and Supplies	38,662	24,891	13,771
Capital Outlay	1,299	1,299	0
Other	50	0	50
Total Pupils	331,041	302,063	28,978
Instructional Staff			
Purchased Services	886	886	0
Materials and Supplies	16,169	11,517	4,652
Capital Outlay	820	0	820
Total Instructional Staff	\$17,875	\$12,403	\$5,472

(continued)

*Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2018
(continued)*

	Budgeted Amounts		Variance Positive (Negative)
	Original	Original	
Board of Education			
Salaries	\$8,000	\$8,000	\$0
Fringe Benefits	2,065	2,065	0
Purchased Services	69,067	45,749	23,318
Other	34,712	33,992	720
Total Board of Education	113,844	89,806	24,038
Administration			
Salaries	344,116	326,226	17,890
Fringe Benefits	159,547	151,030	8,517
Purchased Services	9,256	5,826	3,430
Materials and Supplies	42,897	24,129	18,768
Other	8,401	4,075	4,326
Total Administration	564,217	511,286	52,931
Fiscal			
Salaries	212,039	202,366	9,673
Fringe Benefits	97,669	95,820	1,849
Purchased Services	25,203	22,134	3,069
Materials and Supplies	40,500	5,829	34,671
Capital Outlay	16,722	16,230	492
Other	97,184	81,105	16,079
Total Fiscal	489,317	423,484	65,833
Operation and Maintenance of Plant			
Salaries	114,397	107,581	6,816
Fringe Benefits	53,495	51,933	1,562
Purchased Services	358,670	307,148	51,522
Materials and Supplies	63,793	38,627	25,166
Capital Outlay	6,972	5,897	1,075
Total Operation and Maintenance of Plant	597,327	511,186	86,141
Pupil Transportation			
Salaries	10,245	10,245	0
Fringe Benefits	1,603	1,595	8
Materials and Supplies	3,732	1,348	2,384
Other	262	262	0
Total Pupil Transportation	15,842	13,450	2,392
Central			
Salaries	162,881	157,614	5,267
Fringe Benefits	70,294	69,252	1,042
Purchased Services	47,566	29,732	17,834
Materials and Supplies	18,289	8,100	10,189
Capital Outlay	18,142	18,124	18
Other	5,317	5,317	0
Total Central	322,489	288,139	34,350
Total Support Services	\$2,451,952	\$2,151,817	\$300,135

(continued)

*Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2018
(continued)*

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Operation of Non-Instructional Services:			
Food Service			
Salaries	\$26,409	\$26,409	\$0
Fringe Benefits	5,201	5,201	0
Materials and Supplies	15,186	15,186	0
Total Operation of Non-Instructional Services	<u>46,796</u>	<u>46,796</u>	<u>0</u>
Extracurricular Activities:			
Occupation Oriented Activities			
Other	2,141	2,141	0
<i>Total Expenditures</i>	<u>7,119,102</u>	<u>6,221,714</u>	<u>897,388</u>
Excess of Revenues Over (Under) Expenditures	<u>(645,001)</u>	<u>258,501</u>	<u>903,502</u>
<u>Other Financing Sources (Uses):</u>			
Transfers Out	(80,484)	(74,153)	6,331
Advances In	5,948	5,948	0
Advances Out	(11,948)	(6,500)	5,448
<i>Total Other Financing Sources (Uses)</i>	<u>(86,484)</u>	<u>(74,705)</u>	<u>11,779</u>
Net Change in Fund Balance	(731,485)	183,796	915,281
Fund Balance at Beginning of Year	4,812,042	4,812,042	0
Prior Year Encumbrances Appropriated	19,571	19,571	0
Fund Balance at End of Year	<u>\$4,100,128</u>	<u>\$5,015,409</u>	<u>\$915,281</u>

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>			
Property Taxes	\$308,536	\$308,536	\$0
Intergovernmental	39,499	39,499	0
<i>Total Revenues</i>	<u>348,035</u>	<u>348,035</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Fiscal			
Other	12,321	11,341	980
Debt Service:			
Principal Retirement	258,545	127,000	131,545
Interest and Fiscal Charges	75,847	135,934	(60,087)
Total Debt Service	<u>334,392</u>	<u>262,934</u>	<u>71,458</u>
<i>Total Expenditures</i>	<u>346,713</u>	<u>274,275</u>	<u>72,438</u>
Excess of Revenues Over Expenditures	1,322	73,760	72,438
<u>Other Financing Uses:</u>			
Transfers Out	(48,582)	(45,088)	3,494
Net Change in Fund Balance	(47,260)	28,672	75,932
Fund Balance at Beginning of Year	<u>739,326</u>	<u>739,326</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$692,066</u></u>	<u><u>\$767,998</u></u>	<u><u>\$75,932</u></u>

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Food Service Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>			
Intergovernmental	\$195,065	\$195,065	\$0
Investment Earnings	2,169	2,226	57
Charges for Services	12,314	12,314	0
Miscellaneous	628	628	0
<i>Total Revenues</i>	<u>210,176</u>	<u>210,233</u>	<u>57</u>
<u>Expenditures:</u>			
Current:			
Operation of Non-Instructional Services:			
Food Service			
Salaries	71,877	71,545	332
Fringe Benefits	14,371	14,275	96
Purchased Services	3,775	2,879	896
Materials and Supplies	172,091	96,266	75,825
Capital Outlay	9,078	8,587	491
Other	100	50	50
<i>Total Expenditures</i>	<u>271,292</u>	<u>193,602</u>	<u>77,690</u>
Net Change in Fund Balance	(61,116)	16,631	77,747
Fund Balance at Beginning of Year	<u>67,275</u>	<u>67,275</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$6,159</u></u>	<u><u>\$83,906</u></u>	<u><u>\$77,747</u></u>

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Adult Education Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>			
Intergovernmental	\$108,648	\$108,648	\$0
Tuition and Fees	147,060	147,060	0
Miscellaneous	1,561	1,561	0
<i>Total Revenues</i>	<u>257,269</u>	<u>257,269</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Adult/Continuing			
Salaries	39,807	39,807	0
Fringe Benefits	6,215	6,215	0
Purchased Services	12,119	12,119	0
Materials and Supplies	23,066	23,066	0
Capital Outlay	50	50	0
Other	114,260	114,260	0
Total Instruction	<u>195,517</u>	<u>195,517</u>	<u>0</u>
Support Services:			
Instructional Staff			
Salaries	8,639	8,639	0
Fringe Benefits	18,775	18,775	0
Total Instructional Staff	<u>27,414</u>	<u>27,414</u>	<u>0</u>
Administration			
Salaries	51,235	51,235	0
Fringe Benefits	23,483	23,483	0
Purchased Services	83	83	0
Total Administration	<u>74,801</u>	<u>74,801</u>	<u>0</u>
Total Support Services	<u>102,215</u>	<u>102,215</u>	<u>0</u>
<i>Total Expenditures</i>	<u>297,732</u>	<u>297,732</u>	<u>0</u>
Excess of Revenues Under Expenditures	(40,463)	(40,463)	0
<u>Other Financing Sources:</u>			
Transfers In	4,005	4,005	0
Net Change in Fund Balance	(36,458)	(36,458)	0
Fund Balance at Beginning of Year	37,139	37,139	0
Prior Year Encumbrances Appropriated	52	52	0
Fund Balance at End of Year	<u>\$733</u>	<u>\$733</u>	<u>\$0</u>

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Ohio School Facilities Maintenance Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>			
Miscellaneous	\$131	\$131	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Operation and Maintenance of Plant			
Salaries	75,817	72,211	3,606
Fringe Benefits	34,092	33,515	577
Purchased Services	57,652	432	57,220
Total Support Services	167,561	106,158	61,403
Capital Outlay:			
Building Improvement Services			
Capital Outlay	8,798	6,231	2,567
<i>Total Expenditures</i>	<u>176,359</u>	<u>112,389</u>	<u>63,970</u>
Excess of Revenues Under Expenditures	(176,228)	(112,258)	63,970
<u>Other Financing Sources:</u>			
Transfers In	115,236	115,236	0
Net Change in Fund Balance	(60,992)	2,978	63,970
Fund Balance at Beginning of Year	<u>212,373</u>	<u>212,373</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$151,381</u></u>	<u><u>\$215,351</u></u>	<u><u>\$63,970</u></u>

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Pre-Service School Bus Driver Training Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>			
Intergovernmental	\$104,866	\$104,866	\$0
Charges for Services	37,543	37,543	0
Miscellaneous	174	174	0
<i>Total Revenues</i>	<u>142,583</u>	<u>142,583</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Central			
Salaries	110,185	103,220	6,965
Fringe Benefits	35,981	35,477	504
Purchased Services	6,644	6,644	0
Materials and Supplies	1,362	1,362	0
Capital Outlay	814	814	0
<i>Total Expenditures</i>	<u>154,986</u>	<u>147,517</u>	<u>7,469</u>
Net Change in Fund Balance	(12,403)	(4,934)	7,469
Fund Balance at Beginning of Year	<u>24,011</u>	<u>24,011</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$11,608</u></u>	<u><u>\$19,077</u></u>	<u><u>\$7,469</u></u>

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
ONENet Ohio Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>			
Intergovernmental	\$1,800	\$1,800	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Vocational			
Materials and Supplies	<u>2,553</u>	<u>1,800</u>	<u>753</u>
Net Change in Fund Balance	(753)	0	753
Fund Balance at Beginning of Year	<u>9,000</u>	<u>9,000</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$8,247</u></u>	<u><u>\$9,000</u></u>	<u><u>\$753</u></u>

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Adult Basic Literacy Education Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>			
Intergovernmental	\$148,800	\$148,800	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Adult/Continuing			
Salaries	77,366	77,366	0
Fringe Benefits	12,132	12,132	0
Purchased Services	4,045	4,045	0
Materials and Supplies	3,966	3,966	0
Total Instruction	97,509	97,509	0
Support Services:			
Instructional Staff			
Salaries	20,000	20,000	0
Purchased Services	1,754	1,754	0
Total Instructional Staff	21,754	21,754	0
Administration			
Salaries	20,000	20,000	0
Fringe Benefits	9,987	9,987	0
Purchased Services	999	999	0
Total Administration	30,986	30,986	0
Total Support Services	52,740	52,740	0
<i>Total Expenditures</i>	150,249	150,249	0
Excess of Revenues Under Expenditures	(1,449)	(1,449)	0
<u>Other Financing Sources (Uses):</u>			
Advances In	6,500	6,500	0
Advances Out	(5,251)	(5,251)	0
<i>Total Other Financing Sources (Uses)</i>	1,249	1,249	0
Net Change in Fund Balance	(200)	(200)	0
Fund Balance at Beginning of Year	31	31	0
Prior Year Encumbrances Appropriated	200	200	0
Fund Balance at End of Year	\$31	\$31	\$0

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Vocational Education Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amount</u>		Variance Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>			
Intergovernmental	\$113,276	\$113,276	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Vocational			
Salaries	41,500	41,500	0
Fringe Benefits	17,175	17,175	0
Total Instruction	58,675	58,675	0
Support Services:			
Instructional Staff			
Salaries	45,242	45,242	0
Purchased Services	9,247	9,247	0
Total Support Services	54,489	54,489	0
<i>Total Expenditures</i>	113,164	113,164	0
Excess of Revenues Over Expenditures	112	112	0
<u>Other Financing Uses:</u>			
Advances Out	(112)	(112)	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Improving Teacher Quality Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amount		Variance Positive (Negative)
	Final	Actual	
<u>Revenues:</u>			
Intergovernmental	\$585	\$585	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Vocational			
Materials and Supplies	585	585	0
Excess of Revenues Over Expenditures	0	0	0
<u>Other Financing Uses:</u>			
Advances Out	(585)	(585)	0
Net Change in Fund Balance	(585)	(585)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	585	585	0
Fund Balance at End of Year	\$0	\$0	\$0

Pike County Joint Vocational School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Miscellaneous Federal Grants Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amount		Variance Positive (Negative)
	Final	Actual	
<u>Revenues:</u>			
Intergovernmental	\$44,488	\$44,488	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Vocational			
Capital Outlay	44,488	44,488	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	11,005	11,005	0
Fund Balance at End of Year	\$11,005	\$11,005	\$0

STATISTICAL SECTION



Patient Care
Technician 11



Welding 12



Public Safety 11

STATISTICAL TABLES

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

<u>CONTENTS</u>	<u>PAGES</u>
Financial Trends	101-113
These schedules contain trend information to help the reader understand how the School District’s financial performance and well-being have changed over time.	
Revenue Capacity	114-121
These schedules contain information to help the reader assess the School District’s most significant local revenue sources.	
Debt Capacity	122-127
These schedules present information to help the reader assess the affordability of the School District’s current levels of outstanding debt and the School District’s ability to issue additional debt in the future.	
Demographic and Economic Information	128-131
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School District’s financial activities take place.	
Operating information	132-143
These schedules contain service and capital assets data to help the reader understand how the information in the School District’s financial report relates to the services the School District provides and the activities it performs.	

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

Pike County Joint Vocational School District
Net Position by Component
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
Net Investment in Capital Assets	\$15,583,851	\$15,432,779	\$15,037,465	\$14,822,821
Restricted	824,764	891,802	1,156,076	1,112,749
Unrestricted	4,182,594	3,648,678	2,903,338	3,319,542
<i>Total Net Position</i>	<u>\$20,591,209</u>	<u>\$19,973,259</u>	<u>\$19,096,879</u>	<u>\$19,255,112</u>

Note: The School District implemented GASB 68 in fiscal year 2015.

Note: The School District implemented GASB 75 in fiscal year 2018.

2013	2014	2015	2016	Restated 2017	2018
\$14,419,935	\$14,113,447	\$13,704,407	\$13,275,328	\$12,896,796	\$12,479,474
1,027,683	1,064,593	1,138,756	1,123,105	1,106,973	1,113,302
3,465,253	(5,065,459)	(4,477,899)	(4,389,585)	(6,948,730)	(3,458,342)
<u>\$18,912,871</u>	<u>\$10,112,581</u>	<u>\$10,365,264</u>	<u>\$10,008,848</u>	<u>\$7,055,039</u>	<u>\$10,134,434</u>

Pike County Joint Vocational School District
Changes in Net Position
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
Expenses:				
Current:				
Instruction:				
Regular	\$29,434	\$882	\$0	\$0
Special	117,367	127,944	152,056	137,308
Vocational	4,854,086	4,384,954	4,705,143	3,802,014
Adult/Continuing	491,337	437,898	597,407	562,623
Student Intervention Services	0	0	0	0
Support Services:				
Pupils	377,863	443,531	417,099	317,289
Instructional Staff	238,938	353,702	381,077	436,279
Board of Education	85,962	77,634	107,428	83,071
Administration	534,989	532,861	607,940	478,430
Fiscal	376,961	367,795	393,109	402,530
Operation and Maintenance of Plant	1,309,787	775,179	774,317	663,487
Pupil Transportation	43,335	25,682	24,820	21,670
Central	238,054	234,994	230,249	226,912
Operation of Non-Instructional Services	332,466	425,277	363,771	288,164
Extracurricular Activities	2,708	1,692	2,631	2,795
Interest and Fiscal Charges	188,205	181,880	175,588	175,983
Total Expenses	<u>9,221,492</u>	<u>8,371,905</u>	<u>8,932,635</u>	<u>7,598,555</u>
Program Revenues:				
Charges for Services:				
Instruction:				
Vocational	107,808	138,399	145,664	153,307
Adult/Continuing	195,087	235,955	451,418	406,451
Support Services:				
Instructional Staff	3,016	32,162	52,554	59,629
Administration	47,104	44,526	63,414	70,556
Fiscal	0	0	12,720	6,076
Operation and Maintenance of Plant	53,975	30,600	7,634	15,550
Central	46,555	54,835	73,826	96,600
Operation of Non-Instructional Services	75,349	60,665	70,079	73,159
Operating Grants, Contributions, and Interest	1,242,568	1,240,072	1,084,235	1,140,062
Capital Grants and Contributions	0	12,000	0	0
Total Program Revenues	<u>1,771,462</u>	<u>1,849,214</u>	<u>1,961,544</u>	<u>2,021,390</u>
Net Expense	<u>(\$7,450,030)</u>	<u>(\$6,522,691)</u>	<u>(\$6,971,091)</u>	<u>(\$5,577,165)</u>

2013	2014	2015	2016	2017	2018
\$0	\$0	\$0	\$0	\$0	\$0
\$145,513	167,570	146,947	152,761	292,797	136,508
3,791,382	3,801,250	3,730,121	3,941,144	4,258,462	1,884,714
616,241	608,763	551,983	269,947	245,537	278,136
0	0	87,804	70,567	99,944	138,950
335,091	297,239	307,629	320,863	389,157	80,422
469,054	206,984	230,011	138,526	106,116	130,603
89,278	102,632	82,225	117,179	98,961	86,349
512,983	521,370	504,700	666,560	678,868	123,133
399,685	421,828	445,260	441,900	460,061	367,271
586,844	569,151	701,538	719,646	695,585	615,014
23,085	13,125	12,250	11,731	15,149	16,956
247,882	369,452	342,382	411,468	396,249	415,681
341,455	302,788	352,416	291,443	285,738	284,608
1,200	700	600	0	0	2,141
168,467	172,436	154,222	148,238	143,517	136,328
<u>7,728,160</u>	<u>7,555,288</u>	<u>7,650,088</u>	<u>7,701,973</u>	<u>8,166,141</u>	<u>4,696,814</u>
119,160	221,339	152,772	51,339	36,636	46,386
365,369	417,730	198,995	28,308	42,904	92,392
58,191	54,181	27,864	14,675	15,616	15,216
49,899	72,959	39,224	24,522	34,170	41,952
5,205	6,083	3,261	0	0	0
28,760	28,545	30,360	15,109	25,285	24,480
113,613	135,733	170,661	146,850	177,216	182,818
32,630	29,820	27,146	29,351	30,144	20,159
1,149,373	1,515,022	1,457,674	1,576,446	1,630,689	1,753,078
0	0	0	0	0	0
<u>1,922,200</u>	<u>2,481,412</u>	<u>2,107,957</u>	<u>1,886,600</u>	<u>1,992,660</u>	<u>2,176,481</u>
<u>(\$5,805,960)</u>	<u>(\$5,073,876)</u>	<u>(\$5,542,131)</u>	<u>(\$5,815,373)</u>	<u>(\$6,173,481)</u>	<u>(\$2,520,333)</u>

(continued)

Pike County Joint Vocational School District
Changes in Net Position
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)
(continued)

Fiscal Year	2009	2010	2011	2012
General Revenues and Other Changes in Net Position:				
Property Taxes Levied for:				
General Purposes	\$973,485	\$857,843	\$882,066	\$866,916
Debt Service	285,239	172,045	114,420	0
Capital Outlay	0	99,960	163,089	351,659
Payments in Lieu of Taxes	643	516	438	496
Grants and Entitlements not Restricted to Specific Programs:				
Operating	4,487,422	4,554,255	4,654,926	4,408,085
Capital	414,409	0	0	0
Investment Earnings	107,269	16,478	11,631	17,393
Contributions and Donations	4,706	4,706	4,706	4,706
Miscellaneous	64,665	198,938	263,435	86,143
Total General Revenues and Other Changes in Net Position	<u>6,337,838</u>	<u>5,904,741</u>	<u>6,094,711</u>	<u>5,735,398</u>
Change in Net Position	<u>(\$1,112,192)</u>	<u>(\$617,950)</u>	<u>(\$876,380)</u>	<u>\$158,233</u>

Note: The School District implemented GASB 68 in fiscal year 2015.

Note: The School District implemented GASB 75 in fiscal year 2018.

2013	2014	2015	2016	2017	2018
\$822,223	\$1,136,507	\$1,276,330	\$1,247,841	\$1,316,521	\$1,280,817
0	0	0	0	0	0
253,527	254,247	280,669	256,764	275,728	233,240
226	433	33,668	437	789	5,540
4,278,475	3,849,541	4,001,297	3,837,411	3,680,990	3,978,741
0	0	0	0	0	0
(5,608)	27,687	29,766	83,239	19,550	40,413
5,155	4,706	4,706	4,706	4,706	0
40,253	54,780	168,378	28,559	33,933	60,977
5,394,251	5,327,901	5,794,814	5,458,957	5,332,217	5,599,728
<u>(\$411,709)</u>	<u>\$254,025</u>	<u>\$252,683</u>	<u>(\$356,416)</u>	<u>(\$841,264)</u>	<u>\$3,079,395</u>

Pike County Joint Vocational School District
Program Revenues by Function / Program
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
Function / Program:				
Current:				
Instruction:				
Special	\$377,697	\$380,530	\$383,384	\$383,384
Vocational	331,111	279,073	188,427	244,367
Adult/Continuing	413,027	362,423	581,366	542,978
Support Services:				
Instructional Staff	140,710	211,681	263,164	262,411
Administration	81,429	76,519	94,237	95,201
Fiscal	5,498	0	13,132	6,231
Operation and Maintenance of Plant	53,975	30,600	7,634	15,550
Central	151,421	159,701	178,692	201,466
Operation of Non-Instructional Services	216,594	348,687	251,508	269,802
Total Program Revenues	<u>\$1,771,462</u>	<u>\$1,849,214</u>	<u>\$1,961,544</u>	<u>\$2,021,390</u>

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
\$383,384	\$829,653	\$737,633	\$703,400	\$749,546	\$821,813
188,412	286,817	206,001	115,060	166,651	309,911
561,250	593,385	418,350	244,692	206,424	237,408
248,077	188,768	154,600	166,226	163,834	109,460
77,016	96,965	73,009	102,814	115,354	112,587
5,395	6,302	4,190	69,468	40,839	39,499
28,760	28,545	30,360	15,109	25,285	24,480
218,479	240,599	275,527	251,719	282,085	287,684
211,427	210,378	208,287	218,112	242,642	233,639
<u>\$1,922,200</u>	<u>\$2,481,412</u>	<u>\$2,107,957</u>	<u>\$1,886,600</u>	<u>\$1,992,660</u>	<u>\$2,176,481</u>

Pike County Joint Vocational School District
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
General Fund:				
Nonspendable	\$0	\$3,964	\$4,036	\$1,701
Assigned	0	9,797	50,870	6,552
Unassigned	0	4,358,214	3,124,500	3,535,809
Reserved	140,647	0	0	0
Unreserved	4,684,883	0	0	0
Total General Fund	4,825,530	4,371,975	3,179,406	3,544,062
All Other Governmental Funds:				
Nonspendable	0	406	871	444
Restricted	0	805,665	1,090,367	1,082,741
Unassigned (Deficit)	0	(440,072)	(31,832)	(19,503)
Reserved	30,847	0	0	0
Unreserved (Deficit), Reported in:				
Special Revenue Funds	359,173	0	0	0
Debt Service Fund	212,857	0	0	0
Capital Projects Funds	(239,680)	0	0	0
Total All Other Governmental Funds	363,197	365,999	1,059,406	1,063,682
Total Governmental Funds	\$5,188,727	\$4,737,974	\$4,238,812	\$4,607,744

Note: The School District implemented GASB 54 in fiscal year 2011.

2013	2014	2015	2016	2017	2018
\$66,065	\$1,853	\$1,392	\$5,774	\$10,570	\$17,928
62,838	10,818	272,378	603,470	688,809	698,729
3,583,842	4,127,261	4,312,046	4,029,529	3,759,653	3,990,929
0	0	0	0	0	0
0	0	0	0	0	0
<u>3,712,745</u>	<u>4,139,932</u>	<u>4,585,816</u>	<u>4,638,773</u>	<u>4,459,032</u>	<u>4,707,586</u>
544	215	973	770	1,298	1,306
1,001,412	1,065,235	1,115,750	1,105,415	1,102,112	1,110,589
(60,732)	(5,103)	(19,538)	(10,639)	(270)	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>941,224</u>	<u>1,060,347</u>	<u>1,097,185</u>	<u>1,095,546</u>	<u>1,103,140</u>	<u>1,111,895</u>
<u>\$4,653,969</u>	<u>\$5,200,279</u>	<u>\$5,683,001</u>	<u>\$5,734,319</u>	<u>\$5,562,172</u>	<u>\$5,819,481</u>

Pike County Joint Vocational School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	2009	2010	2011	2012
Revenues:				
Property Taxes	\$1,243,673	\$1,115,078	\$1,141,692	\$1,212,639
Payments in Lieu of Taxes	643	516	438	496
Intergovernmental	6,317,328	5,804,561	5,782,112	5,548,147
Investment Earnings	145,111	22,204	11,636	17,131
Tuition and Fees	332,487	434,233	702,699	664,914
Rentals	53,975	30,600	7,634	15,550
Charges for Services	142,649	136,437	177,536	200,864
Contributions and Donations	4,706	4,706	4,706	4,706
Miscellaneous	64,665	198,938	263,435	86,143
Total Revenues	8,305,237	7,747,273	8,091,888	7,750,590
Expenditures:				
Current:				
Instruction:				
Regular	29,380	0	0	0
Special	79,357	84,816	90,059	94,266
Vocational	4,220,129	4,128,332	4,305,744	3,546,732
Adult/Continuing	465,415	432,828	560,378	535,172
Student Intervention Services	0	0	0	0
Support Services:				
Pupils	345,995	421,786	401,188	322,980
Instructional Staff	237,999	331,201	360,644	400,448
Board of Education	85,962	77,634	107,428	83,071
Administration	525,855	513,156	599,713	466,603
Fiscal	351,235	352,680	362,718	378,132
Operation and Maintenance of Plant	873,033	735,360	731,544	625,582
Pupil Transportation	31,792	14,139	13,277	10,127
Central	210,164	208,271	190,714	201,323
Operation of Non-Instructional Services	295,429	401,158	326,651	268,512
Extracurricular Activities	2,708	1,692	2,631	2,795
Capital Outlay	2,705,756	178,172	221,892	122,022
Debt Service:				
Principal Retirement	128,915	134,797	140,753	147,789
Interest and Fiscal Charges	188,323	182,004	175,716	176,104
Total Expenditures	10,777,447	8,198,026	8,591,050	7,381,658
Excess of Revenues Over (Under) Expenditures	(2,472,210)	(450,753)	(499,162)	368,932
Other Financing Sources (Uses):				
Inception of Capital Lease	0	0	0	0
Proceeds from Sale of Capital Assets	0	0	0	0
Transfers In	407,416	306,047	552,337	40,037
Transfers Out	(407,416)	(306,047)	(552,337)	(40,037)
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	(\$2,472,210)	(\$450,753)	(\$499,162)	\$368,932
Debt Service as a Percentage of Noncapital Expenditures	3.9%	4.1%	3.8%	4.6%

2013	2014	2015	2016	2017	2018
\$1,067,769	\$1,390,508	\$1,545,183	\$1,501,867	\$1,572,431	\$1,504,493
226	433	33,668	437	789	5,540
5,470,537	5,373,197	5,453,250	5,405,376	5,324,015	5,736,755
(6,004)	27,542	27,452	83,556	20,658	40,769
578,616	753,324	395,390	92,355	108,909	175,172
28,760	28,545	30,360	15,109	25,285	24,480
165,451	184,521	224,533	202,690	227,777	223,751
5,155	4,706	4,706	4,706	4,706	0
40,253	54,780	168,378	28,559	33,933	60,977
<u>7,350,763</u>	<u>7,817,556</u>	<u>7,882,920</u>	<u>7,334,655</u>	<u>7,318,503</u>	<u>7,771,937</u>
0	0	0	0	0	0
92,026	118,356	107,886	102,077	210,649	219,217
3,423,491	3,649,564	3,503,186	3,680,405	3,801,766	3,738,576
598,291	577,525	529,600	250,609	229,366	264,109
0	0	87,025	51,610	115,964	137,939
297,982	282,840	320,347	314,682	310,833	303,051
472,761	203,439	190,519	116,359	97,501	116,012
89,278	102,632	82,225	117,179	98,961	86,349
470,596	491,540	519,787	606,061	614,975	616,795
376,757	399,778	417,649	417,666	425,173	424,973
584,596	571,762	734,988	677,705	651,100	614,991
15,502	9,502	8,627	8,108	11,526	13,333
214,845	332,344	313,008	386,394	396,379	431,892
303,126	265,586	316,173	255,365	242,540	264,458
1,200	700	600	0	0	2,141
40,579	300	4,750	56,181	8,798	6,231
154,890	105,000	110,000	126,627	131,091	137,697
168,618	160,378	154,687	148,724	144,028	136,864
<u>7,304,538</u>	<u>7,271,246</u>	<u>7,401,057</u>	<u>7,315,752</u>	<u>7,490,650</u>	<u>7,514,628</u>
<u>46,225</u>	<u>546,310</u>	<u>481,863</u>	<u>18,903</u>	<u>(172,147)</u>	<u>257,309</u>
0	0	0	32,415	0	0
0	0	859	0	0	0
0	62,286	114,057	12,658	0	4,005
<u>0</u>	<u>(62,286)</u>	<u>(114,057)</u>	<u>(12,658)</u>	<u>0</u>	<u>(4,005)</u>
<u>0</u>	<u>0</u>	<u>859</u>	<u>32,415</u>	<u>0</u>	<u>0</u>
<u>\$46,225</u>	<u>\$546,310</u>	<u>\$482,722</u>	<u>\$51,318</u>	<u>(\$172,147)</u>	<u>\$257,309</u>
4.5%	3.7%	3.7%	3.9%	3.8%	3.7%

Pike County Joint Vocational School District
Assessed Valuation and Estimated Actual Value of Taxable Property
Last Ten Collection (Calendar) Years

Collection Year	Real Property				Tangible Personal Property	
	Assessed Value				Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU	Total Real Property	Estimated Actual Value	Assessed Value	Estimated Actual Value
2009	\$273,169,640	\$46,861,320	\$320,030,960	\$914,374,171	\$32,211,560	\$128,846,240
2010	275,535,710	45,824,400	321,360,110	918,171,743	34,793,000	139,172,000
2011	279,936,060	46,954,050	326,890,110	933,971,743	37,560,690	150,242,760
2012	309,543,600	46,748,650	356,292,250	1,017,977,857	43,670,850	174,683,400
2013	308,506,020	39,406,960	347,912,980	994,037,086	44,140,790	176,563,160
2014	308,533,530	40,181,670	348,715,200	996,329,143	71,579,980	286,319,920
2015	325,424,830	39,815,790	365,240,620	1,043,544,629	72,904,980	291,619,920
2016	341,767,691	41,809,965	383,577,656	1,095,936,160	77,402,380	309,609,520
2017	344,225,960	42,110,695	386,336,655	1,103,819,014	78,608,760	314,435,040
2018	420,121,597	51,395,347	471,516,944	1,347,191,269	79,107,500	316,430,000

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. 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 tax has been phased out, and during the phase out period, all general business tangible personal property was assessed at 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local and inter-exchange telephone companies, at 5 percent for 2010. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers, (except telephone companies whose last year to pay tangible personal property tax was 2010.)

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

Source: Ohio Department of Taxation

Tangible Personal Property General Business		Total			Weighted Average Tax Rate (per \$1,000 of assessed value)
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	
\$1,379,740	\$13,797,400	\$353,622,260	\$1,057,017,811	33.45%	\$3.36
707,170	14,143,400	356,860,280	1,071,487,143	33.31	3.42
0	0	364,450,800	1,084,214,503	33.61	3.44
0	0	399,963,100	1,192,661,257	33.54	3.40
0	0	392,053,770	1,170,600,246	33.49	3.46
0	0	420,295,180	1,282,649,063	32.77	3.74
0	0	438,145,600	1,335,164,549	32.82	3.68
0	0	460,980,036	1,405,545,680	32.80	3.66
0	0	464,945,415	1,418,254,054	32.78	3.67
0	0	550,624,444	1,663,621,269	33.10	3.42

*Pike County Joint Vocational School District
Principal Real and Personal Property Taxpayers
Fiscal Years 2018 and 2009*

Taxpayer	2018		
	Total Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Ohio Power Co.	\$44,518,598	1	8.09%
Bristol Village Home	34,208,542	2	6.21
AEP Ohio Transmission Co.	25,192,317	3	4.58
Scioto Land Company, LLC	24,843,942	4	4.51
LRM Limited an Ohio LTD	14,058,485	5	2.55
Echo Environmental	13,414,114	6	2.44
Ewing, Nathaniel G	5,335,800	7	0.97
Walmart Stores Inc.	5,116,057	8	0.93
Nier Family, LLC	4,403,942	9	0.80
RKS Waverly, LLC	4,350,942	10	0.79
Masco Retial Cabinet Group (formerly Mills Pride)	-		-
Columbus Southern Power	-		-
HCF Incorporated	-		-
Skid Montgomery	-		-
Ohio Valley Electric Coroporation	-		-
Karen Chandler	-		-
Total Real and Personal Property	175,442,739		31.87
All Others	<u>375,181,705</u>		<u>68.13</u>
Total Assessed Valuation	<u><u>\$550,624,444</u></u>		<u><u>100.00%</u></u>

Source: Pike County Auditor

2009		
Total Assessed Valuation	Rank	Percentage of Total Assessed Valuation
\$8,031,797	4	2.27%
33,941,971	1	9.60
-		-
2,892,942	9	0.82
-		-
-		-
-		-
4,315,040	6	1.22
-		-
-		-
32,391,428	2	9.16
15,951,264	3	4.51
4,386,028	5	1.24
3,194,542	7	0.90
3,063,557	8	0.87
<u>2,610,999</u>	10	<u>0.74</u>
110,779,568		31.33
<u>242,842,692</u>		<u>68.67</u>
<u><u>\$353,622,260</u></u>		<u><u>100.00%</u></u>

Pike County Joint Vocational School District
Property Tax Rates (Per \$1,000 of Assessed Valuation)
Direct and Overlapping Governments
Last Ten Collection (Calendar) Years

	2009	2010	2011	2012
VOTED MILLAGE - BY LEVY:				
1976 Current Expense				
Residential/Agricultural Real	\$0.40	\$0.40	\$0.40	\$0.41
Commercial/Industrial and Public Utility Real	0.53	0.58	0.58	0.59
General Business and Public Utility Personal	1.50	1.50	1.50	1.50
1977 Current Expense				
Residential/Agricultural Real	0.27	0.27	0.27	0.27
Commercial/Industrial and Public Utility Real	0.36	0.39	0.39	0.40
General Business and Public Utility Personal	1.00	1.00	1.00	1.00
1980 Current Expense				
Residential/Agricultural Real	1.33	1.33	1.33	1.32
Commercial/Industrial and Public Utility Real	1.86	2.03	2.03	2.07
General Business and Public Utility Personal	4.00	4.00	4.00	4.00
2005 Permanent Improvement				
Residential/Agricultural Real	0.80	0.80	0.80	0.72
Commercial/Industrial and Public Utility Real	0.94	1.00	1.00	1.00
General Business and Public Utility Personal	1.00	1.00	1.00	1.00
TOTAL VOTED MILLAGE BY TYPE OF PROPERTY				
Residential/Agricultural Real	2.80	2.80	2.80	2.72
Commercial/Industrial and Public Utility Real	3.69	4.00	4.00	4.06
General Business and Public Utility Personal	7.50	7.50	7.50	7.50
WEIGHTED AVERAGE	3.36	3.42	3.44	3.40
OVERLAPPING RATES BY TAXING DISTRICT				
TOWNSHIPS:				
Residential/Agricultural Real	0.14 - 1.57	0.14 - 2.39	0.14 - 3.00	0.13 - 2.49
Commercial/Industrial and Public Utility Real	0.14 - 1.88	0.14 - 2.94	0.14 - 3.00	0.12 - 3.00
General Business and Public Utility Personal	0.40 - 3.00	0.25 - 3.00	0.40 - 3.00	0.40 - 3.00
CORPORATIONS:				
Residential/Agricultural Real	0.25 - 3.24	0.25 - 3.24	0.25 - 3.24	0.25 - 3.19
Commercial/Industrial and Public Utility Real	0.25 - 3.69	0.25 - 3.72	0.25 - 3.73	0.25 - 3.71
General Business and Public Utility Personal	0.25 - 4.00	0.25 - 4.00	0.25 - 4.00	0.25 - 4.00
SCHOOL DISTRICTS:				
Residential/Agricultural Real	0.01 - 16.00	0.01 - 16.00	0.34 - 16.00	0.30 - 16.00
Commercial/Industrial and Public Utility Real	0.01 - 16.00	0.01 - 16.00	0.42 - 16.00	0.34 - 16.00
General Business and Public Utility Personal	0.01 - 16.00	0.01 - 16.00	0.50 - 16.00	0.50 - 16.00
COUNTY AND OTHER UNITS:				
PIKE COUNTY				
Residential/Agricultural Real	0.20 - 4.90	0.20 - 4.90	0.20 - 4.90	0.18 - 4.90
Commercial/Industrial and Public Utility Real	0.29 - 4.90	0.31 - 4.90	0.31 - 4.90	0.32 - 4.90
General Business and Public Utility Personal	0.50 - 4.90	0.50 - 4.90	0.50 - 4.90	0.50 - 4.90
PAINT VALLEY MENTAL HEALTH DISTRICT				
Residential/Agricultural Real	0.47	0.46	0.46	0.45
Commercial/Industrial and Public Utility Real	0.58	0.60	0.60	0.62
General Business and Public Utility Personal	1.00	1.00	1.00	1.00

Source: Ohio Department of Taxation

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue for that year.

Rates may only be raised by obtaining the approval of the voters at a public election.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is reappraised every six years and property values are updated in the third year following each reappraisal.

2013	2014	2015	2016	2017	2018
\$0.41	\$0.41	\$0.41	\$0.41	\$0.41	\$0.42
0.70	0.70	0.71	0.70	0.71	0.65
1.50	1.50	1.50	1.50	1.50	1.50
0.27	0.28	0.28	0.28	0.28	0.28
0.47	0.47	0.48	0.47	0.47	0.44
1.00	1.00	1.00	1.00	1.00	1.00
1.32	1.33	1.31	1.31	1.31	1.29
2.44	2.47	2.48	2.44	2.47	2.28
4.00	4.00	4.00	4.00	4.00	4.00
0.73	0.73	0.70	0.68	0.68	0.56
1.00	1.00	1.00	0.98	1.00	0.92
1.00	1.00	1.00	1.00	1.00	1.00
2.73	2.75	2.70	2.68	2.68	2.55
4.61	4.64	4.67	4.59	4.65	4.29
7.50	7.50	7.50	7.50	7.50	7.50
3.46	3.74	3.68	3.66	3.67	3.42
0.14 - 2.50	0.15 - 3.00	0.14 - 2.64	0.14 - 2.93	0.14 - 2.93	0.11 - 2.35
0.12 - 3.00	0.12 - 3.00	0.12 - 3.00	0.12 - 3.00	0.12 - 2.59	0.08 - 2.56
0.40 - 3.00	0.40 - 3.00	0.25 - 3.00	0.40 - 3.00	0.25 - 3.00	0.25 - 3.00
0.27 - 3.20	0.25 - 1.33	0.25 - 3.20	0.30 - 3.20	0.25 - 3.20	0.25 - 2.88
0.30 - 3.71	0.25 - 3.16	0.25 - 3.71	0.30 - 3.70	0.25 - 4.00	0.25 - 3.86
0.30 - 4.00	0.25 - 4.00	0.25 - 4.00	0.30 - 4.00	0.25 - 4.00	0.25 - 4.00
0.30 - 16.00	0.31 - 16.00	0.29 - 16.00	0.30 - 16.00	0.28 - 16.00	0.23 - 16.00
0.34 - 16.00	0.34 - 16.00	0.34 - 16.00	0.30 - 16.00	0.34 - 16.00	0.43 - 16.00
0.50 - 16.00	0.50 - 16.00	0.50 - 16.00	0.50 - 16.00	0.50 - 16.00	0.50 - 16.00
0.18 - 4.90	0.18 - 4.90	0.18 - 4.90	0.17 - 4.90	0.17 - 4.90	0.14 - 4.90
0.38 - 4.90	0.38 - 4.90	0.38 - 4.90	0.38 - 4.90	0.38 - 4.90	0.35 - 4.90
0.50 - 4.90	0.50 - 4.90	0.50 - 4.90	0.50 - 4.90	0.50 - 4.90	0.50 - 4.90
1.00	0.99	0.95	0.89	0.88	0.86
0.95	0.96	0.97	0.98	0.98	0.97
1.00	1.00	1.00	1.00	1.00	1.00

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Pike County Joint Vocational School District
Property Tax Levies and Collections - Real, Public Utility and Tangible Personal Property
Last Ten Collection (Calendar) Years

Collection Year (1)	Total Current Taxes Levied (2)	Current Tax Collection (2)	Percent of Current Levy Collected	Delinquent Tax Collection (3)	Total Tax Collections	Percent of Total Collections To Total Levy
2008	\$1,428,668	\$922,209	64.55%	\$70,846	\$993,055	69.51%
2009	1,405,674	904,153	64.32%	67,767	971,920	69.14%
2010	1,435,032	947,928	66.06%	83,708	1,031,637	71.89%
2011	1,572,851	978,019	62.18%	73,878	1,051,897	66.88%
2012	1,524,971	1,039,221	68.15%	84,049	1,123,270	73.66%
2013	1,541,376	1,040,501	67.50%	104,739	1,145,240	74.30%
2014	1,595,187	1,110,513	69.62%	84,805	1,195,318	74.93%
2015	N/A	N/A	N/A	N/A	N/A	N/A
2016	1,580,295	1,105,662	69.97%	36,903	1,142,565	72.30%
2017	1,532,661	844,237	55.08%	55,630	899,867	58.71%

Source: Pike County Auditor

- (1) This the latest information available, The Pike County Auditor could not provide updated information.
- (2) Current taxes levied and current tax collections do not include rollback and homestead amounts.
- (3) Delinquent tax collections include amounts collected from penalties, interest, and other delinquent collections. Allocations of delinquent collections to prior periods are unavailable.

The levies and collections for all years are estimates based upon the tax rate in effect for each calendar year for the Pike County Joint Vocational School. This information was provided by the Pike County Auditor.

Note: The County's current system does not track delinquent tax collections by tax year in total. This presentation will be updated as new information becomes available.

Pike County Joint Vocational School District
Ratios of Debt to Estimated Actual Value,
Personal Income and Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	Energy Conservation Loan	Capital Leases	Total Outstanding Debt	Estimated Actual Value (1)
2009	\$207,229	\$3,330,000	\$3,537,229	\$1,057,017,811
2010	158,432	3,244,000	3,402,432	1,071,487,143
2011	107,679	3,154,000	3,261,679	1,084,214,503
2012	54,890	3,059,000	3,113,890	1,192,661,257
2013	0	2,959,000	2,959,000	1,170,600,246
2014	0	2,854,000	2,854,000	1,282,649,063
2015	0	2,744,000	2,744,000	1,335,164,549
2016	0	2,649,788	2,649,788	1,405,545,680
2017	0	2,518,697	2,518,697	1,418,254,054
2018	0	2,381,000	2,381,000	1,663,621,269

Source: (1) Pike County Auditor
(2) 2000 and 2010 Census Reports
(3) Computation of per capita personal income multiplied by population

Population (2)	Personal Income (3)	Ratio of Debt to Estimated Actual Value	Ratio of Debt to Personal Income	Debt Per Capita
27,695	\$445,695,635	0.33%	0.79%	127.72
28,709	499,220,801	0.32%	0.68%	118.51
28,709	499,220,801	0.30%	0.65%	113.61
28,709	499,220,801	0.26%	0.62%	108.46
28,709	499,220,801	0.25%	0.59%	103.07
28,709	499,220,801	0.22%	0.57%	99.41
28,709	499,220,801	0.21%	0.55%	95.58
28,709	499,220,801	0.19%	0.53%	92.30
28,709	499,220,801	0.18%	0.50%	87.73
28,709	499,220,801	0.14%	0.48%	82.94

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*Pike County Joint Vocational School District
Computation of Direct and Overlapping Debt
June 30, 2018*

Jurisdiction	Debt Attributable to Governmental Activities	Percentage Applicable to District	Amount Applicable to District
Direct:			
Pike County Joint Vocational School District:			
Capital Lease Obligation	\$2,381,000	100.00%	\$2,381,000
Overlapping:			
Pike County:			
General Obligation Bonds	1,249,800	100.00	1,249,800
Revenue Bonds	2,253,700	100.00	2,253,700
Loan Obligations	5,442,148	100.00	5,442,148
Capital Lease Obligation	129,680	100.00	129,680
Jackson County:			
General Obligation Bonds	840,000	0.71	5,964
Loan Obligation	463,526	0.71	3,291
Engineer Department Note	93,674	0.71	665
Ross County:			
General Obligation Bonds	2,910,777	0.51	14,845
Sales Tax Refunding Bonds	2,943,327	0.51	15,011
Capital Lease Obligation	143,282	0.51	731
Scioto County:			
General Obligation Bonds	6,013,231	0.97	58,328
Capital Lease Obligation	412,116	0.97	3,998
Village of Waverly:			
Loan Obligations	146,017	100.00	146,017
Note Obligations	445,675	100.00	445,675
Scioto Valley Local School District:			
General Obligation Refunding Bonds	295,000	100.00	295,000
Capital Lease Obligation	532,181	100.00	532,181
Waverly City School District:			
General Obligation Bonds	8,340,368	100.00	8,340,368
Capital Lease Obligation	1,567,000	100.00	1,567,000
Eastern Local School District:			
General Obligation Bonds	280,000	100.00	280,000
Energy Conservation Improvement Bonds	210,600	100.00	210,600
Western Local School District:			
Energy Conservation Bond	500,000	100.00	500,000
Beaver Township:			
Acquisition Bond	27,400	100.00	27,400
Camp Creek Township:			
USDA Loans	18,500	100.00	18,500
Mifflin Township:			
USDA Loans	46,000	100.00	46,000
Newton Township:			
General Obligation Bonds	20,900	100.00	20,900
General Obligation Notes	32,167	100.00	32,167
Seal Township:			
General Obligation Bonds	<u>1,060,000</u>	100.00	<u>1,060,000</u>
Total Overlapping Debt	<u>36,417,069</u>		<u>22,699,969</u>
Total Direct and Overlapping Debt	<u>\$38,798,069</u>		<u>\$25,080,969</u>

Source: Ohio Municipal Advisory Council

(1) Percentages determined by dividing each overlapping subdivisions' assessed valuation within the School District by the subdivisions' total assessed valuation.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the School District. This process recognizes that, when considering the School District's ability to issue and long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt, of each overlapping government.

*Pike County Joint Vocational School District
Computation of Legal Debt Margin
Last Ten Fiscal Years*

	2009	2010	2011
Total Assessed Valuation	\$353,622,260	\$356,860,280	\$364,450,800
Less Railroad and Telephone Property Valuation	(3,068,070)	(961,030)	0
Less General Business Tangible Personal Property Valuation	(1,379,740)	(707,170)	0
Total Assessed Valuation used to Calculate Legal Debt Margin (1)	349,174,450	355,192,080	364,450,800
Overall debt limitation - 9.0% of assessed valuation (2)	31,425,701	31,967,287	32,800,572
Gross indebtedness authorized by the School District	207,229	158,432	107,679
Less exempt debt:			
Energy Conservation Loan	(207,229)	(158,432)	(107,679)
Debt within 9.0% limitation	0	0	0
Less amount available in the debt service fund	0	0	0
Net debt within 9.0% limitation	0	0	0
Legal debt margin within 9.0% limitation	<u>\$31,425,701</u>	<u>\$31,967,287</u>	<u>\$32,800,572</u>
Legal Debt Margin as a Percentage of the Debt Limit	100.0%	100.0%	100.0%
<hr/>			
Energy Conservation Debt limitation 0.9% of assessed valuation (2)	\$3,142,570	\$3,196,729	\$3,280,057
Net debt within 0.9% limitation	(207,229)	(158,432)	(107,679)
Energy Conservation Debt Margin	<u>\$2,935,341</u>	<u>\$3,038,297</u>	<u>\$3,172,378</u>
Energy Conservation Debt Margin as a Percentage of the Energy Conservation Debt Limit	93.4%	95.0%	96.7%
<hr/>			
Unvoted debt limitation .10% of assessed valuation (2)	\$349,174	\$355,192	\$364,451
Gross indebtedness authorized by the School District	207,229	158,432	107,679
Less exempt debt:			
Energy Conservation Loan	(207,229)	(158,432)	(107,679)
Debt within 9.0% limitation	0	0	0
Less amount available in the debt service fund	0	0	0
Net debt within .10% limitation	0	0	0
Legal debt margin within .10% limitation	<u>\$349,174</u>	<u>\$355,192</u>	<u>\$364,451</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100.0%	100.0%	100.0%

Source: Pike County Auditor and School District Records

(1) The definition of tax valuation for the purpose of calculating the debt margin was modified by H.B. 530, effective 3/30/06, to exclude tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, or personal property owned or leased by a railroad company and used in railroad operations.

(2) Ohio Bond Law sets a limit of nine percent for voted debt, .90 percent for Energy Conservation measures, and .10 percent for unvoted debt.

2012	2013	2014	2015	2016	2017	2018
\$399,963,100	\$392,053,770	\$420,295,180	\$438,145,600	\$460,980,036	\$464,945,415	\$550,624,444
0	0	0	0	0	0	0
0	0	0	0	0	0	0
399,963,100	392,053,770	420,295,180	438,145,600	460,980,036	464,945,415	550,624,444
35,996,679	35,284,839	37,826,566	39,433,104	41,488,203	41,845,087	49,556,200
54,890	0	0	0	0	0	0
(54,890)	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$35,996,679</u>	<u>\$35,284,839</u>	<u>\$37,826,566</u>	<u>\$39,433,104</u>	<u>\$41,488,203</u>	<u>\$41,845,087</u>	<u>\$49,556,200</u>
100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
\$3,599,668	\$3,528,484	\$3,782,657	\$3,943,310	\$4,148,820	\$4,184,509	\$4,955,620
(54,890)	0	0	0	0	0	0
<u>\$3,544,778</u>	<u>\$3,528,484</u>	<u>\$3,782,657</u>	<u>\$3,943,310</u>	<u>\$4,148,820</u>	<u>\$4,184,509</u>	<u>\$4,955,620</u>
98.5%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
\$399,963	\$392,054	\$420,295	\$438,146	\$460,980	\$464,945	\$550,624
54,890	0	0	0	0	0	0
(54,890)	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$399,963</u>	<u>\$392,054</u>	<u>\$420,295</u>	<u>\$438,146</u>	<u>\$460,980</u>	<u>\$464,945</u>	<u>\$550,624</u>
100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

*Pike County Joint Vocational School District
Principal Employers
Fiscal Years 2015 and 2009*

Employer	2015(1)		
	Total Employees	Rank	Percentage of Total Employees
Flour B&W Portsmouth	1,373	1	14.16%
Pike County	299	2	3.08
United States Enrichment Corporation	276	3	2.85
VR Waverly, Inc. (formerly Brown Corporation of Waverly)	224	4	2.31
Waverly City School District	197	5	2.03
Babcock & Wilcox Conversion Services	174	6	1.79
Wastren EnergX Mission Support, LLC	161	7	1.66
Adena Hospital	159	8	1.64
Scioto Valley Local School District	159	9	1.64
Eastern Local School District	102	10	1.05
Masco Retail Cabinet Group (formerly Mill's Pride)	-		-
Pike Community Hospital	-		-
Wal-Mart Stores, Inc.	-		-
H.C.F. Incorporated	-		-
Brown Corporation of Waverly	-		-
Total Employees	3,124		32.21
All Other Employers	6,576		67.79
Total Employees	9,700		100.00%

Source: Pike County Auditor, Ohio Department of Job and Family Services, and Individual Employers
(1) 2015 is the latest information available, The Pike County Auditor could not provide updated information.

2009		
Total Employees	Rank	Percentage of Total Employees
-		-
274	4	2.88%
1,967	1	20.70
-		-
225	6	2.37
-		-
-		-
-		-
183	8	1.93
108	10	1.14
1,472	2	15.49
300	3	3.16
250	5	2.63
215	7	2.26
163	9	1.72
5,157		54.28
4,343		45.72
<u>9,500</u>		<u>100.00%</u>

Pike County Joint Vocational School District
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population (1)	Total Personal Income (2)	Per Capita Personal Income (1)	Median Household Income (1)	Median Age (1)
2009	27,695	\$445,695,635	\$16,093	\$31,649	35
2010	28,709	499,220,801	17,389	40,363	39
2011	28,709	499,220,801	17,389	40,363	39
2012	28,709	499,220,801	17,389	40,363	39
2013	28,709	499,220,801	17,389	40,363	39
2014	28,709	499,220,801	17,389	40,363	39
2015	28,709	499,220,801	17,389	40,363	39
2016	28,709	499,220,801	17,389	40,363	39
2017	28,709	499,220,801	17,389	40,363	39
2018	28,709	499,220,801	17,389	40,363	39

Source: (1) 2000 and 2010 Census Reports
(2) Computation of per capita personal income multiplied by population
(3) School District records
(4) Ohio Department of Job and Family Services and Ohio Labor
Market Information
(5) Pike County Auditor

Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (3)	Unemployment Rate (4)	Total Assessed Property Value (5)
9.7	455	15.2	\$353,622,260
12.6	435	14.5	356,860,280
12.6	439	15.4	364,450,800
12.6	423	13.0	399,963,100
12.6	406	12.4	392,053,770
12.6	408	7.8	420,295,180
12.6	391	7.1	438,145,600
12.6	388	7.3	460,980,036
12.6	388	7.1	464,945,415
12.6	455	6.9	550,624,444

Pike County Joint Vocational School District

Building Statistics (1)

Last Ten Fiscal Years

(cash basis of accounting)

	2009	2010	2011	2012
Medical Laboratory Technology				
Square Footage of Program Space	2,622	2,480	2,567	2,567
Maximum Capacity of Program	50	50	50	50
Number of Students at End of Year (2)	42	45	44	34
Students Who Graduated from Program	16	22	23	14
Cost of Program (3)	\$185,910	\$184,080	\$211,743	\$209,755
Percentage of Students to Maximum Capacity of Program	84%	90%	88%	68%
Cost of Program Per Student	\$4,426	\$4,091	\$4,812	\$6,169
Diversified Health Occupations				
Square Footage of Program Space	3,183	2,560	3,000	3,000
Maximum Capacity of Program	50	50	50	50
Number of Students at End of Year (2)	45	46	46	31
Students Who Graduated from Program	22	21	23	17
Cost of Program (3)	\$138,533	\$152,284	\$101,037	\$111,182
Percentage of Students to Maximum Capacity of Program	90%	92%	92%	62%
Cost of Program Per Student	\$3,079	\$3,311	\$2,196	\$3,587
Information Technology/Business Administration				
Square Footage of Program Space	1,743	5,672	5,376	5,376
Maximum Capacity of Program	75	75	75	50
Number of Students at End of Year (2)	55	47	42	56
Students Who Graduated from Program	16	35	16	25
Cost of Program (3)	\$394,663	\$317,234	\$420,340	\$248,537
Percentage of Students to Maximum Capacity of Program	73%	63%	56%	112%
Cost of Program Per Student	\$7,176	\$6,750	\$10,008	\$4,438
Air Conditioning, Heating, and Refrigeration Technology				
Square Footage of Program Space	4,454	4,505	4,510	4,510
Maximum Capacity of Program	50	50	50	50
Number of Students at End of Year (2)	20	20	30	25
Students Who Graduated from Program	14	6	14	15
Cost of Program (3)	\$206,778	\$195,064	\$220,484	\$151,417
Percentage of Students to Maximum Capacity of Program	40%	40%	60%	50%
Cost of Program Per Student	\$10,339	\$9,753	\$7,349	\$6,057
Automobile Technology				
Square Footage of Program Space	7,942	8,820	8,672	8,672
Maximum Capacity of Program	50	50	50	50
Number of Students at End of Year (2)	36	22	12	15
Students Who Graduated from Program	16	12	5	5
Cost of Program (3)	\$221,372	\$205,349	\$180,595	\$108,364
Percentage of Students to Maximum Capacity of Program	72%	44%	24%	30%
Cost of Program Per Student	\$6,149	\$9,334	\$15,050	\$7,224

2013	2014	2015	2016	2017	2018
2,567	2,567	2,567	2,567	2,567	2,567
50	50	50	50	50	50
41	39	22	28	34	38
16	22	13	6	10	13
\$196,655	\$190,863	\$199,886	\$113,921	\$118,704	\$133,017
82%	78%	44%	56%	68%	76%
\$4,796	\$4,894	\$9,086	\$4,069	\$3,491	\$3,500
3,000	3,000	3,000	3,000	3,000	3,000
50	50	50	50	50	50
42	39	30	30	24	43
18	22	17	6	7	20
\$93,283	\$96,319	\$100,127	\$135,952	\$99,871	\$116,200
84%	78%	60%	60%	48%	86%
\$2,221	\$2,470	\$3,338	\$4,532	\$4,161	\$2,702
5,376	5,376	5,376	5,376	5,376	5,376
50	75	50	75	75	75
66	72	60	65	56	56
33	31	29	26	27	18
\$239,842	\$244,492	\$221,298	\$298,026	\$266,729	\$235,064
132%	96%	120%	87%	75%	75%
\$3,634	\$3,396	\$3,688	\$4,585	\$4,763	\$4,198
4,510	4,510	4,510	4,510	4,510	4,510
50	50	50	50	50	50
16	12	15	16	25	43
9	6	7	7	5	19
\$136,107	\$123,414	\$125,145	\$82,354	\$159,281	\$111,845
32%	24%	30%	32%	50%	86%
\$8,507	\$10,285	\$8,343	\$5,147	\$6,371	\$2,601
8,672	8,672	8,672	8,672	8,672	8,672
50	50	50	50	50	50
23	20	30	32	27	33
12	7	9	15	10	13
\$126,562	\$151,392	\$113,915	\$120,825	\$163,342	\$158,177
46%	40%	60%	64%	54%	66%
\$5,503	\$7,570	\$3,797	\$3,776	\$6,050	\$4,793

(continued)

*Pike County Joint Vocational School District
Building Statistics (1)
Last Ten Fiscal Years
(cash basis of accounting)
(continued)*

	2009	2010	2011	2012
Carpentry				
Square Footage of Program Space	6,949	6,901	6,570	6,570
Maximum Capacity of Program	50	50	50	50
Number of Students at End of Year (2)	26	37	37	23
Students Who Graduated from Program	20	13	19	9
Cost of Program (3)	\$203,272	\$173,471	\$211,903	\$124,606
Percentage of Students to Maximum Capacity of Program	52%	74%	74%	46%
Cost of Program Per Student	\$7,818	\$4,688	\$5,727	\$5,418
Electrical Trades				
Square Footage of Program Space	4,574	7,587	7,272	7,272
Maximum Capacity of Program	50	50	50	50
Number of Students at End of Year (2)	39	29	22	22
Students Who Graduated from Program	20	19	8	11
Cost of Program (3)	\$172,028	\$170,659	\$170,013	\$169,205
Percentage of Students to Maximum Capacity of Program	78%	58%	44%	44%
Cost of Program Per Student	\$4,411	\$5,885	\$7,728	\$7,691
Welding and Cutting				
Square Footage of Program Space	6,015	5,996	5,725	5,725
Maximum Capacity of Program	50	50	50	50
Number of Students at End of Year (2)	44	45	39	35
Students Who Graduated from Program	20	25	16	15
Cost of Program (3)	\$234,939	\$172,285	\$222,913	\$173,111
Percentage of Students to Maximum Capacity of Program	88%	90%	78%	70%
Cost of Program Per Student	\$5,340	\$3,829	\$5,716	\$4,946
Engineering Technology				
Square Footage of Program Space	1,942	4,408	3,960	3,960
Maximum Capacity of Program	40	50	50	50
Number of Students at End of Year (2)	44	47	47	49
Students Who Graduated from Program	21	23	23	23
Cost of Program (3)	\$206,030	\$189,060	\$291,371	\$199,719
Percentage of Students to Maximum Capacity of Program	110%	94%	94%	98%
Cost of Program Per Student	\$4,683	\$4,023	\$6,199	\$4,076
Criminal Justice				
Square Footage of Program Space	6,187	4,932	6,300	6,300
Maximum Capacity of Program	50	50	50	50
Number of Students at End of Year (2)	40	31	33	26
Students Who Graduated from Program	17	17	13	22
Cost of Program (3)	\$170,175	\$155,554	\$166,391	\$111,749
Percentage of Students to Maximum Capacity of Program	80%	62%	66%	52%
Cost of Program Per Student	\$4,254	\$5,018	\$5,042	\$4,298

2013	2014	2015	2016	2017	2018
6,570	6,570	6,750	6,750	6,750	6,750
50	50	50	50	50	50
22	11	12	13	14	16
14	6	2	6	5	4
\$201,507	\$162,668	\$131,461	\$137,104	\$129,664	\$187,798
44%	22%	24%	26%	28%	32%
\$9,159	\$14,788	\$10,955	\$10,546	\$9,262	\$11,737
7,272	7,272	7,272	7,272	7,272	7,272
50	50	50	50	50	50
23	12	25	26	20	34
11	6	10	10	5	11
\$111,725	\$181,011	\$162,550	\$128,232	\$130,952	\$149,274
46%	24%	50%	52%	40%	68%
\$4,858	\$15,084	\$6,502	\$4,932	\$6,548	\$4,390
5,725	5,725	5,725	5,725	5,725	5,725
50	50	50	50	50	50
43	35	33	35	47	43
23	18	12	15	19	18
\$133,220	\$135,196	\$156,176	\$184,388	\$147,413	\$159,421
86%	70%	66%	70%	94%	86%
\$3,098	\$3,863	\$4,733	\$5,268	\$3,136	\$3,707
3,960	3,960	3,960	3,960	3,960	3,960
50	50	50	50	50	50
51	44	48	49	46	57
26	23	20	24	21	31
\$229,767	\$225,885	\$214,960	\$209,648	\$196,643	\$211,571
102%	88%	96%	98%	92%	114%
\$4,505	\$5,134	\$4,478	\$4,279	\$4,275	\$3,712
6,300	6,300	6,300	6,300	6,300	6,300
50	50	50	50	50	50
25	17	20	21	27	23
13	9	6	9	13	10
\$83,609	\$105,402	\$86,592	\$95,087	\$101,478	\$109,440
50%	34%	40%	42%	54%	46%
\$3,344	\$6,200	\$4,330	\$4,528	\$3,758	\$4,758

(continued)

*Pike County Joint Vocational School District
 Building Statistics (1)
 Last Ten Fiscal Years
 (cash basis of accounting)
 (continued)*

	2009	2010	2011	2012
Building and Property Maintenance				
Square Footage of Program Space	2,717	8,079	7,835	7,835
Maximum Capacity of Program	36	36	36	36
Number of Students at End of Year (2)	20	29	29	27
Students Who Graduated from Program	7	6	6	1
Cost of Program (3)	\$274,112	\$273,972	\$295,143	\$304,443
Percentage of Students to Maximum Capacity of Program	56%	81%	81%	75%
Cost of Program Per Student	\$13,706	\$9,447	\$10,177	\$11,276
Community Home Service				
Square Footage of Program Space	7,095	7,280	9,955	9,955
Maximum Capacity of Program	36	36	36	36
Number of Students at End of Year (2)	21	22	38	27
Students Who Graduated from Program	7	10	7	1
Cost of Program (3)	\$364,101	\$351,195	\$389,290	\$378,044
Percentage of Students to Maximum Capacity of Program	58%	61%	106%	75%
Cost of Program Per Student	\$17,338	\$15,963	\$10,244	\$14,002
Agriculture and Environmental Systems (4)				
Square Footage of Program Space	0	0	0	0
Maximum Capacity of Program	0	0	0	0
Number of Students at End of Year (2)	0	0	0	0
Students Who Graduated from Program	0	0	0	0
Cost of Program (3)	\$0	\$0	\$0	\$0
Percentage of Students to Maximum Capacity of Program	0%	0%	0%	0%
Cost of Program Per Student	\$0	\$0	\$0	\$0

Source: Pike County Joint Vocational School District Records

- (1) The Pike County Joint Vocational School District operates one building.
- (2) Number of students represents the total number of juniors and seniors in the program for the fiscal year.
- (3) The cost of programs represents the actual amount of monies the School District expends on a cash basis to operate each program. The information is obtained from the School District's EMIS reports.
- (4) Program ended during fiscal year 2018.

2013	2014	2015	2016	2017	2018
7,835	7,835	7,835	7,835	7,835	7,835
36	36	36	24	24	50
36	43	35	40	36	67
6	10	2	3	3	14
\$269,983	\$311,529	\$304,589	\$245,174	\$183,163	\$232,581
100%	119%	97%	167%	150%	134%
\$7,500	\$7,245	\$8,703	\$6,129	\$5,088	\$3,471
9,955	9,955	9,955	9,955	9,955	9,955
36	36	36	36	36	50
32	43	25	25	45	76
8	10	2	3	6	4
\$364,535	\$422,684	\$399,654	\$448,299	\$495,918	\$448,593
89%	119%	69%	69%	125%	152%
\$11,392	\$9,830	\$15,986	\$17,932	\$11,020	\$5,903
0	0	0	9,955	9,955	0
0	0	0	50	50	0
0	0	0	8	13	0
0	0	0	2	3	0
\$0	\$0	\$0	\$136,706	\$131,658	\$0
0%	0%	0%	16%	26%	0%
\$0	\$0	\$0	\$17,088	\$10,128	\$0

Pike County Joint Vocational School District
Employees by Function
Last Ten Fiscal Years

	2009	2010	2011	2012
<i>Governmental Activities</i>				
Instruction:				
Special	7	7	7	7
Vocational	41	41	38	26
Adult/Continuing	2	3	4	2
Support Services:				
Pupils	3	3	3	3
Instructional Staff	2	2	2	3
Administration	2	2	3	3
Fiscal	3	3	3	3
Operation and Maintenance of Plant	4	4	4	3
Central	4	4	4	4
Operation of Non-Instructional Services	1	1	1	1
<i>Total Number of Employees</i>	69	70	69	55

Method: Using 1.0 for each full-time employee and 0.50 for part-time and seasonal employee.

Source: Pike County Joint Vocational School District records (Count is taken on June 30th of each fiscal year)

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
7	7	7	8	10	9
26	26	26	27	27	24
4	4	4	2	2	2
3	3	3	3	3	4
3	3	3	3	3	3
3	3	3	3	3	3
3	3	3	3	3	3
3	3	3	3	3	3
4	4	4	4	4	4
1	1	1	1	1	2
<u>57</u>	<u>57</u>	<u>57</u>	<u>57</u>	<u>59</u>	<u>57</u>

Pike County Joint Vocational School District
Per Pupil Cost
Last Ten Fiscal Years

Year	General Government Expenditures (1)	Average Daily Membership	Per Pupil Cost	Teaching Staff	Pupil/ Teacher Ratio
2009	\$10,777,447	455	\$23,687	47	9.68
2010	8,198,026	435	18,846	47	9.26
2011	8,591,050	439	19,570	47	9.34
2012	7,381,658	423	17,451	36	11.75
2013	7,304,538	406	17,991	36	11.28
2014	7,271,246	408	17,822	36	11.33
2015	7,401,057	391	18,929	37	10.57
2016	7,315,752	388	18,855	39	9.95
2017	7,490,650	388	19,306	41	9.46
2018	7,514,628	455	16,516	35	13.00

Source: Pike County Joint Vocational School District Records

(1) Statement of Revenues, Expenditures and
Changes in Fund Balances - Governmental Funds

Pike County Joint Vocational School District
Teaching Staff Education and Experience
June 30, 2018

Degree	Number of Staff	Percent of Total
Bachelor's Degree	20	57.14%
Bachelor + 5	1	2.86%
Master's Degree	14	40.00%
Total	35	100.00%

Years of Experience	Number of Staff	Percent of Total
0-5	11	31.43%
6-10	5	14.29%
11 and over	19	54.28%
Total	35	100.00%

Source: Pike County Joint Vocational School District Records

Pike County Joint Vocational School District
Percentage of Students who Receive Free and Reduced Lunches
Last Ten Fiscal Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Free Lunches	53.91%	58.60%	61.20%	73.34%
Reduced Lunches	<u>6.93</u>	<u>8.00</u>	<u>9.56</u>	<u>7.31</u>
Total	<u><u>60.84%</u></u>	<u><u>66.60%</u></u>	<u><u>70.76%</u></u>	<u><u>80.65%</u></u>

Source: Food Service Director

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
64.28%	64.71%	59.08%	55.60%	56.83%	57.65%
<u>5.41</u>	<u>3.93</u>	<u>4.61</u>	<u>8.2</u>	<u>6.83</u>	<u>7.32</u>
<u><u>69.69%</u></u>	<u><u>68.64%</u></u>	<u><u>63.69%</u></u>	<u><u>63.80%</u></u>	<u><u>63.66%</u></u>	<u><u>64.97%</u></u>

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Dave Yost • Auditor of State

PIKE COUNTY JOINT VOCATIONAL SCHOOL DISTRICT

PIKE 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
DECEMBER 13, 2018**