



# Comprehensive Annual Financial Report

For the fiscal year ended June 30, 2017



**Great Oaks  
Career Campuses**  
*Cincinnati, Ohio*





# Dave Yost • Auditor of State

Board of Directors  
Great Oaks Institute of Technology & Career Development  
3254 East Kemper Road  
Cincinnati, Ohio 45241

We have reviewed the *Independent Auditor's Report* of the Great Oaks Institute of Technology & Career Development, Hamilton County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2016 through June 30, 2017. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Great Oaks Institute of Technology & Career Development is responsible for compliance with these laws and regulations.

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

Dave Yost  
Auditor of State

January 22, 2018

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# **Great Oaks Career Campuses**

**Cincinnati, Ohio**

## **Comprehensive Annual Financial Report**

**For The Fiscal Year Ended June 30, 2017**

**Issued By  
The Executive Management Team**

**Mr. Harry Snyder  
President/CEO**

**Mr. Robert Giuffré  
Chief Financial Officer**

**Mr. Jon Quatman  
Vice President of Student Services**

**Ms. Karla Berger  
Vice President of Human Resources**

**Mr. Jeffrey Johnson  
Business Manager**

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**Great Oaks Career Campuses**  
Cincinnati, Ohio

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# Introductory Section

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### District Office

110 Great Oaks Drive  
at 3254 East Kemper Road  
Cincinnati, Ohio 45241-1581  
*Phone:* 513-771-8840  
*Fax:* 513-771-0660  
*Web:* [www.greatoaks.com](http://www.greatoaks.com)

December 14, 2017

Citizens on Behalf of the Board of Directors:

Great Oaks Career Campuses is pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of Great Oaks. The report covers the fiscal year ended June 30, 2017. This CAFR includes financial statements and other financial and statistical data and conforms to accounting principles generally accepted in the United States of America as they apply to governmental entities. Accuracy of the data presented, as well as the completeness and fairness of the presentation, including all disclosures, are the responsibility of Great Oaks.

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

This report will provide the taxpayers of Great Oaks Career Campuses with comprehensive financial data in a format that will enable them to gain a true understanding of the financial affairs of Great Oaks. This report will be published on the Ohio Auditor's website and Great Oaks website ([www.greatoaks.com](http://www.greatoaks.com)). An announcement will be sent to area media, and hard copies provided on request.

It is the intent Great Oaks Career Campuses to improve financial reporting based on management experience and suggestions from those with expertise in the area of such reporting. Comments on this CAFR are respectfully solicited.

### **Great Oaks Career Campuses**

In the mid-1960's, Ohio established the system of joint vocational school districts to provide all public high school students with access to career-technical education programs that would prepare them for entry level jobs and/or postsecondary education upon high school graduation. While many comprehensive school districts had some career-technical programs in place, the creation of the joint vocational school districts – districts that would serve as the career-technical education department for several affiliated school districts – meant that students would have a wider range of programs available to them, and that this highly specialized education could be provided more efficiently and economically.

The first Great Oaks classes were offered at the Laurel Oaks campus in Wilmington in August 1972; the other three Great Oaks campuses—Diamond Oaks in western Hamilton County, Live Oaks in Milford, and Scarlet Oaks in Sharonville—opened a year later

Providing high school career-technical education is Great Oaks' primary function, but in addition, Great Oaks has established a strong tradition of cooperating with and responding to the needs of area employers, agencies dealing with economic and human resource development, and the community. As a result, various programs, services and facilities have evolved to fill those needs. In addition to offering over thirty career-technical program options for high school students, Great Oaks offers a wide range of full- and part-time courses for adults; an adult literacy program that provides services in our own facilities, in community locations and in the workplace; and customized assessment and training services for business and industry.

### **School Governance**

Great Oaks is governed by a thirty-five member board of directors representing city, local and exempted village school districts located in suburban and rural areas. Members of the Board of Directors of Great Oaks Career Campuses are appointed by the affiliated school district board of education to serve a three-year term on the Great Oaks board. Members of the Hamilton County Educational Service Center represent the following Hamilton County local school districts: Finneytown, Forest Hills, Oak Hills, Southwest and Three Rivers. One representative from the Southern Ohio Educational Service District represents Blanchester and Clinton-Massie local school districts.

### **The Reporting Entity and Services Provided**

The Great Oaks Career Campuses CAFR includes all funds, agencies, boards, commissions and authorities that are controlled by or dependent on the executive body, the Board of Directors. City, library and member schools' operations are not part of this report.

The Board of Directors serves as the taxing authority, contracting body and policy maker for Great Oaks. The Board adopts the annual operating budget and approves all expenditures of Great Oaks monies.

The President/CEO is the chief administrative officer of Great Oaks, responsible for the total education and support operations. The CFO is the chief financial officer of Great Oaks, responsible for maintaining records of all financial matters, issuing warrants in payment of liabilities incurred by Great Oaks, acting as custodian of all Great Oaks funds and investing idle funds as specified by Ohio Law. Other officials include the management team including the Vice President, the Vice President of Human Resources, the Business Manager, Deans and Directors of various educational and support services and career-technical supervisors.

Great Oaks provides a wide range of instruction and support services as mandated by state statute or public desires. The instruction provided by Great Oaks includes the activities dealing directly with the teaching of pupils and the interaction between teacher and pupils. Support services are essential to complete the education process. These services include administrative, technical (such as guidance and health), and to a lesser degree, community services. Proprietary fund types are limited to the internal service fund Great Oaks uses for workers compensation self-insurance.

### ***Other Advisory Bodies:***

#### Great Oaks Council

The Great Oaks Council is charged with providing advice and guidance in these areas:

- Developing and expanding activities;
- Updating the programs and services offered by Great Oaks;
- Maintaining the quality of the overall program;
- Promoting Great Oaks.

#### Business Partnership Councils

A Business Partnership Council was established at each operational center during FY '99 to better serve local workforce development needs. Each council assists in studying, evaluating, advising and recommending the total program at the center it serves. Representatives from business, industry, labor, local government, agencies, affiliated school districts and the community serve as members of these councils. One member from each council serves as a representative to the Great Oaks Council. Each of the councils has been actively involved in promoting the operational centers in the local community.

## **Accreditation**

Great Oaks Career Campuses has been very aggressive in seeking accreditation from a wide variety of organizations with the highest standards. The accreditation process ensures quality programming because it allows Great Oaks and the specific division seeking accreditation to benchmark current practices and determine where there is room for improvement. Great Oaks is accredited by:

- The Council on Occupational Education (COE)
- Air Conditioning and Refrigeration Institute (ARI)
- American Culinary Federation (ACF)
- Automotive Service Excellence (ASE)
- National Board on Fire Service Professional Qualifications (NBFSPQ)
- National Center for Construction Education and Research (NCCER)
- The National League for Nursing (NLN)

## **Economic Conditions and Outlook**

Great Oaks serves all or part of twelve counties and 36 school districts in southwest Ohio, and as a result of this Great Oaks is less vulnerable to sudden shifts in revenue due to economic development moving from the immediate area.

Economic summaries and regional economic outlook data from the Ohio Bureau of Labor Services as well as other are economists—most notably the PNC Southwest Ohio Market Outlook—are used in the following overview; additional information is available at [development.ohio.gov](http://development.ohio.gov).

### ***Employment***

The unemployment rate continued to decline, ending the year at 3.9%. Average hourly earnings grew two percentage points faster than the national average during that time. A diversified service sector and the presence of large employers and corporate headquarters in the Cincinnati region have helped the region's employment level reach almost 4% higher than the early-2008 level.

### ***Economic Outlook***

Employment growth in southwest Ohio will continue to be a bit slower than the US average, with healthcare and professional services expected to lead the way. However, if Federal spending on defense and infrastructure increases, regional job growth could be higher than anticipated.

Housing prices are anticipated to grow 4-5% per year, thanks to better balance between demand and inventory. New home starts are not expected to grow as quickly as demand, due to weak population growth in the area.



## **Strategic Plan**

The Great Oaks Strategic Plan provides the framework for developing all Great Oaks initiatives. Components of the Strategic Plan include:

### **Great Oaks Purpose:**

We are Great Oaks—the first choice in providing innovative career training to empower individuals and communities.

### **Great Oaks Core Values:**

- Truth
- Trust
- Respect
- Quality
- Equity

### **Great Oaks Goals:**

All associates work together to:

Prepare and support all learners to successfully enter, compete and advance in their educational and career paths.

Create an environment and provide resources that meet the evolving needs of learners, industry and our communities.

## **Major Initiatives for FY 2017**

Focus on retention Students who leave Great Oaks do so for a variety of reasons; some reasons are beyond our control (students who move out of the district or fail classes, for instance) and some are considerations we can influence. Each campus developed data to help understand the trends and created plans to address the controllable issues. Using student exit surveys, intervention plans, and a campus-wide focus on a positive environment, retention increased from 86.13% in 2015-2016 to 93.3% in 2016-2017. This increased retention meant 236 more students remained at Great Oaks this year.

Transitioning to courses Along with other Ohio career centers, Great Oaks has moved to offering career majors as courses. This has a number of advantages: First, students will have greater flexibility. For example, majors within career pathways that have similar introductory coursework—construction, for instance—may offer the chance for students to change majors within a semester or two and remain on track to graduate on time. Second, the course structure is familiar to parents and affiliate school counselors, making it easier to understand

than the previous half-day-program structure. Third, dividing the program into courses can make alignment with assessments and professional credentialing more seamless.

**2015-2016 Career-Technical Planning District Report Card**

The annual Report Card for Career-Technical Planning Districts (CTPDs) and Joint Vocational School District (JVSDs) issued by the Ohio Department of Education showed continued improvement. This Report gives letter grades in three areas for the graduating class of 2012 and five year graduation rate for the class of 2011, and also provides the community with an accounting of performance measures as required by the U.S. Department of Education for FY 15. Results for the CTPD which includes Great Oaks:

	<u>CTPD</u>	
Students graduated in 4 years:	96.4%	Grade: A
Students graduated in 5 years:	98.1%	Grade: A
Post-program placement:	91.1%	Grade: A
Industry credentials:	18.2%	
Technical skill attainment:	73.9%	Grade: C
Dual enrollment:	15.2%	

**Federal Performance Measures (CTPD):**

Academic attainment—reading:	97.4%	Target: Met
Academic attainment—math:	95.8%	Target: Met
Technical Skill attainment:	73.9%	Target: Met
Single year graduation rate:	96.4%	Target: Met
Nontraditional participation:	31.5%	Target: Met
Nontraditional completion:	25.6%	Target: Met

**Program Additions at the Campuses:** Based on industry demand and student interest, the following workforce development and academic courses/programs have been added to the high school curriculum for the 2016-2017 school year:

- Sustainable Urban Agriculture (Diamond Oaks)
- Geometry (Diamond, Laurel, Live, Scarlet)

**Satellite Programs:** Great Oaks works in partnership with the affiliated school districts to provide on-site programs that serve local needs. For 2016-2017, additions include:

- Business Management (Wyoming HS)
- Gateway to Technology (Madeira MS)
- Gateway to Technology( Mariemont JH)
- Gateway to Technology (Princeton MS)

- Gateway to Technology (Three Rivers MS)
- Project Lead the Way (Three Rivers MS)
- Project Lead the Way – Engineering (Mariemont HS)

**Program Disinvestment:** Programs that were disinvested as of the close of the 2015-2016 school year include:

- IT Foundations (Winton Woods)

### **Legal Compliance/Independent Audit**

The financial statements of Great Oaks Career Campuses have been audited by the firm of Plattenburg and Associates, Inc. The audit has been conducted in accordance with auditing standards generally accepted in the United States of America including a review of internal accounting controls and tests of compliance with Federal and State laws and regulations. The Independent Auditor's Report is included in the Comprehensive Annual Financial Report.

Also, in accordance with *Government Auditing Standards*, the auditors have issued a separately bound report on Great Oaks Career Campuses' internal control over financial reporting and on compliance and other matters. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of the audit.

### **Certificate of Achievement**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Great Oaks Career Campuses for the year ending June 30, 2016. In order to be awarded a Certificate of Achievement, a governmental unit must publish a Comprehensive Annual Financial Report whose contents and format conform to program standards. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

### **ASBO Certificate**

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to Great Oaks Career Campuses for the year ending June 30, 2016. In order to be awarded a Certificate of Excellence in Financial Reporting, a political subdivision must publish a Comprehensive Annual Financial Report which substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. The award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Management believes the Comprehensive Annual Financial Report for fiscal year ended June 30, 2017, which will be submitted to ASBO for review, will conform to ASBO's principles and standards.

## **Acknowledgments**

It is with great pride and pleasure that we submit this Comprehensive Annual Financial Report for review and wish to express appreciation to the members of the Board of Directors for supporting us in this endeavor and to the staff of the business office and various administrators and associates of Great Oaks Career Campuses who contributed their time and effort to complete this project.

A final thanks to Great Oaks' external auditors, Plattenburg & Associates, Inc., for their effort in assisting with this report.

Sincerely,

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Harry Snyder  
President/CEO

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Robert Giuffré  
CFO



Danny Ilhardt	Clermont Northeastern Local Schools
Bruce Kirkpatrick	Miami-Trace Local Schools
Rod Lane	Southern Ohio Educational Service Center
Al Long	North College Hill City School District
Dr. Kathryn Lorenz	Loveland City School District
Barbara Parry	Hamilton County Educational Service Center
Jim Perdue	Reading Community Schools
Beverly Rhoads	Hillsboro City Schools
Ken Richter	Sycamore Community Schools
Tim Sharp	Indian Hill Exempted Village School District
Steve Smith	Deer Park Community City Schools
J.B. Stamper	Wilmington City Schools
Sue Steele	Goshen Local School District
Dr. Catherine Swami	Maderia City Schools
Matt Van Sant	West Clermont Local School District
Gary West	Lynchburg-Clay Local School District
Joe Wheeler	St. Bernard –Elmwood Place City School District
Ken White	Mariemont City Schools

***District Administration***

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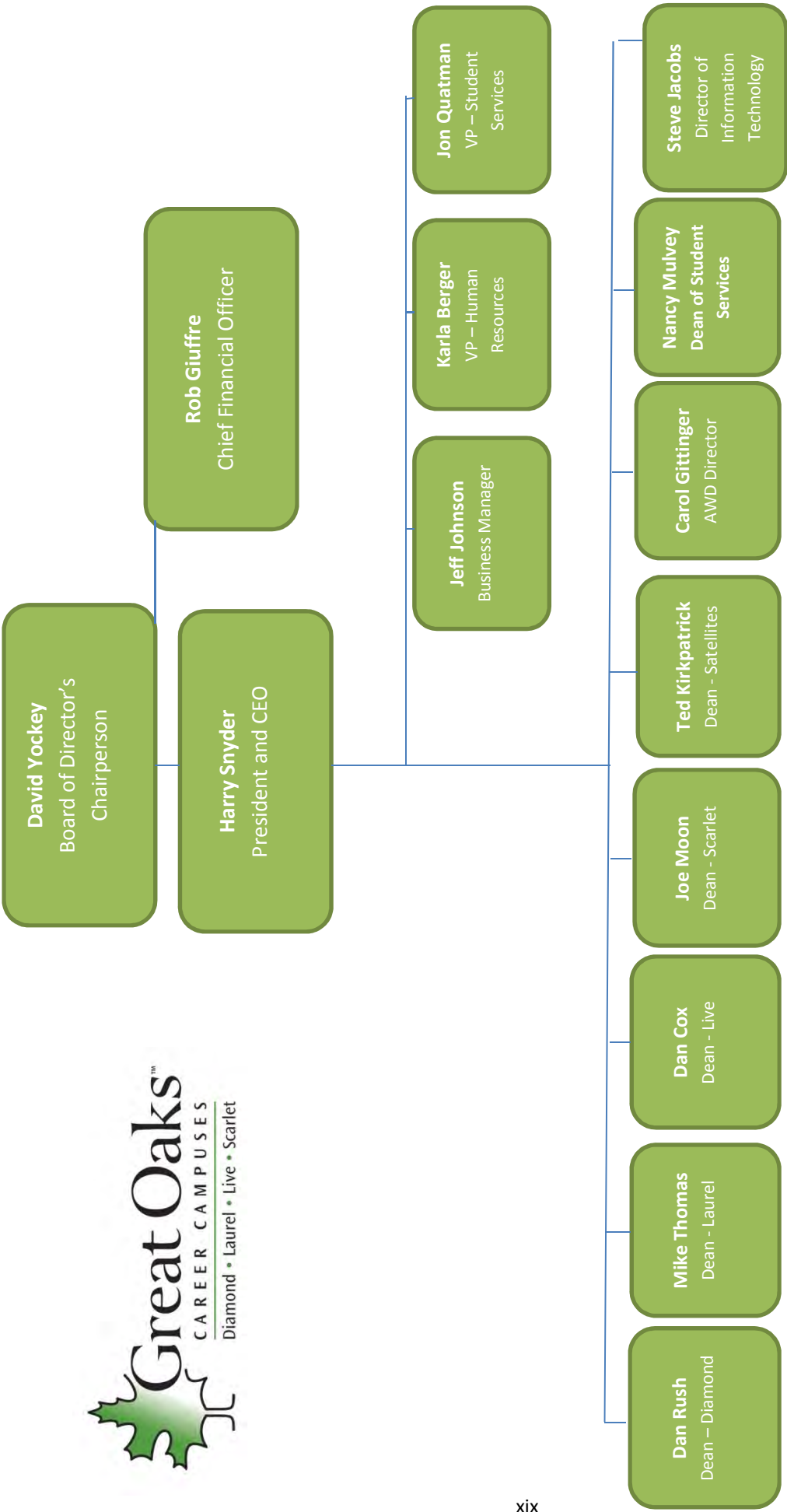
Harry Snyder	President and CEO
Robert Giuffré	Chief Financial Officer
Jon Quatman	Vice President of Student Services
Karla Berger	Vice President of Human Resources
Jeffrey Johnson	Business Manager

GREAT OAKS CAREER CAMPUSES  
**BOARD OF DIRECTORS – 2017**



Name	District Represented	Years of Service	Occupation
Deborah Allsop	Hamilton County Educational Service Center	8	Executive Director, Families Forward
Greg Barr	Greenfield Exempted Village Schools	4	Secretary
Jeff Berte	Winton Woods City School District	1	Retired – CFO Healthcare Services
Justin Buckner	Wyoming City Schools	1	SR Director of Transformation
Mark Chrisman	Washington Court House City Schools	6	Entrepreneur
Mary Cleveland	Princeton City Schools	4	CEO – National Vitiligo Foundation
Debbie Delp	Mason City Schools	10	Administrative Associate
Carole Ellis	Mt. Healthy City Schools	21	Retired – USPS Manager
Lynn Ellis	Norwood City School District	1	Consultant
Mark Ewing	Batavia Local Schools	8	Electronics Technician
William Ferguson	Hamilton County Educational Service Center	8	Writer
Ronald Friend	Fairfield Local School District	22	Entrepreneur – Agriculture
Mark Garen	East Clinton Local Schools	10	Manager
Terry Gibson	Lockland Local School District	12	Manufacturing
Sandy Harrod	Hamilton County Educational Service Center	3	Sr. Administrative Assistant
Fred Hunt	Hamilton County Educational Service Center	6	IT Project Manager
Danny Ilhardt	Clermont Northeastern Local Schools	6	Entrepreneur – Agriculture
Bruce Kirkpatrick	Miami Trace Local Schools	4	Co-Owner/GM – Kirk's Furniture
Rod Lane	Southern Ohio Educational Service Center	8	Retired – Superintendent
Al Long	North College Hill City School District	4	Training Specialist
Dr. Kathryn Lorenz	Loveland City School District	20	University of Cincinnati – Professor
Barbara Parry	Hamilton County Educational Service Center	28	Retired – Chemist
Jim Perdue	Reading Community Schools	14	GE – Project Team Leader
Beverly Rhoads	Hillsboro City Schools	12	Retired
Ken Richter	Sycamore Community Schools	12	Retired – Avon Executive
Tim Sharp, Esq.	Indian Hill Exempted Village School District	8	VP – KZF Design Inc.
Steve Smith	Deer Park Community City Schools	15	Civil Engineer – Burgess & Niple
J.B. Stamper	Wilmington City Schools	16	VP – Liberty Savings
Sue Steele	Goshen Local School District	16	Retired
Dr. Cathy Swami	Madeira City Schools	6	Retired – Principal
Matt Van Sant	West Clermont Local School District	4	President/CEO – Clermont Chamber
Gary West	Lynchburg-Clay Local School District	3	Retired - Superintendent
Joe Wheeler	St. Bernard-Elmwood Place City School District	10	Owner – Asphalt Company
Ken White	Mariemont City Schools	9	Group Mgr – Kemira Chemicals Inc
David Yockey	Milford Exempted Village School District	16	Entrepreneur – Travel Consultant







Government Finance Officers Association

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

Presented to

**Great Oaks Career Campuses  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2016**

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

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

**Great Oaks Career Campuses, Ohio**

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

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



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

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

John D. Musso, CAE, RSBA  
Executive Director

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**Great Oaks Career Campuses**  
Cincinnati, Ohio

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# Financial Section

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Great Oaks Career Campuses  
3254 East Kemper Road  
Cincinnati, Ohio 45241

### 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 Great Oaks Career Campuses (the District) as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

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

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

### Opinions

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

### *Required Supplementary Information*

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

### *Supplementary and Other Information*

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

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2017, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.  
Cincinnati, Ohio  
December 14, 2017



**Great Oaks Career Campuses**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
**(Unaudited)**

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The discussion and analysis of Great Oaks Career Campuses' (Great Oaks) financial performance provides an overall review of Great Oaks' financial activities for the fiscal year ended June 30, 2017. The intent of this discussion and analysis is to look at Great Oaks' financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of Great Oaks' performance.

**Financial Highlights**

Key financial highlights for 2017 are as follows:

- Net position of governmental activities increased \$2,280,284 from 2016.
- General revenues accounted for \$64,632,957 in revenue or 87% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$9,410,790 or 13% of total revenues of \$74,043,747.
- Great Oaks had \$71,763,463 in expenses related to governmental activities; \$9,410,790 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$64,632,957 were also used to provide for these programs.

**Overview of the Financial Statements**

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

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the whole District, presenting both an aggregate view of Great Oaks' 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 Great Oaks' most significant funds with all other nonmajor funds presented in total in one column. The General Fund and the Capital Project Fund are the major funds of Great Oaks.

**Government-wide Financial Statements**

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

**Great Oaks Career Campuses**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

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

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

**Fund Financial Statements**

The analysis of Great Oaks' major funds is presented in the Fund Financial Statements (see Table of Contents). Fund financial reports provide detailed information about Great Oaks' major funds. Great Oaks uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on Great Oaks' most significant funds.

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

**Proprietary Funds** Great Oaks maintains one proprietary internal service fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among Great Oaks' various functions. Great Oaks' internal service fund accounts for workers compensation benefits of Great Oaks.

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

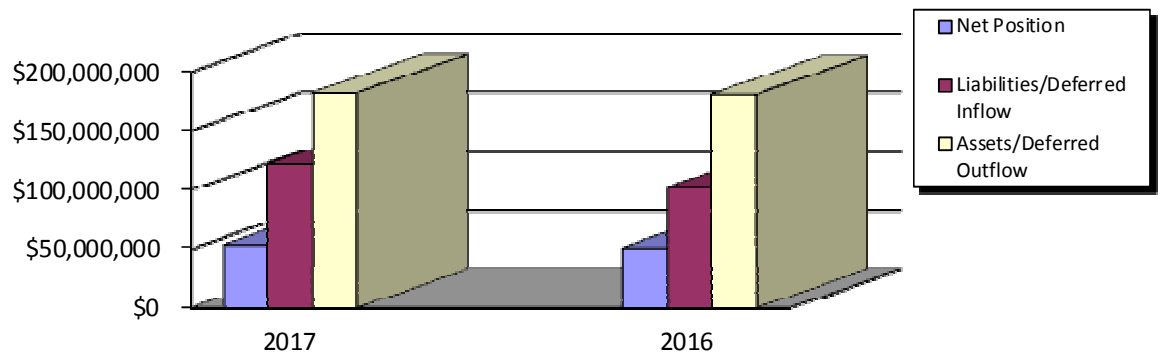
**Great Oaks as a Whole**

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

**Great Oaks Career Campuses**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

**Table 1**  
**Net Position**

	Governmental Activities	
	2017	2016
<b>Assets:</b>		
Current and Other Assets	\$82,483,939	\$78,594,092
Capital Assets	99,575,474	102,084,018
<b>Total Assets</b>	<b>182,059,413</b>	<b>180,678,110</b>
<b>Deferred Outflows of Resources:</b>		
Deferred Charge on Refunding Pension	191,763	268,468
	20,099,118	12,665,278
<b>Total Deferred Outflows of Resources</b>	<b>20,290,881</b>	<b>12,933,746</b>
<b>Liabilities:</b>		
Other Liabilities	3,743,347	2,640,537
Long-Term Liabilities	118,070,654	99,349,931
<b>Total Liabilities</b>	<b>121,814,001</b>	<b>101,990,468</b>
<b>Deferred Inflows of Resources:</b>		
Property Taxes	24,003,675	26,388,619
Revenue in Lieu of Taxes	1,118,593	1,135,728
Pension	1,997,553	12,960,853
<b>Total Deferred Inflows of Resources</b>	<b>27,119,821</b>	<b>40,485,200</b>
<b>Net Position:</b>		
Net Investment in Capital Assets	90,874,494	91,079,644
Restricted	881,750	835,871
Unrestricted	(38,339,772)	(40,779,327)
<b>Total Net Position</b>	<b>\$53,416,472</b>	<b>\$51,136,188</b>



**Great Oaks Career Campuses**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
**(Unaudited)**

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Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2017, Great Oaks' assets and deferred outflows exceeded liabilities and deferred inflows by \$53,416,472.

At year-end, capital assets represented 55% of total assets. Capital assets include land, construction in progress, land improvements, buildings and improvements, furniture and equipment, and vehicles. Net investment in capital assets at June 30, 2017, totaled \$90,874,494. These capital assets are used to provide services to the students and are not available for future spending. Although Great Oaks' investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of Great Oaks' net position, \$881,750 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Capital assets decreased due to depreciation expense being more than current year additions. Long term liabilities increased mainly due to an increase in the Net Pension Liability.

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**Great Oaks Career Campuses**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

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

**Table 2**  
**Changes in Net Position**

	Governmental Activities	
	2017	2016
Revenues:		
Program Revenues:		
Charges for Services and Sales	\$4,750,572	\$5,028,514
Operating Grants and Contributions	4,660,218	4,685,115
Total Program Revenues	9,410,790	9,713,629
General Revenues:		
Property Taxes	39,361,286	34,325,683
Grants and Entitlements	22,889,458	21,006,111
Investment Earnings	149,645	489,083
Other	2,232,568	1,803,873
Total General Revenues	64,632,957	57,624,750
Total Revenues	74,043,747	67,338,379
Program Expenses:		
Regular	7,585,906	6,653,211
Vocational	26,133,880	24,166,586
Adult/Continuing	5,959,874	6,054,459
Pupil	4,988,161	4,751,267
Instructional Staff	1,995,026	1,891,601
General Administration	426,250	423,376
School Administration	3,639,751	3,335,804
Fiscal	1,873,510	1,805,332
Business	361,469	454,410
Operations and Maintenance	7,928,925	7,590,345
Pupil Transportation	1,121,316	1,242,819
Central	7,846,899	6,044,803
Operation of Non-Instructional Services	1,412,388	2,191,502
Extracurricular Activities	14,127	15,710
Intergovernmental	218,300	220,244
Interest and Fiscal Charges	257,681	316,235
Total Program Expenses	71,763,463	67,157,704
Changes in Net Position	2,280,284	180,675
Net Position - Beginning of Year	51,136,188	50,955,513
Net Position - End of Year	\$53,416,472	\$51,136,188

**Great Oaks Career Campuses  
Management’s Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

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Great Oaks revenues came from mainly two sources. Property taxes levied for general purposes, as well as grants and entitlements comprised 84% of Great Oaks’ revenues for governmental activities.

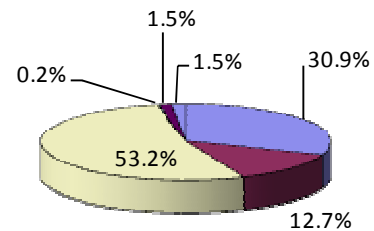
Great Oaks depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation.

Property taxes made up 53% of governmental activities for Great Oaks in fiscal year 2017. Great Oaks’ reliance upon tax revenues is demonstrated in the following graph:

**Governmental Activities  
Revenue Sources**

---

<u>Revenue Sources</u>	<u>2017</u>	<u>Percent of Total</u>
General Grants	\$22,889,458	30.9%
Program Revenues	9,410,790	12.7%
Property Tax Revenues	39,361,286	53.2%
Investment Earnings	149,645	0.2%
Revenues in Lieu of Taxes	1,118,593	1.5%
Other Revenues	1,113,975	1.5%
	<u>\$74,043,747</u>	<u>100.0%</u>



Instruction comprises 55% of governmental program expenses. Support services expenses were 42% of governmental program expenses. All other expenses including interest and fiscal charges were 3%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Total revenue increased mainly due to the increase in property tax revenue. Total expenses increased mainly due to the increase in instruction expenses.

**Governmental Activities**

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

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**Great Oaks Career Campuses**  
**Management’s Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

**Table 3**  
**Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2017	2016	2017	2016
Instruction	\$39,679,660	\$36,874,256	(\$33,012,394)	(\$29,973,197)
Support Services:				
Pupil and Instructional Staff	6,983,187	6,642,868	(5,808,564)	(5,255,135)
School Administrative, General				
Administration, Fiscal and Business	6,300,980	6,018,922	(6,167,572)	(5,890,662)
Operations and Maintenance	7,928,925	7,590,345	(7,854,508)	(7,556,095)
Pupil Transportation	1,121,316	1,242,819	(1,121,316)	(1,242,819)
Central	7,846,899	6,044,803	(7,839,699)	(6,037,603)
Operation of Non-Instructional Services	1,412,388	2,191,502	(266,160)	(1,162,925)
Extracurricular Activities	14,127	15,710	(14,127)	(15,710)
Intergovernmental	218,300	220,244	(10,652)	6,306
Interest and Fiscal Charges	257,681	316,235	(257,681)	(316,235)
Total Expenses	<u>\$71,763,463</u>	<u>\$67,157,704</u>	<u>(\$62,352,673)</u>	<u>(\$57,444,075)</u>

**Great Oaks’ Funds**

Great Oaks has two major governmental funds: the General Fund and the Capital Projects Fund. Assets of the General Fund comprised \$68,359,137 (84%) and assets of the Capital Projects Fund comprised \$11,549,207 (14%) of the total \$81,771,947 governmental fund assets.

**General Fund:** Fund balance at June 30, 2017 was \$39,220,589. Fund balance increased \$1,746,272 from the prior year. The primary reason for the increase in fund balance was due to the increase in property tax revenue.

**Capital Projects Fund:** Fund balance at June 30, 2017 was \$10,594,900. Fund balance increased \$3,173,979 from the prior year. The primary reason for the increase in fund balance was due to a transfer in from the General Fund.

**General Fund Budgeting Highlights**

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

During the course of fiscal year 2017, Great Oaks amended its general fund budget. Great Oaks uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, Great Oaks revised the Budget in an attempt to deal with unexpected changes in revenues and expenditures.

**Great Oaks Career Campuses  
Management’s Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

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For the General Fund, final budget basis estimated revenue was \$62,382,256, compared to original budget estimates of \$58,648,495. Of the \$3,733,761 difference, most was due to underestimating taxes and intergovernmental revenue. Original budget expenditures were \$48,619,029, compared to final budget expenditures of \$50,816,355.

Great Oaks’ ending unobligated actual fund balance for the General Fund was \$28,841,270.

**Capital Assets and Debt Administration**

***Capital Assets***

At fiscal year end, Great Oaks had \$99,575,474 invested in land, construction in progress, land improvements, buildings and improvements, furniture and equipment, and vehicles. Table 4 shows fiscal year 2017 balances compared to fiscal year 2016:

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

---

	<u>Governmental Activities</u>	
	<u>2017</u>	<u>2016</u>
Land	\$2,453,557	\$2,453,557
Construction in Progress	541,955	54,460
Land Improvements	29,782	33,364
Building and Improvements	92,958,384	95,742,785
Furniture and Equipment	2,800,654	3,059,157
Vehicles	<u>791,142</u>	<u>740,695</u>
Total Net Capital Assets	<u>\$99,575,474</u>	<u>\$102,084,018</u>

Total net capital assets decreased mainly due to current year depreciation expense exceeding current year additions.

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

***Debt***

At fiscal year end, Great Oaks had \$8,892,743 in bonds payable, \$2,560,000 due within one year. Table 5 summarizes bonds outstanding at year end.



**Great Oaks Career Campuses  
Management’s Discussion and Analysis  
For the Fiscal Year Ended June 30, 2017  
(Unaudited)**

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**Table 5  
Outstanding Debt at Year End**

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	<u>Governmental Activities</u>	
	<u>2017</u>	<u>2016</u>
Bonds Payable:		
2010 School Improvement Bonds	\$4,100,000	\$5,150,000
Premium on 2010 Bonds	35,242	49,340
2012 Refunding Bonds	4,530,000	5,755,000
Premium on 2012 Refunding Bonds	<u>227,501</u>	<u>318,502</u>
Total Outstanding Debt at Year End	<u>\$8,892,743</u>	<u>\$11,272,842</u>

Great Oaks did not enter into any new long-term debt agreements during fiscal year 2017 but continued to make regularly scheduled principal and interest payments on existing debt. See Note 11 in the notes to the basic financial statements for further details on Great Oaks’ outstanding debt.

**For the Future**

Career Tech Planning Districts (CTPD) in the state of Ohio have a new funding model for fiscal years 2014 and 2015. Great Oaks funding was capped at 6.25% and 10.5% for these two fiscal years which represents 47% and 75% respectively of the CTPD caps for the entire State.

Projected valuations for future tax years are below previous valuations with slower growth of new construction. Additionally, a significant portion of Great Oaks’ public utility personal property tax revenues paid by Duke Energy, which lost its appeals to the Ohio Department of Taxation challenging the method used to assess valuations of its assets throughout the region. Great Oaks will continue to closely monitor trends and potential changes in this class of property tax revenues in the future.

In November, 2008 Great Oaks passed a 2.7 mill 10-year operating levy. This levy will provide funding to Great Oaks from 2010 through 2020.

All of Great Oaks’ financial abilities will be needed to meet the challenges of the future. With careful planning and monitoring of Great Oaks’ finances, Great Oaks’ management is confident that Great Oaks can continue to provide a quality education for our students and provide a secure financial future.

**Contacting Great Oaks’ Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of Great Oaks’ finances and to show Great Oaks’ accountability for the money it receives. If you have questions about this report or need additional financial information, contact Great Oaks Career Campuses, 3254 East Kemper Road, Cincinnati, Ohio 45241.

Great Oaks Career Campuses  
Statement of Net Position  
June 30, 2017

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$43,471,811
Receivables (Net):	
Taxes	37,220,477
Accounts	164,054
Interest	46,029
Intergovernmental	1,581,568
Nondepreciable Capital Assets	2,995,512
Depreciable Capital Assets, Net	<u>96,579,962</u>
 Total Assets	 <u>182,059,413</u>
Deferred Outflows of Resources:	
Deferred Charge on Refunding Pension	191,763
	<u>20,099,118</u>
 Total Deferred Outflows of Resources	 <u>20,290,881</u>
Liabilities:	
Accounts Payable	1,178,008
Accrued Wages and Benefits	2,501,669
Accrued Interest Payable	20,916
Claims Payable	42,754
Long-Term Liabilities:	
Due Within One Year	3,176,125
Due In More Than One Year	
Net Pension Liability	104,677,528
Other Amounts	<u>10,217,001</u>
 Total Liabilities	 <u>121,814,001</u>
Deferred Inflows of Resources:	
Property Taxes	24,003,675
Revenue in Lieu of Taxes	1,118,593
Pension	<u>1,997,553</u>
 Total Deferred Inflows of Resources	 <u>27,119,821</u>
Net Position:	
Net Investment in Capital Assets	90,874,494
Restricted for:	
Vocational Adult Education	591,455
Adult Basic Education & Literacy Grant	94,358
Food Service	160,865
Other Local and State Grants	35,072
Unrestricted	<u>(38,339,772)</u>
 Total Net Position	 <u><u>\$53,416,472</u></u>

See accompanying notes to the basic financial statements.

Great Oaks Career Campuses  
Statement of Activities  
For the Fiscal Year Ended June 30, 2017

	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
<b>Governmental Activities:</b>				
<b>Instruction:</b>				
Regular	\$7,585,906	\$709,594	\$64,000	(\$6,812,312)
Vocational	26,133,880	0	269,237	(25,864,643)
Adult/Continuing	5,959,874	3,322,762	2,301,673	(335,439)
<b>Support Services:</b>				
Pupil	4,988,161	0	1,161,597	(3,826,564)
Instructional Staff	1,995,026	0	13,026	(1,982,000)
General Administration	426,250	0	0	(426,250)
School Administration	3,639,751	0	78,897	(3,560,854)
Fiscal	1,873,510	38,989	15,522	(1,818,999)
Business	361,469	0	0	(361,469)
Operations and Maintenance	7,928,925	74,417	0	(7,854,508)
Pupil Transportation	1,121,316	0	0	(1,121,316)
Central	7,846,899	0	7,200	(7,839,699)
Operation of Non-Instructional Services	1,412,388	604,810	541,418	(266,160)
Extracurricular Activities	14,127	0	0	(14,127)
Intergovernmental	218,300	0	207,648	(10,652)
Interest and Fiscal Charges	257,681	0	0	(257,681)
<b>Total Governmental Activities</b>	<b>\$71,763,463</b>	<b>\$4,750,572</b>	<b>\$4,660,218</b>	<b>(62,352,673)</b>

**General Revenues:**

Property Taxes Levied for:

General Purposes	39,361,286
Grants and Entitlements, Not Restricted	22,889,458
Revenue in Lieu of Taxes	1,118,593
Investment Earnings	149,645
Other Revenues	1,113,975

**Total General Revenues** 64,632,957

Change in Net Position 2,280,284

Net Position - Beginning of Year 51,136,188

Net Position - End of Year \$53,416,472

See accompanying notes to the basic financial statements.

Great Oaks Career Campuses  
Balance Sheet  
Governmental Funds  
June 30, 2017

	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$29,454,564	\$11,549,207	\$1,293,074	\$42,296,845
<b>Receivables (Net):</b>				
Taxes	37,220,477	0	0	37,220,477
Accounts	56,500	0	107,554	164,054
Interest	46,029	0	0	46,029
Intergovernmental	1,118,593	0	462,975	1,581,568
Interfund	462,974	0	0	462,974
<b>Total Assets</b>	<b>68,359,137</b>	<b>11,549,207</b>	<b>1,863,603</b>	<b>81,771,947</b>
<b>Liabilities:</b>				
Accounts Payable	215,764	954,307	7,937	1,178,008
Accrued Wages and Benefits	2,241,433	0	260,236	2,501,669
Compensated Absences	294,733	0	0	294,733
Interfund Payable	0	0	462,974	462,974
<b>Total Liabilities</b>	<b>2,751,930</b>	<b>954,307</b>	<b>731,147</b>	<b>4,437,384</b>
<b>Deferred Inflows of Resources:</b>				
Property Taxes	25,243,111	0	0	25,243,111
Grants	0	0	15,268	15,268
Revenue in Lieu of Taxes	1,118,593	0	0	1,118,593
Investment Earnings	24,914	0	0	24,914
<b>Total Deferred Inflows of Resources</b>	<b>26,386,618</b>	<b>0</b>	<b>15,268</b>	<b>26,401,886</b>
<b>Fund Balances:</b>				
Restricted	0	0	1,133,336	1,133,336
Committed	0	10,594,900	0	10,594,900
Assigned	4,609,026	0	0	4,609,026
Unassigned	34,611,563	0	(16,148)	34,595,415
<b>Total Fund Balances</b>	<b>39,220,589</b>	<b>10,594,900</b>	<b>1,117,188</b>	<b>50,932,677</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$68,359,137</b>	<b>\$11,549,207</b>	<b>\$1,863,603</b>	<b>\$81,771,947</b>

See accompanying notes to the basic financial statements.

Great Oaks Career Campuses  
 Reconciliation of Total Governmental Fund Balance to  
 Net Position of Governmental Activities  
 June 30, 2017

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Total Governmental Fund Balance \$50,932,677

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

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

Capital assets used in the operation of Governmental Funds 99,575,474

Other long-term assets are not available to pay for current-  
 period expenditures and, therefore, are deferred in the funds.

Delinquent Property Taxes	\$1,239,436	
Interest	24,914	
Intergovernmental	<u>15,268</u>	
		1,279,618

An internal service fund is used by management to charge  
 back costs to individual funds. The assets and  
 liabilities of the internal service fund are included in  
 governmental activities in the statement of net position.

Internal Service Net Position 1,132,212

In the statement of net position interest payable is accrued when  
 incurred; whereas, in the governmental funds interest is  
 reported as a liability only when it will require the use of  
 current financial resources.

(20,916)

Some liabilities reported in the statement of net position do not  
 require the use of current financial resources and, therefore,  
 are not reported as liabilities in governmental funds.

Compensated Absences (4,205,650)

Deferred outflows associated with long-term liabilities  
 are not reported in the funds.

191,763

Deferred outflows and inflows or resources related to pensions  
 are applicable to future periods and, therefore, are not  
 reported in the funds.

Deferred outflows of resources related to pensions	\$20,099,118	
Deferred inflows of resources related to pensions	<u>(1,997,553)</u>	
		18,101,565

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

Net Pension Liability	(\$104,677,528)	
Other Amounts	<u>(8,892,743)</u>	
		<u>(113,570,271)</u>

Net Position of Governmental Activities \$53,416,472

See accompanying notes to the basic financial statements.

Great Oaks Career Campuses  
Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Governmental Funds  
For the Fiscal Year Ended June 30, 2017

	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>				
Property and Other Taxes	\$39,414,842	\$0	\$0	\$39,414,842
Tuition and Fees	807,318	0	3,178,213	3,985,531
Investment Earnings	156,384	0	0	156,384
Intergovernmental	22,889,458	0	4,810,953	27,700,411
Extracurricular Activities	85,900	0	0	85,900
Charges for Services	6,250	0	598,474	604,724
Revenue in Lieu of Taxes	1,118,593	0	0	1,118,593
Other Revenues	921,838	0	202,029	1,123,867
<b>Total Revenues</b>	<b>65,400,583</b>	<b>0</b>	<b>8,789,669</b>	<b>74,190,252</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	7,294,880	0	48,000	7,342,880
Vocational	21,327,216	409,182	268,459	22,004,857
Adult/Continuing	0	0	5,720,853	5,720,853
<b>Support Services:</b>				
Pupil	3,413,748	0	1,261,664	4,675,412
Instructional Staff	1,955,175	0	13,026	1,968,201
General Administration	419,890	0	0	419,890
School Administration	3,213,259	0	81,987	3,295,246
Fiscal	1,792,259	0	55,906	1,848,165
Business	350,812	0	0	350,812
Operations and Maintenance	6,905,623	0	0	6,905,623
Pupil Transportation	841,220	180,784	0	1,022,004
Central	3,798,830	3,523,374	13,129	7,335,333
Operation of Non-Instructional Services	355,177	0	1,000,270	1,355,447
Extracurricular Activities	14,127	0	0	14,127
Intergovernmental	0	0	218,300	218,300
Capital Outlay	0	1,833,150	0	1,833,150
<b>Debt Service:</b>				
Principal Retirement	0	0	2,275,000	2,275,000
Interest and Fiscal Charges	0	0	291,150	291,150
<b>Total Expenditures</b>	<b>51,682,216</b>	<b>5,946,490</b>	<b>11,247,744</b>	<b>68,876,450</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>13,718,367</b>	<b>(5,946,490)</b>	<b>(2,458,075)</b>	<b>5,313,802</b>
<b>Other Financing Sources (Uses):</b>				
Proceeds from Sale of Capital Assets	64,524	0	0	64,524
Transfers In	0	9,120,469	2,616,150	11,736,619
Transfers (Out)	(12,036,619)	0	0	(12,036,619)
<b>Total Other Financing Sources (Uses)</b>	<b>(11,972,095)</b>	<b>9,120,469</b>	<b>2,616,150</b>	<b>(235,476)</b>
<b>Net Change in Fund Balance</b>	<b>1,746,272</b>	<b>3,173,979</b>	<b>158,075</b>	<b>5,078,326</b>
<b>Fund Balance - Beginning of Year</b>	<b>37,474,317</b>	<b>7,420,921</b>	<b>959,113</b>	<b>45,854,351</b>
<b>Fund Balance - End of Year</b>	<b>\$39,220,589</b>	<b>\$10,594,900</b>	<b>\$1,117,188</b>	<b>\$50,932,677</b>

See accompanying notes to the basic financial statements.

Great Oaks Career Campuses  
 Reconciliation of the Statement of Revenues, Expenditures, and Changes  
 in Fund Balance of Governmental Funds to the Statement of Activities  
 For the Fiscal Year Ended June 30, 2017

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Net Change in Fund Balance - Total Governmental Funds \$5,078,326

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

Governmental funds report capital asset additions as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of the difference between capital asset additions and depreciation in the current period.

Capital assets used in governmental activities	\$1,896,374	
Depreciation Expense	<u>(4,404,918)</u>	(2,508,544)

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

District pension contributions	\$5,293,888	
Cost of benefits earned net of employee contributions	<u>(7,161,747)</u>	(1,867,859)

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

Delinquent Property Taxes	(\$53,556)	
Interest	(6,739)	
Intergovernmental	<u>(150,734)</u>	(211,029)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

2,275,000

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

5,075

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

Compensated Absences	(\$682,213)	
Amortization of Bond Premium	105,099	
Amortization of Deferred Charge on Refunding	<u>(76,705)</u>	(653,819)

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

Change in Net Position - Internal Service Funds		<u>163,134</u>
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Change in Net Position of Governmental Activities		<u><u>\$2,280,284</u></u>
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See accompanying notes to the basic financial statements.

Great Oaks Career Campuses  
Statement of Net Position  
Proprietary Fund  
June 30, 2017

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	<u>Governmental Activities- Internal Service Fund</u>
Current Assets:	
Equity in Pooled Cash and Investments	<u>\$1,174,966</u>
Total Assets	<u>1,174,966</u>
Liabilities:	
Current Liabilities:	
Claims Payable	<u>42,754</u>
Total Liabilities	<u>42,754</u>
Net Position:	
Unrestricted	<u>1,132,212</u>
Total Net Position	<u>\$1,132,212</u>

See accompanying notes to the basic financial statements.



Great Oaks Career Campuses  
Statement of Revenues, Expenses  
and Changes in Fund Net Position  
Proprietary Fund  
For the Fiscal Year Ended June 30, 2017

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	<u>Governmental Activities- Internal Service Fund</u>
Operating Revenues:	
Other Revenues	<u>\$0</u>
Total Operating Revenues	<u>0</u>
Operating Expenses:	
Contractual Services	100,638
Other	<u>36,228</u>
Total Operating Expenses	<u>136,866</u>
Operating Income (Loss)	<u>(136,866)</u>
Transfers In	<u>300,000</u>
Change in Net Position	163,134
Net Position - Beginning of Year	<u>969,078</u>
Net Position - End of Year	<u>\$1,132,212</u>

See accompanying notes to the basic financial statements.

Great Oaks Career Campuses  
Statement of Cash Flows  
Proprietary Fund  
For the Fiscal Year Ended June 30, 2017

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	<u>Governmental Activities- Internal Service Fund</u>
Cash Flows from Operating Activities:	
Cash Payments to Suppliers	<u>(\$102,445)</u>
Net Cash Provided (Used) by Operating Activities	<u>(102,445)</u>
Cash Flows from Noncapital Financing Activities:	
Payments from Other Funds	<u>300,000</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>300,000</u>
Net Increase (Decrease) in Cash and Cash Equivalent	197,555
Cash and Cash Equivalents - Beginning of Year	<u>977,411</u>
Cash and Cash Equivalents - End of Year	<u><u>1,174,966</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	(136,866)
Changes in Assets & Liabilities:	
Increase (Decrease) in Claims Payables	<u>34,421</u>
Net Cash Provided (Used) by Operating Activities	<u>(\$102,445)</u>

See accompanying notes to the basic financial statements.

Great Oaks Career Campuses  
Statement of Fiduciary Assets and Liabilities  
Fiduciary Fund  
June 30, 2017

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	<u>Agency</u>
Assets:	
Equity in Pooled Cash and Investments	\$202,143
Receivables (Net):	
Accounts	11,407
Intergovernmental	<u>50,000</u>
Total Assets	<u>263,550</u>
Liabilities:	
Other Liabilities	<u>263,550</u>
Total Liabilities	<u>\$263,550</u>

See accompanying notes to the basic financial statements.

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**Note 1 – Summary of Significant Accounting Policies**

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

**Reporting Entity**

Great Oaks is a joint vocational school organized under Section 3311.18 of the Ohio Revised Code. Great Oaks provides vocational education for thirty-six school districts serving the population of approximately 600,000 throughout 2,200 square miles of southwest Ohio. A 35-member Board of Directors governs Great Oaks, which is supported by a 2.70 mill operating levy on over \$17 billion of assessed valuation, funds from the State of Ohio School Foundation Program and State reimbursements for voted property tax revenues eliminated or diverted by subsequent legislation. Great Oaks serves as the career and technical planning Great Oaks for southwest Ohio, providing leadership, work-force development education, training and resources in collaboration with its partners in business, industry, affiliate districts, local governments and agencies, as well as its community partners and organizations.

The reporting entity is comprised of the primary government. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from Great Oaks. Component units are legally separate organizations for which Great Oaks is financially accountable. Great Oaks is financially accountable for an organization if Great Oaks appoints a voting majority of the organization's governing board and (1) Great Oaks is able to significantly influence the programs or services performed or provided by the organization; or (2) Great Oaks is legally entitled to or can otherwise access the organization's resources; Great Oaks is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or Great Oaks is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on Great Oaks in that Great Oaks approves the budget, the issuance of debt, or the levying of taxes. Great Oaks has no component units.

Great Oaks is associated with one organization; Butler Health Plan, which is an insurance purchasing pool. This organization is presented in Note 13 to the basic financial statements.

**Basis of Presentation**

***Government-wide Financial Statements*** The statement of net position and the statement of activities display information about Great Oaks as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The statements distinguish between those activities of Great Oaks that are governmental and those that are considered business-type activities. Great Oaks has no business-type activities.

The government-wide statements are prepared using the economic resources measurement focus, which differs from the manner in which the governmental fund financial statements are prepared. Therefore, the governmental fund financial statements include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function of Great Oaks' governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues, 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 Great Oaks.

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

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how Great Oaks finances and meets the cash flow needs of its proprietary activities.

**Fund Accounting**

Great Oaks uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain Great Oaks' functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The funds of Great Oaks are grouped into the categories governmental and fiduciary.

**Governmental Funds**

Governmental Funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and deferred outflows, and liabilities and deferred inflows is reported as fund balance. The following are Great Oaks' major governmental funds:

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

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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Capital Projects - The fund provided to account for all transactions related to acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code.

**Proprietary Fund**

Proprietary fund reporting focuses on the determination of operating income changes in net position, financial position and cash flows. Proprietary funds are classified as enterprise or internal service. Great Oaks has no enterprise funds. The following is a description of Great Oaks' internal service fund:

Internal Service Fund – This fund is used to account for the financing of goods and services provided by one department or agency to other departments or agencies of Great Oaks, or to other governments, on a cost reimbursement basis. Great Oaks has a self-insurance fund which is used to provide employee workers compensation benefits.

**Fiduciary Funds**

Fiduciary Funds report on net position and changes in net position. Great Oaks' fiduciary funds consist of agency funds used for student activities programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Great Oaks' only fiduciary funds are two agency funds. The student managed activity (agency) fund account for the resources that belong to various student groups at Great Oaks. Great Oaks agency fund accounts for assets held by Great Oaks as an agent for individuals, private organizations, other governmental units, and/or other funds.

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements and relates to the timing of the measurements made.

The modified accrual basis of accounting is used by the governmental funds. Revenues are recorded when they become both measurable and available. "Measurable" means the amount can be determined and "available" means funds are collectible within the current fiscal year or soon enough thereafter to be applied against liabilities of the current fiscal year. The available period for Great Oaks is sixty days after fiscal year end. Under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, interest, tuition, student fees, and grants.

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 except for unmatured principal and interest on general long-term debt which is recognized when due. Allocations of cost, such as depreciation, are not recognized in the governmental funds.

Government-wide financial statements are prepared using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

Internal Service funds and Agency funds are also accounted for on the accrual basis of accounting.

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**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.

Non-exchange transactions, in which Great Oaks receives value without directly giving value In return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes were levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which Great Oaks must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to Great Oaks on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

**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. The deferred outflows of resources related to a deferred charge on refunding and pension are reported on the governmental-wide statement of net position. For more pension related information, see Note 8.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For Great Oaks, deferred inflows of resources include property taxes, revenue in lieu of taxes, pension, grants, and investment earnings. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2017, but which were levied to finance year 2018 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. These amounts are deferred and recognized as inflows of resources in the period the amounts become available. Revenue in lieu of taxes has been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Grants and investments are recorded as deferred inflows on the governmental fund financial statements. Deferred inflows of resources related to pension are reported on the government-wide statement of net position. For more pension related information, see Note 8.

**Expenses/Expenditures** On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

**Equity in Pooled Cash and Investments**

To improve cash management, all cash received by Great Oaks is pooled in central bank accounts. Monies for all funds are maintained in these accounts or temporarily used to purchase short-term investments. Individual fund integrity is maintained through Great Oaks records. Each fund's portion in

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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the pool is presented as "Equity in Pooled Cash and Investments" on the balance sheet. During 2017, investments were limited to STAR Ohio, U.S. money market funds, negotiable CD's and federal agency securities.

The Governmental Accounting Standards Board Statement No. 31 (GASB 31), "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", requires that investments, with certain exceptions, be recorded at their fair value and that changes in the fair value be reported in the operating statement. Great Oaks recorded investments, held at June 30, 2017 at the fair value.

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." Great Oaks measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For 2017, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$50 million, requiring the excess amount to be transacted the following business day(s), but only to the \$50 million limit. All accounts of the participant will be combined for these purposes.

Under existing Ohio statutes, all investment earnings accrue to the general fund except those specifically related to agency funds, and those other funds individually authorized by Board resolution. Interest earnings are allocated to these funds based on average monthly cash balance.

Restricted cash and investments in the Capital Projects is restricted for certain capital projects (retainage held by vendors) and cannot be expended on any other items.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during the current fiscal year amounted to \$156,384 credited to the General Fund.

For purposes of the statement of cash flows, the internal service portion of pooled cash and investments is considered a cash equivalent because Great Oaks is able to withdraw resources from the internal service funds without prior notice or penalty.

**Capital Assets**

Great Oaks defines capital assets as those with an individual cost of more than \$10,000 and an estimated useful life in excess of eight years. All capital assets are capitalized at cost or estimated historical cost where no historical records exist. Donated capital assets are recorded at their estimated fair values as of the date received. Great Oaks does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value.



**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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When capital assets are purchased, they are capitalized and depreciated in the government-wide statements. Capital assets are reported as expenditures of the current period in the governmental fund financial statements.

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

Land Improvements	15 years, 20 years
Buildings and Improvements	30 years, 40 years
Equipment	8 years, 15 years
Vehicles	8 years

**Interfund Balances**

On the governmental fund financials, receivables and payables resulting from short-term interfund loans are classified as "interfund receivable/payable." These amounts are eliminated in the governmental activities column of the statement of net position.

**Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the associates' rights to receive compensation are attributable to services already rendered and it is probable that Great Oaks will compensate the associates for the benefits through paid time off or some other means. Great Oaks records a liability for accumulated unused vacation time when earned for all associates with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the associates who are currently eligible to receive termination benefits and those Great Oaks has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and associates' wage rates at fiscal year end, taking into consideration any limits specified in Great Oaks' severance policy.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, a liability is recorded only for the portion of unpaid compensated absences that has matured, for example, as a result of associate resignations and retirements.

**Accrued Liabilities and Long-Term Obligations**

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

Governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources with the exception of compensated absences as noted above.

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**Pensions**

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

**Fund Balances**

Fund balance is divided into five classifications based primarily on the extent to which Great Oaks 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 a spendable form, or legally or contractually required to be maintained intact. The “not in a spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

***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 a formal action (resolution) of Great Oaks’ Board of Directors. Those committed amounts cannot be used for any other purpose unless the Board of Directors 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 Great Oaks for specific purposes as approved through Great Oaks’ formal purchasing procedure by the Treasurer, as established by the board approved purchasing policy. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the Board of Directors.

***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 balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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.

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**Net Position**

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net Investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by Great Oaks or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Great Oaks applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available. Of Great Oaks' \$881,750 in restricted net position, none were restricted by enabling legislation.

**Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the internal service fund. For Great Oaks, these revenues are charges for services for the primary activity of the fund. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**Estimates**

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

**Note 2 – Equity in Pooled Cash and Investments**

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State statutes classify monies held by Great Oaks into three categories.

Active deposits are public deposits necessary to meet current demands on the Treasury. Such monies must be maintained either as cash in Great Oaks' 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 two-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies that are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than five years from the date of deposit or by savings or deposit accounts including pass book accounts. Protection of Great Oaks' deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as security for repayment, or by a single collateral pool established by the financial institution to secure the repayment of all public monies on deposit.

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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

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

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 Great Oaks, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

**Deposits**

Custodial credit risk is the risk that in the event of a bank failure, Great Oaks' deposits may not be returned to it. Great Oaks' policy for deposits is any balance not covered by depository insurance will be collateralized by the financial institutions with pledged securities. As of June 30, 2017, \$4,702,603 of

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Great Oaks' bank balance of \$4,952,603 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in Great Oaks' name.

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

**Investments**

Great Oaks' investments at June 30, 2017 are summarized as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Fair Value Hierarchy</u>	<u>Weighted Average Maturity (Years)</u>
Fannie Mae	\$6,491,604	Level 2	1.14
Freddie Mac	4,478,515	Level 2	1.51
Federal Farm Credit Bank	448,034	Level 2	1.29
Negotiable CDs	14,489,681	Level 2	1.55
Money Market Funds	3,526,893	N/A	0.00
STAROhio	9,948,961	N/A	0.12
Total Fair Value	<u>\$39,383,688</u>		
Portfolio Weighted Average Maturity			0.98

Great Oaks categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The above table identifies the Great Oaks' recurring fair value measurements as of June 30, 2017. STAR Ohio is reported at its share price (Net Asset value per share).

*Credit Risk.* It is Great Oaks' policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings by nationally recognized statistical rating organizations. Great Oaks' investments in Fannie Mae, Freddie Mac, and Federal Farm Credit Bank were rated AA+ by Standard & Poor's and Aaa by Moody's Investors Service. Investments in STAROhio were rated AAAM by Standard & Poor's. Investments in Money Market Funds and Negotiable CDs were not rated.

*Concentration of Credit Risk.* Great Oaks' investment policy allows investments in U.S. Agencies or Instrumentalities. Great Oaks has invested 17% in Fannie Mae, 11% in Freddie Mac, 1% in Federal Farm Credit Bank, 37% in Negotiable CDs, 9% in Money Market Funds, and 25% in STAROhio.

*Custodial Credit Risk.* Custodial credit risk is the risk that in the event of a failure of a counter party, Great Oaks will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Great Oaks' investment securities are registered in its name.

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*Interest Rate Risk.* In accordance with the investment policy, Great Oaks manages its exposure to declines in fair value by limiting the weighted average maturity of its investment portfolio to five years.

**Note 3 – Property Taxes**

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Great Oaks received two types of property taxes: real property (assessed on land and buildings) and public utility (assessed on land and buildings). These taxes are calculated based on taxable values and property tax rates. Taxable values are determined based on the property’s true value (or appraised value) and an assessment rate. All real property has an assessment rate of 35 percent of true value. The assessment rate on personal property varies depending on the property class, ranging from 24 percent to 88 percent.

In June 2005, the 126th General Assembly passed House Bill No. 66, which phases out the tax on tangible personal property of general business, telephone, and telecommunication companies and railroads beginning in tax year 2006 and ending by tax year 2010. The law provided for school districts to be held harmless by the state for their local tax revenue losses for a period of time referred to as the ‘hold-harmless’ period, through a combination of additional state formula funding and direct state reimbursement. The hold-harmless period was to be followed by a period of phasing out of the hold-harmless guarantee. The phase-out period was slated to start in August 2011 and to go on for the following six years. However, the 128th General Assembly passed House Bill 1 that postponed the starting of the phase-out to August 2013. School districts will continue to be reimbursed for the loss of tangible personal property tax revenue if their reliance on the reimbursement exceeds 2% of other selected revenue. If the 2% reliance is reached by 2013, the reimbursement is completely phased out. If the reliance exceeds 2% after 2013, the reimbursement is frozen until further action by the State legislature.

Great Oaks currently operates under a 2.7 mill, 10-year tax levy that was passed by the voters in November 2008.

Property taxes are levied and collected on a calendar year basis. 2017 real property taxes were levied in April 2016, became a lien on January 1, 2016, and settled in February and August 2016. 2016 public utility taxes were levied in April 2016, became a lien on December 31, 2015, and settled with real property taxes in February and August 2017.

Real property taxes and public utility taxes are payable annually or semiannually. Due and collection dates are established by each of the twelve County Auditors.

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

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$17,404,000,000
Public Utility	<u>804,000,000</u>
Total	<u><u>\$18,208,000,000</u></u>

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Great Oaks receives property taxes from twelve counties. The County Auditors periodically advance to Great Oaks its portion of taxes collected. Second-half real property tax payments collected by the counties by June 30, 2017, 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 represents outstanding delinquent taxes, to the extent they are considered collectible, and next fiscal year's real property and public utility taxes, which became measurable as of June 30, 2017. Although property tax collections for the next fiscal year are measurable, only the amounts available for advance as of June 30, 2017 are intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred inflows for that portion not intended to finance current fiscal year operations. The amount available for advance as of June 30, 2017 was \$11,977,366 and was recognized as revenue in the General Fund.

**Note 4 – Receivables**

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Receivables at June 30, 2017, consisted of taxes, accounts, interest, intergovernmental, and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

Intergovernmental Receivables consisted of the following detailed balances on the Balance Sheet and the Statement of Fiduciary Assets and Liabilities:

<u>Description</u>	<u>Amount</u>
TIF	\$1,118,593
Grants	512,975

**Note 5 – Interfund Transactions**

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Interfund transactions at June 30, 2017 consisted of the following interfund receivables and interfund payables and transfers in and transfers out:

	Interfund		Transfers	
	<u>Receivable</u>	<u>Payable</u>	<u>In</u>	<u>Out</u>
General Fund	\$462,974	\$0	\$0	\$12,036,619
Capital Projects	\$0	\$0	\$9,120,469	
Other Governmental Funds	0	462,974	2,616,150	0
Internal Service Fund	0	0	300,000	0
Total All Funds	<u>\$462,974</u>	<u>\$462,974</u>	<u>\$12,036,619</u>	<u>\$12,036,619</u>

The interfund loans were made to provide operating capital. Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and (3) maintain debt service.

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**Note 6 – Capital Assets**

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

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Governmental Activities</b>				
<b><i>Capital Assets, not being depreciated:</i></b>				
Land	\$2,453,557	\$0	\$0	\$2,453,557
Construction in Progress	54,460	721,300	233,805	541,955
<b><i>Capital Assets, being depreciated:</i></b>				
Land Improvements	1,283,590	0	0	1,283,590
Buildings and Improvements	150,336,609	810,222	0	151,146,831
Furniture and Equipment	8,653,748	354,703	0	9,008,451
Vehicles	3,158,483	243,954	364,857	3,037,580
Totals at Historical Cost	<u>165,940,447</u>	<u>2,130,179</u>	<u>598,662</u>	<u>167,471,964</u>
Less Accumulated Depreciation:				
Land Improvements	1,250,226	3,582	0	1,253,808
Building and Improvements	54,593,824	3,594,623	0	58,188,447
Equipment	5,594,591	613,206	0	6,207,797
Vehicles	2,417,788	193,507	364,857	2,246,438
Total Accumulated Depreciation	<u>63,856,429</u>	<u>4,404,918</u>	<u>364,857</u>	<u>67,896,490</u>
Governmental Activities Capital Assets, Net	<u>\$102,084,018</u>	<u>(\$2,274,739)</u>	<u>\$233,805</u>	<u>\$99,575,474</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Vocational	\$2,918,852
Support Services:	
Pupil	75,155
Instructional Staff	11,906
General Administration	4,286
School Administration	34,062
Fiscal	2,137
Operations and Maintenance	910,652
Pupil Transportation	99,312
Central	348,556
Total Depreciation Expense	<u>\$4,404,918</u>



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**Note 7 – Risk Management**

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Great Oaks is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to associates; and natural disasters. Great Oaks has a blanket building, contents and miscellaneous property policies purchased from commercial insurance carriers. Settled claims have not exceeded this commercial coverage in any of the past three years. There have been no significant reductions in insurance coverage from the prior year.

For fiscal year 2017, Great Oaks participated in the Butler Health Plan (BHP), a group insurance purchasing pool, in order to provide dental, life, medical, and disability benefits to associates, their dependents and designated beneficiaries and to set aside funds for such purposes. The Trustee provides insurance policies in whole or in part through one or more group insurance policies.

Great Oaks offers workers compensation on a self-insured basis with third party administrative services provided by Hunter Consulting. Great Oaks is responsible for payment of all claim amounts. Great Oaks has \$400,000/\$1,000,000 per occurrence of stop-loss liability with Midwest Casualty Insurance.

The liability for unpaid claims cost of \$42,754 at fiscal year end is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and that the amount of the loss can be reasonably estimated.

	Balance at Beginning of Year	Current Year Claims	Claims Payments	Balance at End of Year
2017	\$8,333	\$100,638	\$66,217	\$42,754
2016	39,118	47,368	78,153	8,333
2015	45,806	55,637	62,325	39,118

**Note 8 - Defined Benefit Pension Plans**

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**Net Pension Liability**

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

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

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

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

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

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

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

Age and service requirements for retirement are as follows:

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

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

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

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

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Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the employer is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2017, the allocation to pension, death benefits, and Medicare B was 14.00 percent. None of the 14 percent contribution rate was allocated to the Health Care Fund.

The contractually required contribution to SERS was \$1,057,883 for fiscal year 2017. Of this amount \$123,734 is reported as accrued wages and benefits.

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

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

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

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

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

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

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

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

The contractually required contribution to STRS was \$4,236,005 for fiscal year 2017. Of this amount \$282,622 is reported as accrued wages and benefits.

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

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The proportion of the net pension liability was based on the share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$18,209,740	\$86,467,788	\$104,677,528
Proportion of the Net Pension Prior Measurement Date	0.24113330%	0.25564655%	
Proportion of the Net Pension Current Measurement Date	<u>0.24879830%</u>	<u>0.25832089%</u>	
Change in Proportion	0.00766500%	0.00267434%	
Pension Expense	1,592,757	5,568,990	7,161,747

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

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	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$245,607	\$3,493,714	\$3,739,321
Changes of assumptions	1,215,600	0	1,215,600
Net difference between projected and actual earnings on pension plan investments	1,502,039	7,179,150	8,681,189
Changes in employer proportionate share of net pension liability	562,263	606,857	1,169,120
Contributions subsequent to the measurement date	<u>1,057,883</u>	<u>4,236,005</u>	<u>5,293,888</u>
Total Deferred Outflows of Resources	<u>\$4,583,392</u>	<u>\$15,515,726</u>	<u>\$20,099,118</u>
Deferred Inflows of Resources			
Changes in employer proportionate share of net pension liability	<u>\$0</u>	<u>\$1,997,553</u>	<u>\$1,997,553</u>
Total Deferred Inflows of Resources	<u>\$0</u>	<u>\$1,997,553</u>	<u>\$1,997,553</u>

\$5,293,888 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year			
Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2018	\$972,363	\$1,175,699	\$2,148,062
2019	971,281	1,175,699	2,146,980
2020	1,150,091	3,930,541	5,080,632
2021	<u>431,774</u>	<u>3,000,229</u>	<u>3,432,003</u>
Total	<u>\$3,525,509</u>	<u>\$9,282,168</u>	<u>\$12,807,677</u>

**Actuarial Assumptions - SERS**

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

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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, 2016, are presented below:

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

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

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

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

**Discount Rate**

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

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

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

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Proportionate share of the net pension liability	\$24,108,561	\$18,209,740	\$13,272,181

**Actuarial Assumptions - STRS**

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

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

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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

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

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

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

**Discount Rate**

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

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

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



**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Proportionate share of the net pension liability	\$114,908,665	\$86,467,788	\$62,476,233

**Changes Between Measurement Date and Report Date**

In March 2017, the STRS Board adopted certain assumption changes which will impact their annual actuarial valuation prepared as of June 30, 2017. The most significant change is a reduction in the discount rate from 7.75 percent to 7.45 percent. In April 2017, the STRS Board voted to suspend cost of living adjustments granted on or after July 1, 2017. Although the exact amount of these changes is not known, the overall decrease to the net pension liability is expected to be significant.

**Note 9 - Post Employment Benefits**

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***School Employees Retirement System***

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

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

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer 14% contribution to the Health Care Fund in accordance with the funding policy. For the year ended June 30, 2017, the health care allocation is 0.00%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. By statute no employer shall pay a health care surcharge greater than 2.0% of that employer’s SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2017, the minimum compensation level was established at \$23,500. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. Great Oaks’s contributions assigned to health care for the years ended June 30, 2017, 2016, and 2015 were \$0, \$124,730, and \$179,933, respectively.

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

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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

***State Teachers Retirement System***

Plan Description – Great Oaks participates in the cost-sharing multiple-employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS which can be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

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

**Note 10 – Employee Benefits**

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**Compensated Absences**

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

Teachers, administrators, and classified associates earn sick leave at the rate based on their length of contract ranging from 15 days per year to 19 days per year. Sick leave may be accumulated to a maximum depending on the associate's contract. Upon retirement, payment is made for 32% of the associate's accumulated sick leave up to a maximum based on the length of the associate's contract ranging from 66 to 89 days.

**Note 11 – Long-Term Liabilities**

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The changes in Great Oaks' long-term liabilities during fiscal year 2017 were as follows:

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

	Issue Date	Maturity Date	Interest Rate	Beginning Balance	Additions	Deductions	Ending Balance	Due In One Year
<b>Governmental Activities:</b>								
General Obligation Bonds:								
\$9,200,000 - School Improvements	3/11/10	12/1/19	1.50 - 3.25%	\$5,150,000	\$0	\$1,050,000	\$4,100,000	\$1,200,000
\$143,796 - Premium on School Improvements				49,340	0	14,098	35,242	0
\$7,795,000 - School Improvements	3/20/12	12/1/19	2.00-3.00%	5,755,000	0	1,225,000	4,530,000	1,360,000
\$728,006 - Premium on School Improvements				318,502	0	91,001	227,501	0
Subtotal Bonds				11,272,842	0	2,380,099	8,892,743	2,560,000
Compensated Absences				3,664,560	1,299,386	463,563	4,500,383	616,125
Subtotal Bonds and Other Amounts				14,937,402	1,299,386	2,843,662	13,393,126	3,176,125
Net Pension Liability:								
STRS				70,653,229	15,814,559	0	86,467,788	0
SERS				13,759,300	4,450,440	0	18,209,740	0
Subtotal Net Pension Liability				84,412,529	20,264,999	0	104,677,528	0
Total Long-Term Debt				<u>\$99,349,931</u>	<u>\$21,564,385</u>	<u>\$2,843,662</u>	<u>\$118,070,654</u>	<u>\$3,176,125</u>

General obligation bonds will be paid from the Debt Service Fund. Compensated Absences are generally paid from the General Fund, the Vocational Adult Education Fund, and the Vocational Education Perkins Grant Fund. The STRS and SERS net position obligations are generally paid from the General Fund and Special Revenue Funds.

Principal and interest requirements to retire the school improvement bonds outstanding at June 30, 2017 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2018	\$2,560,000	\$222,750	\$2,782,750
2019	2,965,000	141,375	3,106,375
2020	3,105,000	48,450	3,153,450
Total	<u>\$8,630,000</u>	<u>\$412,575</u>	<u>\$9,042,575</u>

**Note 12 – Contingencies**

**Grants**

Great Oaks 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, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of Great Oaks at June 30, 2017.

**Litigation**

Great Oaks is not currently party to any legal proceedings which would have a material impact on the financial statements.

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**Note 13 – Insurance Purchasing Pool**

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**Butler Health Plan**

Great Oaks also participates in the Butler Health Plan (BHP), an insurance purchasing pool, formed to provide affordable and desirable dental, life, medical, and other disability group insurance for member's associates, eligible dependents and designated beneficiaries. The Board of Directors consists of one representative from each of the participating members and is elected by the vote of a majority of the member school districts. Financial information can be obtained from BHP at 400 North Erie Boulevard, Suite B, Hamilton, OH 45011.

**Note 14 – Fund Balance Deficit**

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

<u>Fund</u>	<u>Deficit</u>
Other Governmental Funds:	
Vocational Education Perkins Grant	\$16,148

The deficit fund balance was created by the application of general accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

**Note 15 – Fund Balances**

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Fund balance is classified as restricted, committed, assigned and/or unassigned based primarily on the extent to which Great Oaks 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:

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

Fund Balances	General	Capital Projects	Other Governmental Funds	Total
<b>Restricted for:</b>				
Food Services	\$0	\$0	\$172,518	\$172,518
Other Grants	0	0	3,728	3,728
Vocational Adult Education	0	0	846,656	846,656
Public School Preschool	0	0	16,000	16,000
Data Communication	0	0	76	76
Adult Basic Education & Literacy	0	0	94,358	94,358
<b>Total Restricted</b>	<b>0</b>	<b>0</b>	<b>1,133,336</b>	<b>1,133,336</b>
<b>Committed to:</b>				
Capital Improvements	0	10,594,900	0	10,594,900
<b>Total Committed</b>	<b>0</b>	<b>10,594,900</b>	<b>0</b>	<b>10,594,900</b>
<b>Assigned to:</b>				
Budgetary Resource	4,497,833	0	0	4,497,833
Public School Support	9,352	0	0	9,352
Encumbrances	101,841	0	0	101,841
<b>Total Assigned</b>	<b>4,609,026</b>	<b>0</b>	<b>0</b>	<b>4,609,026</b>
<b>Unassigned (Deficit)</b>	<b>34,611,563</b>	<b>0</b>	<b>(16,148)</b>	<b>34,595,415</b>
<b>Total Fund Balance</b>	<b>\$39,220,589</b>	<b>\$10,594,900</b>	<b>\$1,117,188</b>	<b>\$50,932,677</b>

Fund balance classified as assigned for encumbrances in the general fund are assigned for all ordinary day-to-day operations of Great Oaks and for the purchase and sale of supplies throughout the career campuses.

**Note 16 – Construction and Other Commitments**

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

<u>Description</u>	<u>Remaining Commitment</u>
General	\$247,284
Capital Projects	2,966,689
Other Governmental	36,804

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**Note 17 – Required Set-Asides**

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Great Oaks is required by State Statute to annually set aside in the general fund an amount based on the statutory formula for the acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end. The following cash basis information describes the change in the year-end set aside amounts for capital acquisition. Disclosure of this information is required by State statute.

	<u>Capital Improvements</u>
Set Aside Reserve Balance as of June 30, 2016	\$0
Current Year Set Aside Requirements	576,353
Qualified Disbursements	<u>(1,525,570)</u>
Set Aside Reserve Balance as of June 30, 2017	<u>(\$949,217)</u>

**Note 18 – Foundation Funding**

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

**Note 19 - Implementation of New Accounting Principles**

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For the fiscal year ended June 30, 2017, the District has implemented Governmental Accounting Standards Board (GASB) Statement No. 77, *Tax Abatement Disclosures*, GASB Statement No. 78, *“Pensions Provided Through Certain Multiple-Employer Defined Benefit Pension Plans”*, GASB Statement No. 80, *“Blending Requirements for Certain Component Units - An Amendment of GASB Statement No. 14”* and GASB Statement No. 82, *“Pension Issues - An Amendment of GASB Statements No. 67, No. 68 and No. 73”*.

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

GASB Statement No. 78 establishes accounting and financial reporting standards for defined benefit pensions provided to the employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan (cost-sharing pension plan) that meets the criteria in paragraph 4 of Statement 68 and that (a) is not a state or local governmental pension plan, (b) is used to

**Great Oaks Career Campuses**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (c) has no predominant state or local governmental employer (either individually or collectively with other state or local governmental employers that provide pensions through the pension plan). The implementation of GASB Statement No. 78 did not have an effect on the financial statements of the District.

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

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

**Note 20 – Tax Abatements entered Into By Other Governments**

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Other governments entered into property tax abatement agreements with property owners under the Ohio Community Reinvestment Area (“CRA”) and Enterprise Zone Agreement (“EZA”) programs with the taxing districts of the District. The CRA program is a directive incentive tax exemption program benefiting property owners who renovate or construct new buildings. Under this program, the other governments designated areas to encourage revitalization of the existing housing stock and the development of new structures. The EZA program is an economic development tool administered by municipal and county governments that provides real and personal property tax exemptions to businesses making investments in the community. Within the taxing districts of Great Oaks, many other governments have entered into CRA and EZA agreements. Under these agreements Great Oak’s property taxes were reduced by \$66,752.

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# REQUIRED SUPPLEMENTARY INFORMATION

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Great Oaks Career Campuses  
 Required Supplementary Information  
 Schedule of the District's Proportionate Share  
 of the Net Pension Liability  
 State Teachers Retirement System of Ohio  
 Last Four Fiscal Years (1)

	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.25832089%	0.25564655%	0.26729169%	0.26729169%
District's Proportionate Share of the Net Pension Liability	\$86,467,788	\$70,653,229	\$65,014,589	\$77,236,389
District's Covered-Employee Payroll	\$27,379,800	\$26,836,786	\$29,410,585	\$30,687,246
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	315.81%	263.27%	221.06%	251.69%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.80%	72.10%	74.70%	69.30%

(1) - Information prior to 2014 is not available. Additional years' information will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information.

Great Oaks Career Campuses  
 Required Supplementary Information  
 Schedule of the District's Proportionate Share  
 of the Net Pension Liability  
 School Employees Retirement System of Ohio  
 Last Four Fiscal Years (1)

	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.24879830%	0.241133%	0.245291%	0.245291%
District's Proportionate Share of the Net Pension Liability	\$18,209,740	\$13,759,300	\$12,414,038	\$14,591,039
District's Covered-Employee Payroll	\$8,649,214	\$7,395,303	\$7,199,654	\$6,849,725
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	210.54%	186.05%	172.43%	213.02%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.98%	69.16%	71.70%	65.52%

(1) - Information prior to 2014 is not available. Additional years' information will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information.

Great Oaks Career Campuses  
 Required Supplementary Information  
 Schedule of District Contributions  
 State Teachers Retirement System of Ohio  
 Last Ten Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Contractually Required Contribution	\$4,236,005	\$3,833,172	\$3,757,150	\$3,823,376	\$3,989,342	\$4,342,486	\$4,283,000	\$4,688,000	\$4,198,000	\$3,522,419
Contributions in Relation to the Contractually Required Contribution	(4,236,005)	(3,833,172)	(3,757,150)	(3,823,376)	(3,989,342)	(4,342,486)	(4,283,000)	(4,688,000)	(4,198,000)	(3,522,419)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
District Covered-Employee Payroll	\$30,257,179	\$27,379,800	\$26,836,786	\$29,410,585	\$30,687,246	\$33,403,738	\$32,946,154	\$36,061,538	\$32,292,308	\$27,095,531
Contributions as a Percentage of Covered-Employee Payroll	14.00%	14.00%	14.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%

See accompanying notes to the required supplementary information.

Great Oaks Career Campuses  
 Required Supplementary Information  
 Schedule of District Contributions  
 School Employees Retirement System of Ohio  
 Last Ten Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Contractually Required Contribution	\$1,057,883	\$1,210,890	\$974,701	\$997,872	\$948,002	\$1,017,076	\$1,032,000	\$1,030,000	\$1,111,000	\$920,338
Contributions in Relation to the Contractually Required Contribution	(1,057,883)	(1,210,890)	(974,701)	(997,872)	(948,002)	(1,017,076)	(1,032,000)	(1,030,000)	(1,111,000)	(920,338)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
District Covered-Employee Payroll	\$7,556,307	\$8,649,214	\$7,395,303	\$7,199,654	\$6,849,725	\$7,561,903	\$8,210,024	\$7,607,090	\$11,290,650	\$9,372,077
Contributions as a Percentage of Covered-Employee Payroll	14.00%	14.00%	13.18%	13.86%	13.84%	13.45%	12.57%	13.54%	9.84%	9.82%

See accompanying notes to the required supplementary information.

Great Oaks Career Campuses  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2017

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$34,638,130	\$36,843,310	\$37,050,569	\$207,259
Revenue in lieu of taxes	1,045,759	1,112,336	1,118,593	6,257
Tuition and Fees	657,548	699,410	703,344	3,934
Investment Earnings	351,644	374,031	376,135	2,104
Intergovernmental	21,399,078	22,761,415	22,889,458	128,043
Other Revenues	556,336	591,754	595,083	3,329
<b>Total Revenues</b>	<b>58,648,495</b>	<b>62,382,256</b>	<b>62,733,182</b>	<b>350,926</b>
Expenditures:				
Current:				
Instruction:				
Regular	6,984,220	7,299,870	7,276,679	23,191
Vocational	20,099,723	21,008,125	20,941,384	66,741
Adult/Continuing	13,548	14,160	14,115	45
Support Services:				
Pupil	3,318,670	3,468,657	3,457,637	11,020
Instructional Staff	1,779,201	1,859,612	1,853,704	5,908
General Administration	394,085	411,896	410,587	1,309
School Administration	3,085,308	3,224,748	3,214,503	10,245
Fiscal	1,603,102	1,675,554	1,670,231	5,323
Business	337,095	352,330	351,211	1,119
Operations and Maintenance	6,533,977	6,829,279	6,807,583	21,696
Pupil Transportation	809,028	845,591	842,905	2,686
Central	3,641,529	3,806,107	3,794,015	12,092
Operation of Non-Instructional Services	19,543	20,426	20,361	65
<b>Total Expenditures</b>	<b>48,619,029</b>	<b>50,816,355</b>	<b>50,654,915</b>	<b>161,440</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>10,029,466</b>	<b>11,565,901</b>	<b>12,078,267</b>	<b>512,366</b>
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	60,323	64,163	64,524	361
Advances In	639,772	680,502	684,330	3,828
Advances (Out)	(494,278)	(516,617)	(514,976)	1,641
Transfers (Out)	(11,734,448)	(12,264,783)	(12,225,819)	38,964
<b>Total Other Financing Sources (Uses)</b>	<b>(11,528,631)</b>	<b>(12,036,735)</b>	<b>(11,991,941)</b>	<b>44,794</b>
<b>Net Change in Fund Balance</b>	<b>(1,499,165)</b>	<b>(470,834)</b>	<b>86,326</b>	<b>557,160</b>
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	28,754,944	28,754,944	28,754,944	0
<b>Fund Balance End of Year</b>	<b>\$27,255,779</b>	<b>\$28,284,110</b>	<b>\$28,841,270</b>	<b>\$557,160</b>

See accompanying notes to the required supplementary information.

**Great Oaks Career Campuses**  
**Notes to the Required Supplementary Information**  
**For The Fiscal Year Ended June 30, 2017**

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**Note 1 - Budgetary Process**

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All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriations resolution and the certificate of estimated resources which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount that the Board of Education may appropriate. The appropriation resolution is Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Board. The legal level of control has been established by Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

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

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

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as an assignment of fund balance for governmental fund types and expendable trust funds (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions.
5. Some funds are reported as part of the general fund (GAAP basis as opposed to the general fund being reported alone (budget basis).

**Great Oaks Career Campuses**  
**Notes to the Required Supplementary Information**  
**For The Fiscal Year Ended June 30, 2017**

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

Net Change in Fund Balance	
	General
GAAP Basis	\$1,746,272
Revenue Accruals	(3,180,535)
Expenditure Accruals	1,757,862
Transfers Out	(189,200)
Advances In	684,330
Advances (Out)	(514,976)
Encumbrances	(192,836)
Funds Budgeted Elsewhere	(24,591)
Budget Basis	\$86,326

**Note 2 – SERS Change in Assumptions**

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

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

**Note 3 – STRS Change in Assumptions**

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

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



# COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

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## **MAJOR GOVERNMENTAL FUNDS**

### **Capital Projects**

A fund provided to account for all transactions related to the acquiring, constructing, or improving or such permanent improvements as are authorized by Chapter 5705, Revised Code.

Great Oaks Career Campuses  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2017

	Capital Projects Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Vocational	611,988	495,702	116,286
Support Services:			
Pupil Transportation	233,485	189,120	44,365
Central	6,150,328	4,981,684	1,168,644
Capital Outlay	2,953,885	2,392,608	561,277
Total Expenditures	9,949,686	8,059,114	1,890,572
Excess of Revenues Over (Under) Expenditures	(9,949,686)	(8,059,114)	1,890,572
Other Financing Sources (Uses):			
Transfers In	4,000,000	9,120,469	5,120,469
Total Other Financing Sources (Uses)	4,000,000	9,120,469	5,120,469
Net Change in Fund Balance	(5,949,686)	1,061,355	7,011,041
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	7,521,163	7,521,163	0
Fund Balance End of Year	\$1,571,477	\$8,582,518	\$7,011,041

## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

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

### **Debt Service Fund**

The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds.

Great Oaks Career Campuses  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2017

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
<b>Assets:</b>			
Equity in Pooled Cash and Investments	\$1,293,074	\$0	\$1,293,074
<b>Receivables (Net):</b>			
Accounts	107,554	0	107,554
Intergovernmental	462,975	0	462,975
<b>Total Assets</b>	<b>1,863,603</b>	<b>0</b>	<b>1,863,603</b>
<b>Liabilities:</b>			
Accounts Payable	7,937	0	7,937
Accrued Wages and Benefits	260,236	0	260,236
Interfund Payable	462,974	0	462,974
<b>Total Liabilities</b>	<b>731,147</b>	<b>0</b>	<b>731,147</b>
<b>Deferred Inflows of Resources:</b>			
Grants	15,268	0	15,268
<b>Total Deferred Inflows of Resources</b>	<b>15,268</b>	<b>0</b>	<b>15,268</b>
<b>Fund Balances:</b>			
Restricted	1,133,336	0	1,133,336
Unassigned	(16,148)	0	(16,148)
<b>Total Fund Balances</b>	<b>1,117,188</b>	<b>0</b>	<b>1,117,188</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$1,863,603</b>	<b>\$0</b>	<b>\$1,863,603</b>

Great Oaks Career Campuses  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2017

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
<b>Revenues:</b>			
Tuition and Fees	\$3,178,213	\$0	\$3,178,213
Intergovernmental	4,810,953	0	4,810,953
Charges for Services	598,474	0	598,474
Other Revenues	202,029	0	202,029
<b>Total Revenues</b>	<b>8,789,669</b>	<b>0</b>	<b>8,789,669</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular	48,000	0	48,000
Vocational	268,459	0	268,459
Adult/Continuing	5,720,853	0	5,720,853
<b>Support Services:</b>			
Pupil	1,261,664	0	1,261,664
Instructional Staff	13,026	0	13,026
School Administration	81,987	0	81,987
Fiscal	55,906	0	55,906
Central	13,129	0	13,129
Operation of Non-Instructional Services	1,000,270	0	1,000,270
Intergovernmental	218,300	0	218,300
<b>Debt Service:</b>			
Principal Retirement	0	2,275,000	2,275,000
Interest and Fiscal Charges	0	291,150	291,150
<b>Total Expenditures</b>	<b>8,681,594</b>	<b>2,566,150</b>	<b>11,247,744</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>108,075</b>	<b>(2,566,150)</b>	<b>(2,458,075)</b>
<b>Other Financing Sources (Uses):</b>			
Transfers In	50,000	2,566,150	2,616,150
<b>Total Other Financing Sources (Uses)</b>	<b>50,000</b>	<b>2,566,150</b>	<b>2,616,150</b>
<b>Net Change in Fund Balance</b>	<b>158,075</b>	<b>0</b>	<b>158,075</b>
<b>Fund Balance - Beginning of Year</b>	<b>959,113</b>	<b>0</b>	<b>959,113</b>
<b>Fund Balance - End of Year</b>	<b>\$1,117,188</b>	<b>\$0</b>	<b>\$1,117,188</b>

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## **NONMAJOR SPECIAL REVENUE FUNDS**

### **Fund Descriptions**

**Food Services** - To account for the financial transactions related to the food service operation of Great Oaks.

**Other Grants** - To account for local funds, which are provided to assist Great Oaks with various programs.

**Vocational Adult Education** - To account for revenues and expenditures involved in upgrading and retraining out-of-school youth and adults for the purpose of improving their skills and knowledge in their current or planned occupation.

**Public School Preschool** - To account for state resources provided to assist Great Oaks with the cost of pre-school programs for three and four year old students.

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

**High Schools That Work** – To account for state funds for the school improvement initiative to raise student achievement in high school.

**Miscellaneous State Grants** – To account for various monies received directly from the state government, which are, not classified elsewhere.

**Adult Basic Education & Literacy** - To account for federal monies used to provide for instructional programs for persons 16 years of age and older who are not enrolled in school and who have less than a twelfth-grade education or its equivalent. Funds are expended for development of basic educational skills; increase of opportunities for useful employment; improvement of attitudes towards self, family and community.

**Vocational Education Perkins Grant** - To account 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 Grant** - To account for federal funds designed to provide professional development for teachers and increasing the quality of teachers in the classroom.

Great Oaks Career Campuses  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2017

	Food Services	Other Grants	Vocational Adult Education	Public School Preschool
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$186,631	\$3,728	\$905,482	\$16,000
<b>Receivables (Net):</b>				
Accounts	0	0	107,554	0
Intergovernmental	0	0	0	16,000
<b>Total Assets</b>	<b>186,631</b>	<b>3,728</b>	<b>1,013,036</b>	<b>32,000</b>
<b>Liabilities:</b>				
Accounts Payable	0	0	1,273	0
Accrued Wages and Benefits	14,113	0	165,107	0
Interfund Payable	0	0	0	16,000
<b>Total Liabilities</b>	<b>14,113</b>	<b>0</b>	<b>166,380</b>	<b>16,000</b>
<b>Deferred Inflows of Resources:</b>				
Grants	0	0	0	0
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances:</b>				
Restricted	172,518	3,728	846,656	16,000
Unassigned	0	0	0	0
<b>Total Fund Balances</b>	<b>172,518</b>	<b>3,728</b>	<b>846,656</b>	<b>16,000</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$186,631</b>	<b>\$3,728</b>	<b>\$1,013,036</b>	<b>\$32,000</b>

Data Communication	High Schools That Work	Miscellaneous State Grants	Adult Basic Education & Literacy	Vocational Education Perkins Grant	Improving Teacher Quality Grant	Total Nonmajor Special Revenue Funds
\$76	\$0	\$15,268	\$100,889	\$65,000	\$0	\$1,293,074
0	0	0	0	0	0	107,554
0	0	15,268	153,567	271,873	6,267	462,975
76	0	30,536	254,456	336,873	6,267	1,863,603
0	0	0	675	5,989	0	7,937
0	0	0	5,856	75,160	0	260,236
0	0	15,268	153,567	271,872	6,267	462,974
0	0	15,268	160,098	353,021	6,267	731,147
0	0	15,268	0	0	0	15,268
0	0	15,268	0	0	0	15,268
76	0	0	94,358	0	0	1,133,336
0	0	0	0	(16,148)	0	(16,148)
76	0	0	94,358	(16,148)	0	1,117,188
\$76	\$0	\$30,536	\$254,456	\$336,873	\$6,267	\$1,863,603

Great Oaks Career Campuses  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2017

	Food Services	Other Grants	Vocational Adult Education	Public School Preschool
<b>Revenues:</b>				
Tuition and Fees	\$0	\$0	\$3,178,213	\$0
Intergovernmental	541,418	0	1,338,387	64,000
Charges for Services	414,936	0	183,538	0
Other Revenues	39,585	4,870	157,574	0
<b>Total Revenues</b>	<b>995,939</b>	<b>4,870</b>	<b>4,857,712</b>	<b>64,000</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	0	0	0	48,000
Vocational	0	0	0	0
Adult/Continuing	0	0	4,738,803	0
<b>Support Services:</b>				
Pupil	0	0	0	0
Instructional Staff	0	0	0	0
School Administration	0	0	0	0
Fiscal	0	0	55,906	0
Central	0	6,005	0	0
Operation of Non-Instructional Services	1,000,270	0	0	0
Intergovernmental	0	0	0	0
<b>Total Expenditures</b>	<b>1,000,270</b>	<b>6,005</b>	<b>4,794,709</b>	<b>48,000</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(4,331)</b>	<b>(1,135)</b>	<b>63,003</b>	<b>16,000</b>
<b>Other Financing Sources (Uses):</b>				
Transfers In	50,000	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>50,000</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balance</b>	<b>45,669</b>	<b>(1,135)</b>	<b>63,003</b>	<b>16,000</b>
<b>Fund Balance - Beginning of Year</b>	<b>126,849</b>	<b>4,863</b>	<b>783,653</b>	<b>0</b>
<b>Fund Balance - End of Year</b>	<b>\$172,518</b>	<b>\$3,728</b>	<b>\$846,656</b>	<b>\$16,000</b>

Data Communication	High Schools That Work	Miscellaneous State Grants	Adult Basic Education & Literacy	Vocational Education Perkins Grant	Improving Teacher Quality Grant	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$3,178,213
7,200	16,000	10,274	1,179,195	1,641,453	13,026	4,810,953
0	0	0	0	0	0	598,474
0	0	0	0	0	0	202,029
<u>7,200</u>	<u>16,000</u>	<u>10,274</u>	<u>1,179,195</u>	<u>1,641,453</u>	<u>13,026</u>	<u>8,789,669</u>
0	0	0	0	0	0	48,000
0	0	10,274	0	258,185	0	268,459
0	0	0	982,050	0	0	5,720,853
0	16,000	0	0	1,245,664	0	1,261,664
0	0	0	0	0	13,026	13,026
0	0	0	81,987	0	0	81,987
0	0	0	0	0	0	55,906
7,124	0	0	0	0	0	13,129
0	0	0	0	0	0	1,000,270
0	0	0	0	218,300	0	218,300
<u>7,124</u>	<u>16,000</u>	<u>10,274</u>	<u>1,064,037</u>	<u>1,722,149</u>	<u>13,026</u>	<u>8,681,594</u>
<u>76</u>	<u>0</u>	<u>0</u>	<u>115,158</u>	<u>(80,696)</u>	<u>0</u>	<u>108,075</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>50,000</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>50,000</u>
<u>76</u>	<u>0</u>	<u>0</u>	<u>115,158</u>	<u>(80,696)</u>	<u>0</u>	<u>158,075</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>(20,800)</u>	<u>64,548</u>	<u>0</u>	<u>959,113</u>
<u>\$76</u>	<u>\$0</u>	<u>\$0</u>	<u>\$94,358</u>	<u>(\$16,148)</u>	<u>\$0</u>	<u>\$1,117,188</u>

Great Oaks Career Campuses  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2017

	Food Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$504,080	\$541,418	\$37,338
Charges for Services	386,321	414,936	28,615
Other Revenues	30,798	33,079	2,281
Total Revenues	<u>921,199</u>	<u>989,433</u>	<u>68,234</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services	1,054,854	994,310	60,544
Total Expenditures	<u>1,054,854</u>	<u>994,310</u>	<u>60,544</u>
Excess of Revenues Over (Under) Expenditures	<u>(133,655)</u>	<u>(4,877)</u>	<u>128,778</u>
Other Financing Sources (Uses):			
Transfers In	46,552	50,000	3,448
Total Other Financing Sources (Uses)	<u>46,552</u>	<u>50,000</u>	<u>3,448</u>
Net Change in Fund Balance	(87,103)	45,123	132,226
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>141,506</u>	<u>141,506</u>	<u>0</u>
Fund Balance End of Year	<u>\$54,403</u>	<u>\$186,629</u>	<u>\$132,226</u>

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Final Budget	Other Grants Fund Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$4,870	\$4,870	\$0
Total Revenues	4,870	4,870	0
Expenditures:			
Current:			
Support Services:			
Central	9,363	6,005	3,358
Total Expenditures	9,363	6,005	3,358
Net Change in Fund Balance	(4,493)	(1,135)	3,358
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	4,863	4,863	0
Fund Balance End of Year	\$370	\$3,728	\$3,358

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Vocational Adult Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$3,053,664	\$3,120,586	\$66,922
Intergovernmental	1,309,685	1,338,387	28,702
Charges for Services	164,112	167,709	3,597
Other Revenues	162,696	166,262	3,566
<b>Total Revenues</b>	<b>4,690,157</b>	<b>4,792,944</b>	<b>102,787</b>
Expenditures:			
Current:			
Instruction:			
Adult/Continuing	5,266,492	4,764,108	502,384
Support Services:			
Fiscal	61,662	55,906	5,756
<b>Total Expenditures</b>	<b>5,328,154</b>	<b>4,820,014</b>	<b>508,140</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(637,997)</b>	<b>(27,070)</b>	<b>610,927</b>
Other Financing Sources (Uses):			
Transfers In	221,554	226,409	4,855
Transfers (Out)	(244,836)	(226,409)	18,427
<b>Total Other Financing Sources (Uses)</b>	<b>(23,282)</b>	<b>0</b>	<b>23,282</b>
<b>Net Change in Fund Balance</b>	<b>(661,279)</b>	<b>(27,070)</b>	<b>634,209</b>
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	932,560	932,560	0
<b>Fund Balance End of Year</b>	<b>\$271,281</b>	<b>\$905,490</b>	<b>\$634,209</b>



Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Public School Preschool Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$48,000	\$48,000	\$0
Total Revenues	48,000	48,000	0
Expenditures:			
Current:			
Instruction:			
Regular	64,000	48,000	16,000
Total Expenditures	64,000	48,000	16,000
Excess of Revenues Over (Under) Expenditures	(16,000)	0	16,000
Other Financing Sources (Uses):			
Advances In	16,000	16,000	0
Total Other Financing Sources (Uses)	16,000	16,000	0
Net Change in Fund Balance	0	16,000	16,000
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$16,000	\$16,000

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Data Communication Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$7,200	\$7,200	\$0
Total Revenues	7,200	7,200	0
Expenditures:			
Current:			
Support Services:			
Central	7,200	7,124	76
Total Expenditures	7,200	7,124	76
Net Change in Fund Balance	0	76	76
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$76	\$76

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	High Schools That Work Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$14,222	\$16,000	\$1,778
Total Revenues	<u>14,222</u>	<u>16,000</u>	<u>1,778</u>
Expenditures:			
Current:			
Support Services:			
Pupil	14,222	16,000	(1,778)
Total Expenditures	<u>14,222</u>	<u>16,000</u>	<u>(1,778)</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses):			
Advances In	1,778	2,000	222
Advances (Out)	<u>(1,778)</u>	<u>(2,000)</u>	<u>(222)</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$54,274	\$54,274	\$0
Total Revenues	<u>54,274</u>	<u>54,274</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Vocational	12,624	10,275	2,349
Total Expenditures	<u>12,624</u>	<u>10,275</u>	<u>2,349</u>
Excess of Revenues Over (Under) Expenditures	<u>41,650</u>	<u>43,999</u>	<u>2,349</u>
Other Financing Sources (Uses):			
Advances In	15,268	15,268	0
Advances (Out)	<u>(69,418)</u>	<u>(56,500)</u>	<u>12,918</u>
Total Other Financing Sources (Uses)	<u>(54,150)</u>	<u>(41,232)</u>	<u>12,918</u>
Net Change in Fund Balance	(12,500)	2,767	15,267
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>12,500</u>	<u>12,500</u>	<u>0</u>
Fund Balance End of Year	<u>\$0</u>	<u>\$15,267</u>	<u>\$15,267</u>

Great Oaks Career Campuses  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2017

	Adult Basic Education & Literacy Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,055,801	\$1,092,939	\$37,138
<b>Total Revenues</b>	<b>1,055,801</b>	<b>1,092,939</b>	<b>37,138</b>
Expenditures:			
Current:			
Instruction:			
Adult/Continuing	1,035,096	1,008,697	26,399
Support Services:			
School Administration	79,801	77,766	2,035
<b>Total Expenditures</b>	<b>1,114,897</b>	<b>1,086,463</b>	<b>28,434</b>
Excess of Revenues Over (Under) Expenditures	(59,096)	6,476	65,572
Other Financing Sources (Uses):			
Advances In	148,349	153,567	5,218
Advances (Out)	(197,344)	(192,311)	5,033
<b>Total Other Financing Sources (Uses)</b>	<b>(48,995)</b>	<b>(38,744)</b>	<b>10,251</b>
<b>Net Change in Fund Balance</b>	<b>(108,091)</b>	<b>(32,268)</b>	<b>75,823</b>
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	108,091	108,091	0
<b>Fund Balance End of Year</b>	<b>\$0</b>	<b>\$75,823</b>	<b>\$75,823</b>

Great Oaks Career Campuses  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2017

	Vocational Education Perkins Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,812,024	\$1,669,580	(\$142,444)
<b>Total Revenues</b>	<b>1,812,024</b>	<b>1,669,580</b>	<b>(142,444)</b>
Expenditures:			
Current:			
Instruction:			
Vocational	271,902	264,816	7,086
Support Services:			
Pupil	1,285,818	1,252,307	33,511
Intergovernmental	316,088	218,300	97,788
<b>Total Expenditures</b>	<b>1,873,808</b>	<b>1,735,423</b>	<b>138,385</b>
Excess of Revenues Over (Under) Expenditures	(61,784)	(65,843)	(4,059)
Other Financing Sources (Uses):			
Advances In	271,872	271,872	0
Advances (Out)	(337,292)	(328,502)	8,790
<b>Total Other Financing Sources (Uses)</b>	<b>(65,420)</b>	<b>(56,630)</b>	<b>8,790</b>
<b>Net Change in Fund Balance</b>	<b>(127,204)</b>	<b>(122,473)</b>	<b>4,731</b>
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	177,703	177,703	0
<b>Fund Balance End of Year</b>	<b>\$50,499</b>	<b>\$55,230</b>	<b>\$4,731</b>

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Improving Teacher Quality Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$6,759	\$6,759	\$0
Total Revenues	6,759	6,759	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	13,026	13,026	0
Total Expenditures	13,026	13,026	0
Excess of Revenues Over (Under) Expenditures	(6,267)	(6,267)	0
Other Financing Sources (Uses):			
Advances In	6,267	6,267	0
Total Other Financing Sources (Uses)	6,267	6,267	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

## **NONMAJOR DEBT SERVICE FUND**

### **Fund Description**

**Debt Service Fund** – The Debt Service Fund is used for the accumulation of resources for and the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when Great Oaks is obligated in some manner for the payment.



Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Debt Service:			
Principal Retirement	2,275,000	2,275,000	0
Interest and Fiscal Charges	291,150	291,150	0
Total Expenditures	2,566,150	2,566,150	0
Excess of Revenues Over (Under) Expenditures	(2,566,150)	(2,566,150)	0
Other Financing Sources (Uses):			
Transfers In	2,566,150	2,566,150	0
Total Other Financing Sources (Uses)	2,566,150	2,566,150	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

## **OTHER GENERAL FUNDS**

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

### **Fund Descriptions**

**Uniform School Supplies** - To account for the purchase and sale of school supplies, such as workbooks and toolkits, as adopted by the Board of Directors.

**Public School Support** - To account for specific local revenue sources generated by the individual school buildings. Expenditures generally include field trips, materials, equipment and other items to supplement co-curricular and extracurricular programs.

**District Managed Student Activity** - To account for those student activity programs which have student participation in the activity but do not have student management in the programs.

**Child Care Services** - To account for operations of child care for students and is financed partly through user charges.

**Flex Spending Plan** – To account for monies related to Great Oaks' flex spending plan.

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Uniform School Supplies Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	219,610	216,755	2,855
Total Expenditures	219,610	216,755	2,855
Net Change in Fund Balance	(219,610)	(216,755)	2,855
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	253,473	253,473	0
Fund Balance End of Year	<u>\$33,863</u>	<u>\$36,718</u>	<u>\$2,855</u>

(1) For GAAP reporting, this fund is combined with the General Fund

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Public School Support Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$13,779	\$17,036	\$3,257
Total Revenues	<u>13,779</u>	<u>17,036</u>	<u>3,257</u>
Expenditures:			
Current:			
Extracurricular Activities	18,862	12,610	6,252
Total Expenditures	<u>18,862</u>	<u>12,610</u>	<u>6,252</u>
Net Change in Fund Balance	(5,083)	4,426	9,509
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>4,927</u>	<u>4,927</u>	<u>0</u>
Fund Balance End of Year	<u>(\$156)</u>	<u>\$9,353</u>	<u>\$9,509</u>

(1) For GAAP reporting, this fund is combined with the General Fund

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	District Managed Student Activity Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$84,477	\$85,900	\$1,423
Total Revenues	<u>84,477</u>	<u>85,900</u>	<u>1,423</u>
Expenditures:			
Current:			
Instruction:			
Vocational	82,991	84,721	(1,730)
Extracurricular Activities	1,486	1,517	(31)
Total Expenditures	<u>84,477</u>	<u>86,238</u>	<u>(1,761)</u>
Net Change in Fund Balance	0	(338)	(338)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>803</u>	<u>803</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$803</u></u>	<u><u>\$465</u></u>	<u><u>(\$338)</u></u>

(1) For GAAP reporting, this fund is combined with the General Fund

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Child Care Services Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$54,022	\$103,974	\$49,952
Total Revenues	54,022	103,974	49,952
Expenditures:			
Current:			
Operation of Non-Instructional Services	138,304	147,918	(9,614)
Total Expenditures	138,304	147,918	(9,614)
Excess of Revenues Over (Under) Expenditures	(84,282)	(43,944)	40,338
Other Financing Sources (Uses):			
Transfers In	25,978	50,000	24,022
Total Other Financing Sources (Uses)	25,978	50,000	24,022
Net Change in Fund Balance	(58,304)	6,056	64,360
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	104,126	104,126	0
Fund Balance End of Year	\$45,822	\$110,182	\$64,360

(1) For GAAP reporting, this fund is combined with the General Fund

Great Oaks Career Campuses  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Flex Spending Plan Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$300,116	\$309,719	\$9,603
Total Revenues	300,116	309,719	9,603
Expenditures:			
Current:			
Instruction:			
Vocational	420,000	410,978	9,022
Total Expenditures	420,000	410,978	9,022
Excess of Revenues Over (Under) Expenditures	(119,884)	(101,259)	18,625
Other Financing Sources (Uses):			
Transfers In	134,884	139,200	4,316
Total Other Financing Sources (Uses)	134,884	139,200	4,316
Net Change in Fund Balance	15,000	37,941	22,941
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	227,112	227,112	0
Fund Balance End of Year	\$242,112	\$265,053	\$22,941

(1) For GAAP reporting, this fund is combined with the General Fund

## **NONMAJOR FUNDS**

### **Fiduciary funds**

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

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

**District Agency (Agency Fund)** – Fund used to account for assets held by Great Oaks as an agent for individuals, private organizations, other governmental units, and/or other funds.



Great Oaks Career Campuses  
Statement of Changes In Assets and Liabilities  
Agency Funds  
For the Fiscal Year Ended June 30, 2017

	Student Activities			Ending Balance
	Beginning Balance	Additions	Deductions	
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$161,276	\$300,891	\$327,967	\$134,200
Receivables (Net):				
Accounts	43,945	6,673	43,945	6,673
<b>Total Assets</b>	<b>205,221</b>	<b>307,564</b>	<b>371,912</b>	<b>140,873</b>
<b>Liabilities:</b>				
Accounts Payable	40	0	40	0
Other Liabilities	205,181	307,564	371,872	140,873
<b>Total Liabilities</b>	<b>\$205,221</b>	<b>\$307,564</b>	<b>\$371,912</b>	<b>\$140,873</b>

	District Agency			Ending Balance
	Beginning Balance	Additions	Deductions	
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$363,155	\$1,128,939	\$1,424,151	\$67,943
Receivables (Net):				
Accounts	21,813	4,734	21,813	4,734
Intergovernmental	105,017	50,000	105,017	50,000
<b>Total Assets</b>	<b>489,985</b>	<b>1,183,673</b>	<b>1,550,981</b>	<b>122,677</b>
<b>Liabilities:</b>				
Other Liabilities	489,985	1,183,673	1,550,981	122,677
<b>Total Liabilities</b>	<b>\$489,985</b>	<b>\$1,183,673</b>	<b>\$1,550,981</b>	<b>\$122,677</b>

	Total All Agency Funds			Ending Balance
	Beginning Balance	Additions	Deductions	
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$524,431	\$1,429,830	\$1,752,118	\$202,143
Receivables (Net):				
Accounts	65,758	11,407	65,758	11,407
Intergovernmental	105,017	50,000	105,017	50,000
<b>Total Assets</b>	<b>695,206</b>	<b>1,491,237</b>	<b>1,922,893</b>	<b>263,550</b>
<b>Liabilities:</b>				
Accounts Payable	40	0	40	0
Other Liabilities	695,166	1,491,237	1,922,853	263,550
<b>Total Liabilities</b>	<b>\$695,206</b>	<b>\$1,491,237</b>	<b>\$1,922,893</b>	<b>\$263,550</b>

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**Great Oaks Career Campuses**  
Cincinnati, Ohio

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# Statistical Section

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## STATISTICAL SECTION

This part of Great Oak'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 Great Oak's overall financial health.

### **Contents**

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

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

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

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

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

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

**GREAT OAKS CAREER CAMPUSES**

Net Position by Component  
Last Ten Fiscal Years  
(accrual basis of accounting)  
Schedule 1

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental Activities										
Net investment in Capital Assets	\$57,640,595	\$73,901,083	\$89,107,739	\$88,422,801	\$90,396,415	\$91,102,941	\$90,252,504	\$90,877,414	\$91,079,644	\$90,874,494
Restricted	654,279	0	1,258,960	3,663,767	287,911	439,563	765,235	858,309	835,871	881,750
Unrestricted	80,744,058	60,932,606	45,027,282	40,186,190	38,256,894	37,474,782	42,327,480	(40,780,210)	(40,779,327)	(38,339,772)
Total Governmental Net Position	\$139,038,932	\$134,833,689	\$135,393,981	\$132,272,758	\$128,941,220	\$129,017,286	\$133,345,219	\$50,955,513	\$51,136,188	\$53,416,472

Source: District Records

**GREAT OAKS CAREER CAMPUSES**

Expenses, Program Revenues and Net (Expense)/Revenue  
Last Ten Fiscal Years  
(accrual basis of accounting)  
Schedule Z

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Expenses</b>										
Governmental Activities:										
Instruction	\$43,466,640	\$47,158,084	\$41,725,548	\$41,431,681	\$41,090,514	\$37,301,526	\$36,883,430	\$36,206,180	\$36,874,256	\$39,679,660
Pupil	2,741,530	3,169,358	3,362,956	3,481,175	3,906,382	5,172,692	4,368,187	4,815,529	4,751,267	4,988,161
Instructional Staff	4,321,747	4,715,642	4,799,227	2,838,111	2,358,540	2,734,677	2,464,871	2,213,687	1,891,601	1,995,026
General Administration	282,351	273,283	456,679	465,900	373,719	390,422	384,473	405,228	423,376	426,250
School Administration	4,285,037	4,562,223	4,285,374	4,220,937	4,129,999	3,675,807	3,963,680	3,914,856	3,335,804	3,639,751
Fiscal	1,477,385	2,135,544	2,607,857	2,258,619	1,954,423	1,763,315	1,686,566	1,675,529	1,805,332	1,873,510
Business	866,017	1,078,216	904,405	1,182,177	1,032,296	650,678	795,413	556,978	454,410	361,469
Operation and Maintenance	9,166,410	9,340,637	7,559,738	8,688,624	7,940,687	6,983,410	7,274,668	7,627,281	7,590,345	7,928,925
Pupil Transportation	441,229	409,059	387,489	397,964	546,461	715,515	686,452	733,962	1,242,819	1,121,316
Central	5,339,661	5,858,163	4,991,271	6,368,679	5,298,381	5,044,525	5,144,291	6,502,259	6,044,803	7,846,899
Operation of Non-Instructional Services	1,450,106	1,257,912	2,485,914	1,284,375	1,333,706	1,575,549	1,473,897	1,364,783	2,191,502	1,412,388
Extracurricular Activities	0	0	0	0	2,616	6,831	2,973	12,946	15,710	14,127
Intergovernmental	0	0	0	0	0	0	0	0	220,244	218,300
Interest and Fiscal Charges	452,247	473,173	525,246	576,693	471,745	499,620	392,960	363,717	316,235	257,681
<b>Total Governmental Activities Expenses</b>	<b>\$74,290,360</b>	<b>\$80,431,294</b>	<b>\$74,091,704</b>	<b>\$73,194,935</b>	<b>\$70,439,469</b>	<b>\$66,514,567</b>	<b>\$65,521,861</b>	<b>\$66,392,935</b>	<b>\$67,157,704</b>	<b>71,763,463</b>
<b>Program Revenues</b>										
Governmental Activities:										
Charges for Services and Sales										
Instruction	6,097,071	5,276,699	4,645,081	4,093,296	4,158,093	3,968,103	4,041,861	3,455,404	4,383,328	4,032,356
Pupil	4,879	2,331	0	0	0	0	0	0	0	0
School Administration	532	0	0	0	0	0	0	0	0	0
Fiscal	532	0	0	0	52,864	46,151	34,808	30,597	40,649	38,989
Business	0	0	150,621	0	0	0	0	0	0	0
Operations and Maintenance	189,774	70,583	75	0	0	216,187	142,424	82,434	34,250	74,417
Operation of Non-Instructional Services	608,982	1,415,129	1,169,218	786,915	518,201	493,440	491,809	507,060	570,287	604,810
Operating Grants and Contributions	6,835,741	5,891,342	5,024,290	4,534,023	4,542,074	4,468,645	4,524,302	5,224,447	4,685,115	4,660,218
<b>Total Program Revenues</b>	<b>13,737,511</b>	<b>12,656,084</b>	<b>10,989,285</b>	<b>9,414,234</b>	<b>9,271,232</b>	<b>9,192,526</b>	<b>9,235,204</b>	<b>9,299,942</b>	<b>9,713,629</b>	<b>9,410,790</b>
<b>Net (Expense)/Revenue</b>	<b>(\$60,552,849)</b>	<b>(\$67,775,210)</b>	<b>(\$63,102,419)</b>	<b>(\$63,780,701)</b>	<b>(\$61,168,237)</b>	<b>(\$57,322,041)</b>	<b>(\$56,286,657)</b>	<b>(\$57,092,993)</b>	<b>(\$57,444,075)</b>	<b>(\$62,352,673)</b>

Source: District Records

**GREAT OAKS CAREER CAMPUSES**  
 General Revenues and Total Change in Net Position  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 3

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Net (Expense)/Revenue</b>	(\$60,552,849)	(\$67,775,210)	(\$63,102,419)	(\$63,780,701)	(\$61,168,237)	(\$57,322,041)	(\$56,286,657)	(\$57,092,993)	(\$57,444,075)	(\$62,352,673)
<b>General Revenues</b>										
Governmental Activities:										
Property Taxes Levied for:										
General Purposes	35,232,446	37,230,847	36,903,406	36,640,353	34,641,281	35,116,672	37,140,829	37,084,502	34,325,683	39,361,286
Grants and Entitlements Not Restricted to Specific Programs	19,870,657	21,576,547	23,228,114	23,090,002	21,517,807	20,611,783	21,554,285	22,564,100	21,006,111	22,889,458
Revenue in Lieu of Taxes	0	0	791,963	0	876,407	950,775	1,005,510	1,105,988	1,135,728	1,118,593
Investment Earnings	3,734,262	3,538,181	1,319,024	205,459	210,071	(76,007)	392,299	323,849	489,083	149,645
Other Revenues	959,171	1,224,392	1,420,204	723,664	556,530	794,884	728,194	631,028	668,145	1,113,975
Total General Revenues	59,796,536	63,569,967	63,662,711	60,659,478	57,802,096	57,398,107	60,821,117	61,709,467	57,624,750	64,632,957
<b>Change in Net Position</b>	(\$756,313)	(\$4,205,243)	\$560,292	(\$3,121,223)	(\$3,366,141)	\$76,066	\$4,534,460	\$4,616,474	\$180,675	\$2,280,284

Source: District Records



**GREAT OAKS CAREER CAMPUSES**

Governmental Funds - Fund Balances  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 4

	2008	2009	2010	2011 (1)	2012 (1)	2013 (1)	2014 (1)	2015 (1)	2016 (1)	2017 (1)
General Fund										
Reserved	\$9,894,975	\$10,486,074	\$11,320,332	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Unreserved	52,824,797	44,146,602	24,930,189	0	0	0	0	0	0	0
Assigned				941,951	456,782	134,800	221,961	418,119	247,326	4,609,026
Unassigned				36,096,920	35,779,664	35,915,704	37,838,613	39,236,678	37,226,991	34,611,563
Total General Fund	62,719,772	54,632,676	36,250,521	37,038,871	36,236,446	36,050,504	38,060,574	39,654,797	37,474,317	39,220,589
All Other Governmental Funds										
Reserved	15,166,289	4,370,149	13,377,482	0	0	0	0	0	0	0
Unreserved, Reported In:										
Capital Project Funds	2,356,012	9,448,734	4,426,465	0	0	0	0	0	0	0
Special Revenue Funds	1,653,689	731,886	872,156	0	0	0	0	0	0	0
Nonspendable				26,628	0	0	0	0	0	0
Restricted				2,300,352	604,659	628,854	703,332	680,360	979,913	1,133,336
Committed				4,046,284	3,212,881	2,645,946	5,523,519	6,534,559	7,420,921	10,594,900
Unassigned				(98,917)	(36,596)	(41,465)	(1,491)	(27,458)	(20,800)	(16,148)
Total All Other Governmental Funds	\$19,175,990	\$14,550,769	\$18,676,103	\$6,274,347	\$3,780,944	\$3,233,335	\$6,225,360	\$7,187,461	\$8,380,034	\$11,712,088

Source: District Records

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

**GREAT OAKS CAREER CAMPUSES**

Governmental Funds - Revenues

Last Ten Fiscal Years

(modified accrual basis of accounting)

Schedule 5

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues:										
Property and Other Local Taxes	\$36,915,235	\$37,359,574	\$36,641,771	\$36,560,049	\$34,830,061	\$35,577,852	\$37,110,367	\$37,325,755	\$34,357,463	\$39,414,842
Revenue in Lieu of Taxes	0	0	791,963	0	876,407	950,775	1,005,510	1,105,988	1,135,728	1,118,593
Tuition and Fees	5,545,174	5,767,515	5,026,914	4,319,588	3,595,390	3,645,249	3,854,480	3,338,963	4,384,326	3,985,531
Investment Earnings	4,072,646	3,538,181	1,207,420	290,910	215,158	(70,730)	384,201	324,547	480,619	156,384
Intergovernmental	26,887,135	27,518,107	28,054,101	27,676,553	26,126,386	25,159,421	25,857,939	27,661,817	25,901,619	27,700,411
Extracurricular Activities	0	0	121,918	76,190	62,512	70,689	66,928	72,374	74,390	85,900
Charges for Services	1,332,012	848,627	816,087	484,433	1,096,258	1,007,943	789,494	664,158	536,533	604,724
Other Revenues	983,755	1,372,991	1,420,280	771,952	488,329	780,467	728,096	745,391	654,253	1,123,867
Total Revenues	\$75,735,957	\$76,404,995	\$74,080,454	\$70,179,675	\$67,290,501	\$67,121,666	\$69,797,015	\$71,238,993	\$67,524,931	\$74,190,252

Source: District Records

**GREAT OAKS CAREER CAMPUSES**  
 Governmental Funds - Expenditures and Debt Service Ratio  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 6

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Regular	\$298,388	\$297,788	\$129,252	\$8,014,961	\$7,203,198	\$7,139,003	\$7,477,596	\$6,930,463	\$7,092,944	\$7,342,880
Vocational Education	30,897,974	33,016,806	34,075,861	22,266,819	23,913,125	21,653,098	20,436,624	21,234,235	21,598,074	22,004,857
Adult/Continuing	8,994,982	10,275,324	7,044,175	7,485,513	6,759,027	5,989,437	5,913,395	5,921,852	6,167,880	5,720,853
Pupil	2,699,190	3,149,672	3,366,114	3,502,680	3,371,799	5,114,187	4,418,677	4,865,801	4,648,069	4,675,412
Instructional Staff	4,312,639	4,703,858	4,832,294	2,848,265	2,343,708	2,503,227	2,537,400	2,275,989	1,903,501	1,968,201
General Administration	282,351	269,101	454,281	461,719	365,033	382,246	376,230	398,192	416,281	419,890
School Administration	4,169,232	4,418,886	4,291,866	4,468,029	3,713,940	3,651,998	3,892,424	3,983,018	3,471,536	3,295,246
Fiscal	1,501,732	2,133,483	2,608,541	2,206,699	1,975,356	1,750,316	1,646,007	1,676,767	1,813,226	1,848,165
Business	966,228	1,044,973	898,583	1,177,243	1,116,907	650,807	683,970	628,771	486,717	350,812
Operations and Maintenance	8,433,533	8,288,511	7,841,215	7,125,949	6,464,208	6,162,046	6,378,196	6,918,699	6,674,594	6,905,623
Pupil Transportation	441,229	409,059	387,489	397,964	546,461	654,561	659,712	749,262	1,170,212	1,022,004
Central	4,799,317	5,581,714	5,128,814	6,291,016	4,591,268	4,740,970	4,854,977	6,326,262	5,756,832	7,335,333
Operation of Non-Instructional Services	1,443,062	1,256,134	2,467,614	1,302,675	1,292,756	1,586,704	1,473,143	1,380,438	2,214,495	1,355,447
Extracurricular Activities	0	0	0	0	2,616	6,831	2,973	12,946	15,710	14,127
Intergovernmental	0	0	0	0	0	0	0	0	220,244	218,300
Capital Outlay	13,428,589	19,284,974	20,038,159	12,892,461	5,524,034	3,606,305	1,860,850	2,984,282	2,181,814	1,833,150
Debt Service:										
Principal Retirement	4,300,000	4,495,000	3,470,000	750,000	950,000	1,325,000	1,475,000	1,710,000	2,080,000	2,275,000
Interest and Fiscal Charges	469,005	453,306	507,918	601,088	470,662	468,788	434,350	395,388	348,850	291,150
Bond Issuance Cost	0	144,423	138,895	0	111,920	0	0	0	0	0
Total Expenditures	\$87,437,451	\$99,223,012	\$97,681,071	\$81,793,081	\$70,716,018	\$67,385,524	\$64,521,524	\$68,392,365	\$68,260,979	\$68,876,450

Debt Service as a Percentage of Noncapital Expenditures 6.35% 6.19% 5.20% 1.94% 2.14% 2.80% 3.04% 3.23% 3.75% 3.83%

Source: District Records

**GREAT OAKS CAREER CAMPUSES**

Governmental Funds - Other Financing Sources and Uses and Net Change in Fund Balances

Last Ten Fiscal Years

(modified accrual basis of accounting)

Schedule 7

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Other Financing Sources (Uses)</b>										
Issuance of Long-Term Capital-Related Debt	\$0	\$10,000,000	\$9,200,000	\$0	\$7,795,000	\$0	\$0	\$0	\$0	\$0
Premium on Sale of Bonds	0	53,315	143,796	0	728,006	0	0	0	0	0
Payments to Refunded Bond Escrow Agent	31,598	0	0	0	(8,408,641)	0	0	0	0	0
Proceeds from Sale of Capital Assets	28,025,605	21,205,597	26,576,668	5,264,900	7,524,882	14,416	1,604	59,696	48,141	64,524
Transfers In	(28,025,605)	(21,205,597)	(26,576,668)	(5,264,900)	(7,587,361)	(7,688,873)	(9,422,730)	(9,249,616)	(8,373,979)	11,736,619
Transfers (Out)	31,598	10,105,700	9,343,796	0	95,086	(469,693)	(273,396)	(290,304)	(251,859)	(235,476)
Total Other Financing Sources (Uses)	(\$11,669,896)	(\$12,712,317)	(\$14,256,821)	(\$11,613,406)	(\$3,330,431)	(\$733,551)	\$5,002,095	\$2,556,324	(\$987,907)	\$5,078,326
<b>Net Change in Fund Balances</b>										

Source: District Records

**GREAT OAKS CAREER CAMPUSES**

Assessed Value and Actual Value of Taxable Property -- All Counties

Last Ten Calendar Years

Schedule 8

Calendar Year	Agricultural And Residential Real Estate	Other Real Estate	Public Utility and Tangible Personal	Total Assessed Value	Total Estimated Actual Value	Total Direct Rate (1)
2007	\$14,054,019,890	\$3,848,386,240	\$1,213,635,744	\$19,116,041,874	\$54,498,895,716	2.70
2008	14362459920.00	4,101,453,675	694,431,034	19,158,344,629	54,076,491,599	2.70
2009	14,607,120,350	4,092,415,500	573,098,420	19,272,634,270	54,010,652,666	2.70
2010	14,557,091,340	3,971,366,300	625,926,322	19,154,383,962	54,726,811,320	2.70
2011	13,491,616,640	3,694,404,480	641,905,934	17,827,927,054	50,936,934,440	2.70
2012	13,456,034,780	3,639,638,770	721,459,730	17,817,133,280	50,906,095,086	2.70
2013	13,488,894,570	3,656,320,110	754,564,570	17,899,779,250	51,142,226,429	2.70
2014	13,825,941,680	3,617,997,160	780,121,610	18,224,060,450	52,068,744,143	2.70
2015	13,790,000,000	3,500,000,000	780,000,000	18,070,000,000	51,628,571,429	2.70
2016	13,862,000,000	3,542,000,000	804,000,000	18,208,000,000	52,022,857,143	2.70

Source: Ohio Department of Taxation

(1) - Since Great Oaks is a regional government; management has elected to forego presenting rate information for overlapping governments.

Note: 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.

Personal property tax was assessed on all tangible personal property used in business in Ohio until it was phased out in 2009. Beginning 2007, House Bill 66 switched telephone companies from public utilities to general business taxpayers, effectively eliminating this tax on local and inter-exchange telephone companies.

**GREAT OAKS CAREER CAMPUSES**

Principal Property Tax Payers -- Hamilton County (1)

Current Calendar Year and Six Years Ago (2)

**Schedule 9**

2016		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Duke Energy Ohio Inc	\$424,074,560	2.33%
Dayton Power & Light Co.	29,658,950	0.16%
CLP-SPF Rookwood Commons	26,936,180	0.15%
Proctor & Gamble	24,650,550	0.14%
CLP-SPF Rookwood Pavilion LLC	18,475,660	0.10%
Tri County Mall LLC	16,694,470	0.09%
Twin Lakes	14,228,780	0.08%
LSREF2 Oreo Direct LLC	13,475,010	0.07%
Jewish Hospital LLC	12,818,940	0.07%
PBY Partners LLC	10,474,760	0.06%
	\$591,487,860	3.25%

2010 (2)		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Duke Energy Ohio Inc	\$322,027,540	1.68%
Duke Realty Ohio	51,033,450	0.27%
Cincinnati Trophy LLC	29,827,250	0.16%
Dayton Power & Light	24,402,070	0.13%
Tri County Mall LLC	22,804,810	0.12%
Procter & Gamble	20,024,150	0.10%
CLP-SPF Rookwood Pavilion LLC	18,379,470	0.10%
Rookwood Commons LLC	14,507,400	0.08%
Ohio National Life	11,254,250	0.06%
WLH Seasons LLC	11,059,990	0.06%
	\$525,320,380	2.74%

Source: Hamilton County Auditor

(1) - This schedule focuses on the largest property tax payers within District's boundaries in which the majority were located within Hamilton County.

(2) - 2010 is the latest information available.

**GREAT OAKS CAREER CAMPUSES**  
**Property Tax Levies and Collections -- All Counties**  
**Last Ten Calendar Years**  
**Schedule 10**

Calendar Year	Taxes Levied for the Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2007	\$42,316,584	\$38,347,684	90.62%	\$1,948,631	\$40,296,315	95.23%
2008	41,117,977	40,512,493	98.53%	605,484	41,117,977	100.00%
2009	41,322,096	39,441,142	95.45%	1,480,223	40,921,365	99.03%
2010	40,697,613	39,615,543	97.34%	1,082,070	40,697,613	100.00%
2011	40,289,772	38,988,003	96.77%	964,316	39,952,319	99.16%
2012	40,201,961	39,147,668	97.38%	908,601	40,056,269	99.64%
2013	40,418,705	39,164,949	96.90%	1,061,376	40,226,325	99.52%
2014	40,856,124	39,770,488	97.34%	1,085,636	40,856,124	100.00%
2015 (1)	24,883,746	23,610,305	94.88%	529,581	24,139,886	97.01%
2016 (1)	25,000,702	23,621,942	94.49%	542,168	24,164,110	96.65%

Source: County Auditors

(1) - Only Hamilton County information was available for 2015 and 2016.

**GREAT OAKS CAREER CAMPUSES**

**Outstanding Debt by Type**

Last Ten Fiscal Years

Schedule 11

Fiscal Year	Energy Conservation Bonds (1)	School Improvements (1)	Total Primary Government	Percentage of Estimated Actual Value of Property (2)	Percentage of Personal Income	Per Capita
2008	\$1,160,000	\$6,880,497	\$8,040,497	0.01%	0.01%	\$215
2009	0	13,558,397	13,558,397	0.03%	0.02%	351
2010	0	19,381,124	19,381,124	0.04%	0.02%	516
2011	0	18,609,815	18,609,815	0.03%	0.02%	469
2012	0	17,737,938	17,737,938	0.03%	0.02%	433
2013	0	16,364,551	16,364,551	0.03%	0.02%	377
2014	0	15,273,040	15,273,040	0.03%	0.02%	348
2015	0	13,457,941	13,457,941	0.03%	0.01%	293
2016	0	11,272,842	11,272,842	0.02%	0.01%	236
2017	0	8,892,743	8,892,743	0.02%	0.01%	183

Source: District Records

(1) - Governmental Activities

(2) - Estimated Actual Value is on a calendar basis (i.e. fiscal year 2017 is calendar year 2016)

Note: Since Great Oaks is a regional government; management has elected to forego presenting debt information for its overlapping governments



**GREAT OAKS CAREER CAMPUSES**

Legal Debt Margin Information

Last Ten Fiscal Years

Schedule 12

Legal Debt Margin Calculation for Fiscal Year 2017

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Debt limit	\$1,721,404,858	\$1,724,236,186	\$1,732,984,052	\$1,723,894,557	\$1,608,071,009	\$1,603,805,788	\$1,608,131,821	\$1,640,165,441	\$1,626,300,000	\$1,638,720,000
Total net debt applicable to limit	7,965,000	13,470,000	19,200,000	18,450,000	17,495,000	16,170,000	14,695,000	12,985,000	10,905,000	8,630,000
Legal debt margin	\$1,713,439,858	\$1,710,766,186	\$1,713,784,052	\$1,705,444,557	\$1,590,576,009	\$1,587,635,788	\$1,593,436,821	\$1,627,180,441	\$1,615,395,000	\$1,630,090,000
Total net debt applicable to the limit as a percentage of debt limit	0.46%	0.78%	1.11%	1.07%	1.09%	1.01%	0.91%	0.79%	0.67%	0.53%

Source: District Records

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

**GREAT OAKS CAREER CAMPUSES**  
Demographic and Economic Statistics -- Hamilton County  
Last Ten Calendar Years  
Schedule 13

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2007	2,081,412	\$77,800,891	\$37,379	5.4%
2008	2,104,482	81,290,146	38,627	6.3%
2009	2,115,746	79,536,208	37,593	10.7%
2010	2,117,466	84,599,660	39,673	9.7%
2011	2,083,928	87,484,877	40,918	7.2%
2012	2,087,566	92,497,133	43,454	7.3%
2013	2,128,603	93,882,332	43,923	5.4%
2014	2,137,406	98,613,244	45,878	4.3%
2015	2,149,449	102,998,645	47,787	4.5%
2016	2,165,139	105,372,017	48,668	4.0%

Sources:

- (1) U.S. Census Bureau Population Estimates, sum of all counties.
- (2) Personal Income information provided by Bureau of Economic Analysis:  
Personal income - Cincinnati-Middletown metropolitan statistical area.
- (3) Per Capita Personal Income information provided by Bureau of Economic  
Per Capita Personal income - Cincinnati-Middletown metropolitan statistical area
- (4) Bureau of Labor Statistics for annual unemployment rate for Cincinnati-Middletown metropolitan statistical area for the District's fiscal year end.

## GREAT OAKS CAREER CAMPUSES

### Major Employers

Current Calendar Year and Nine Years Ago

#### Schedule 14

2016			
Major Employer	Nature of Business	Approximate Number of Employees	Employer's Percentage Of Total Employment
Kroger Co.	Consumer Goods	20,000	1.8%
University of Cincinnati	Education	15,000	1.3%
Cincinnati Children's Hospital Medical Center	Healthcare	12,000	1.1%
Proctor & Gamble Co.	Consumer Goods	12,000	1.1%
TriHealth Inc.	Healthcare	10,000	0.9%
UC Health	Healthcare	8,000	0.7%
GE Aviation	Manufacturing	7,500	0.7%
St. Elizabeth Healthcare	Healthcare	7,000	0.6%
Fifth Third Bank	Financial	7,000	0.6%
Mercy Health	Healthcare	6,800	0.6%
	Total	1,130,329	(3)

2008			
Major Employer	Nature of Business	Approximate Number of Employees	Employer's Percentage Of Total Employment
University of Cincinnati	Education	16,000	1.4%
Kroger Co.	Consumer Goods	16,000	1.4%
Health Alliance	Healthcare	15,000	1.3%
Proctor & Gamble Co.	Consumer Goods	12,500	1.1%
Children's Hospital	Healthcare	9,500	0.8%
TriHealth, Inc.	Healthcare	9,400	0.8%
Fifth Third Bancorp	Financial	7,700	0.7%
Mercy Health Partners	Healthcare	7,000	0.6%
City of Cincinnati	City Government	5,500	0.5%
Cincinnati Public Schools	Education	5,000	0.4%
	Total	1,138,200	(3)

Sources:

- (1) - "Greater Cincinnati's Largest Employers." *Business Courier 2016 Book of Lists*. List is as of December, 2016.
- (2) - Greater Cincinnati Chamber of Commerce internet site June, 2008.
- (3) - Bureau of Labor Statistics annual employment of Cincinnati-Middletown metropolitan statistical area as of June.

**GREAT OAKS CAREER CAMPUSES**  
**Full-Time Equivalent District Employees by Type**  
**Last Ten Fiscal Years**  
**Schedule 15**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Administration, Deans and Assistant Deans</b>										
Administrators	7	7	7	6	6	6	6	5	7	7
Principals	4	5	5	5	5	5	5	5	5	5
Assistant Principals	8	7	8	8	8	8	8	13	13	9
<b>Total Administration, Deans and Assistant Deans</b>	<b>19</b>	<b>19</b>	<b>20</b>	<b>19</b>	<b>19</b>	<b>19</b>	<b>19</b>	<b>23</b>	<b>25</b>	<b>21</b>
<b>Instruction and Student Services</b>										
Regular Vocational Instruction	228	247	263	257	253	247	238	241	241	258
Special Needs	23	25	27	27	25	24	24	20	18	12
Counseling Services	19	13	14	12	12	11	11	11	9	9
Curriculum & Instruction	15	14	14	14	13	14	12	11	9	8
School Library Services - IMC	7	4	4	4	4	4	4	4	4	4
Nurse Services	0	0	0	0	0	0	0	0	0	0
<b>Total Instruction and Student Services</b>	<b>292</b>	<b>303</b>	<b>320</b>	<b>314</b>	<b>307</b>	<b>300</b>	<b>289</b>	<b>287</b>	<b>281</b>	<b>291</b>
<b>Support Services</b>										
Directors Offices	21	22	22	22	27	23	22	20	23	24
Buildings Upkeep	28	30	30	30	34	32	32	32	34	34
IT	8	10	10	10	9	9	8	14	14	14
Treasurer Office	6	6	6	6	6	6	6	6	6	5
Maintenance	8	9	9	7	6	7	7	8	8	8
Service Area Direction	3	3	3	1	0	0	0	0	0	0
Superintendent Services	1	1	3	2	1	1	1	1	1	1
Human Resources	3	3	3	3	2	2	2	4	4	3
Public Information	2	2	2	2	2	2	2	2	2	2
<b>Total Support and Administration</b>	<b>80</b>	<b>86</b>	<b>88</b>	<b>83</b>	<b>87</b>	<b>82</b>	<b>80</b>	<b>87</b>	<b>92</b>	<b>91</b>
<b>Other Services</b>										
Adult Education and Grant Programs	79	80	65	65	56	57	56	45	45	40
<b>Total support and administration</b>	<b>79</b>	<b>80</b>	<b>65</b>	<b>65</b>	<b>56</b>	<b>57</b>	<b>56</b>	<b>45</b>	<b>45</b>	<b>40</b>
<b>Total employees</b>	<b>470</b>	<b>488</b>	<b>493</b>	<b>481</b>	<b>469</b>	<b>458</b>	<b>444</b>	<b>442</b>	<b>443</b>	<b>443</b>

Source: State Department of Education

**GREAT OAKS CAREER CAMPUSES**

Operating Statistics  
Last Ten Fiscal Years  
Schedule 16

Fiscal Year	Enrollment	Operating Expenditure(1)	Cost Per Pupil(2)	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2008	3,239	\$47,382,262	\$14,629	-4.33%	251	13	61.76%
2009	3,105	51,243,300	16,503	12.82%	272	11	36.31%
2010	3,662	54,882,890	14,987	-9.19%	288	13	43.00%
2011	3,610	54,072,352	14,978	-0.06%	284	13	51.00%
2012	3,362	50,711,166	15,084	0.70%	278	12	44.50%
2013	3,439	50,792,816	14,768	-2.09%	271	13	63.60%
2014	3,314	49,419,740	14,911	0.96%	262	13	40.85%
2015	2,950	51,499,910	17,458	17.08%	261	11	48.02%
2016	3,110	51,782,665	16,650	-4.62%	259	12	41.04%
2017	3,451	51,682,216	14,976	-10.06%	270	13	42.01%

Source: District Records

(1) - Operating Expenditure is Total General Fund Expenditures

(2) - Operating Expenditure by Enrollment

**GREAT OAKS CAREER CAMPUSES**

School Building Information  
Last Ten Fiscal Years  
Schedule 17

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Schools:</b>										
<b>Vocational High Schools</b>										
Scarlet Oaks	486,073	486,073	486,073	486,073	486,073	486,073	486,073	486,073	486,073	486,073
Square feet	1,015	979	1,138	1,122	807	779	783	683	683	683
Enrollment**	198,835	198,835	198,835	198,835	198,835	198,835	198,835	198,835	198,835	198,835
Live Oaks	795	755	885	872	642	616	628	623	623	623
Square feet	198,835	198,835	198,835	198,835	198,835	198,835	198,835	198,835	198,835	198,835
Enrollment	795	755	885	872	642	616	628	623	623	623
Diamond Oaks	233,895	233,895	233,895	233,895	248,895	248,895	248,895	248,895	248,895	248,895
Square feet	233,895	233,895	233,895	233,895	248,895	248,895	248,895	248,895	248,895	248,895
Enrollment	855	789	945	932	617	603	580	544	544	544
Laurel Oaks	207,037	207,037	207,037	207,037	207,037	207,037	207,037	207,037	207,037	207,037
Square feet	207,037	207,037	207,037	207,037	207,037	207,037	207,037	207,037	207,037	207,037
Enrollment	573	582	694	684	489	508	484	436	436	436

\*\* - These enrollment figures do not include students that attend Great Oaks satellite locations.

Source: District Records

## Great Oaks Career Campuses



### Single Audit Reports

June 30, 2017

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**GREAT OAKS CAREER CAMPUSES**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

Federal Grant/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements	Passed Through to Subrecipients
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
Passed Through Ohio Department of Education:				
Child Nutrition Cluster:				
School Breakfast Program	3L70	10.553	\$107,989	\$0
National School Lunch Program	3L60	10.555	424,578	0
Total Child Nutrition Cluster			<u>532,567</u>	<u>0</u>
Total U.S. Department of Agriculture			<u>532,567</u>	<u>0</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>				
Student Financial Assistance Cluster:				
Federal Pell Grant Program	N/A	84.063	554,931	0
Federal Direct Student Loans	N/A	84.268	1,234,704	0
Total Student Financial Assistance Cluster			<u>1,789,635</u>	<u>0</u>
Passed Through Ohio Board of Regents:				
Adult Education - Basic Grants to States	ABS1	84.002	1,061,391	0
Passed Through Ohio Department of Education:				
Career and Technical Education - Basic Grants to States	3L90	84.048	1,725,651	218,300
Improving Teacher Quality State Grants	3Y60	84.367	13,026	0
Total U.S. Department of Education			<u>4,589,703</u>	<u>218,300</u>
Total Federal Assistance			<u>\$5,122,270</u>	<u>\$218,300</u>

See accompanying notes to the schedule of expenditures of federal awards.

**GREAT OAKS CAREER CAMPUSES**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2017**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNT POLICIES**

The accompanying schedule of federal awards expenditures is a summary of the activity of Great Oaks' federal award programs. The schedule has been prepared using the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Great Oaks did not elect to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**NOTE 2: FEDERAL DIRECT LOAN PROGRAM**

Great Oaks participates in the Federal Direct Loan Program. Great Oaks originates the loans which are then funded through the U.S. Department of Education.

<b>CFDA Number</b>	<b>Program Name</b>	<b>Amount</b>
84.268	Federal Subsidized Loans	\$415,120
84.268	Federal Unsubsidized Loans	819,584
	Total Federal Direct Student Loans	<u>\$1,234,704</u>

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

Board of Directors  
Great Oaks Career Campuses  
3254 East Kemper Road  
Cincinnati, Ohio 45241

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Great Oaks Career Campuses (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 14, 2017.

**Internal Control over Financial Reporting**

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

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

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

## Compliance and Other Matters

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

## Purpose of this Report

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

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.  
Cincinnati, Ohio  
December 14, 2017

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

Board of Directors  
Great Oaks Career Campuses  
3254 East Kemper Road  
Cincinnati, Ohio 45241

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

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

***Management's Responsibility***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

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

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

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

**Report on Internal Control over Compliance**

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the District, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 14, 2017, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.  
Cincinnati, Ohio  
December 14, 2017

**GREAT OAKS CAREER CAMPUSES  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2017**

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

**Financial Statements**

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

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? No

**Federal Awards**

Internal control over major federal programs:

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

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

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

Identification of major federal programs:

Student Financial Aid Cluster

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

Auditee qualified as low-risk auditee? Yes

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

None

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

None

**GREAT OAKS CAREER CAMPUSES**  
**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS**  
**June 30, 2017**

**Summary of Prior Audit Findings:**

None Noted





# Dave Yost • Auditor of State

**GREAT OAKS INSTITUTE OF TECHNOLOGY AND CAREER DEVELOPMENT  
HAMILTON COUNTY**

## **CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
FEBRUARY 1, 2018**