



bhm cpa group, inc.
CERTIFIED PUBLIC ACCOUNTANTS

OAKWOOD CITY SCHOOL DISTRICT
MONTGOMERY COUNTY

REGULAR AUDIT

For the Year Ended June 30, 2018
Fiscal Year Audited Under GAGAS: 2018

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OHIO AUDITOR OF STATE KEITH FABER



Board of Education
Oakwood City School District
20 Rubicon Road
Oakwood, Ohio 45409

We have reviewed the *Independent Auditor's Report* of the Oakwood City School District, Montgomery County, prepared by BHM CPA Group, Inc., for the audit period July 1, 2017 through June 30, 2018. 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 Oakwood City School District is responsible for compliance with these laws and regulations.

Ohio Auditor of State

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

January 16, 2019

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**OAKWOOD CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

FOR THE YEAR ENDED JUNE 30, 2018
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**Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Required by *Government Auditing Standards***

Oakwood City School District
Montgomery County
20 Rubicon Road
Dayton, Ohio 45409

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Oakwood City School District, Montgomery County, (the School District) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements and have issued our report thereon dated December 13, 2018, wherein we noted the School District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Internal Control Over Financial Reporting

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

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

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

Members of the Board of Education
Oakwood City School District
Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Required by *Government Auditing Standards*
Page 2

Compliance and Other Matters

As part of reasonably assuring whether the School District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed instances of noncompliance or other matters we must report under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2018-001 through 2018-003.

School District's Response to Findings

The School District's responses to the findings identified in our audit are described in the accompanying schedule of findings. We did not subject the School District's responses to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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



BHM CPA Group Inc.
Piketon, Ohio
December 13, 2018

**Oakwood City School District
Montgomery County, Ohio**

Schedule of Findings
June 30, 2018

FINDING NUMBER 2018-001

NONCOMPLIANCE

Ohio Revised Code Section 5705.10(H), states that monies paid into any fund shall be used only for the purpose such fund is established. The existence of a deficit balance in any fund indicates that money from another fund or funds have been used to pay the obligations of the fund or funds carrying the deficit balance.

Ohio Revised Code Section 3315.20 allows school districts to have a deficit balance in any special fund if both of the following conditions are met:

- (A) The district has a request for payment pending with the state sufficient to cover the amount of the deficit and there is a reasonable likelihood that the payment will be made.
- (B) The unspent and unencumbered balance in the district's general fund is greater than the aggregate of deficit amounts in all of the district's special funds.

Review of the District's monthly financial reports noted several negative fund balances throughout the year and exceptions noted above were not met. Negative cash fund balances at June 30, 2018 were as follows:

Food Service Fund (006)	(\$401,513)
District Managed Activities	(\$202,694)

The District should develop and implement procedures to monitor fund cash balances and also consider the reduction of disbursements, if possible, to avoid negative balances. When expenditures are anticipated to temporarily exceed available resources, the District should consider an advance from the General Fund.

Officials Response: The District will not close FY19 with negative fund balances.

FINDING NUMBER 2018-002

NONCOMPLIANCE

Ohio Revised Code Section 5705.36(A)(4) states that upon determination by the fiscal officer of a subdivision that the revenue to be collected by the subdivision will be less than the amount included in an official certificate and that the amount of the deficiency will reduce available resources below the level of current appropriations, the fiscal officer shall certify the amount of the deficiency to the commission, and the commission shall certify an amended certificate reflecting the deficiency.

**Oakwood City School District
Montgomery County, Ohio**

Schedule of Findings
June 30, 2018

FINDING NUMBER 2018-002 (Continued)

The following funds had available resources (Actual revenue plus July 1, 2017 Unencumbered Fund Balance) below the current level of appropriation at June 30, 2018:

<u>Fund</u>	<u>Final Appropriations</u>	<u>Actual Resources</u>	<u>Variance</u>
Food Service Fund (006)	\$459,935	(\$ 27,867)	(\$487,802)
Old River Athletic Facility (070)	410,545	(344,215)	(754,760)

The District should monitor estimated and actual revenue throughout the year and obtain an amended certificate if revenues are going to significantly vary from the original estimate to prevent over-appropriating available resources.

Officials Response: The District will be eliminating/changing processes to ensure compliance with appropriations in 2019.

FINDING NUMBER 2018-003

NONCOMPLIANCE

Ohio Revised Code Section 5705.39 states, in part, that total appropriation from each fund should not exceed the total estimated resources for the respective fund. Further, no appropriation measure is to become effective until the county auditor files a certificate that the total appropriations from each fund do not exceed the total official estimate or amended official estimate of resources.

<u>Fund</u>	<u>Appropriations</u>	<u>Estimated Resources</u>	<u>Variance</u>
Food Service Fund (006)	\$459,935	(\$54,368)	(\$405,567)
Old River Athletic Facility (070)	\$410,545	(\$53,668)	(\$356,877)

The District should implement procedures to properly develop and monitor its budgetary expectations relating to appropriations and available resources. Doing so would enable the District to comply with budgetary requirements while limiting the risk of spending more than is available. When additional money becomes available, the District should amend its certificate and appropriations accordingly if the money is intended to be spent.

Officials Response: The District will ensure that appropriations will not exceed resources for 2019.

**Oakwood City School District
Montgomery County, Ohio**

Schedule of Prior Audit Findings
For the Year Ended June 30, 2018

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
2017-001	ORC Section 5705.10(H) relating to deficit fund balances.	No	Reissued as item 2018-001
2017-002	ORC Section 5705.36(A)(4) relating to reduced amended certificates.	No	Reissued as item 2018-002
2017-003	ORC Section 5705.39 relating to appropriations exceeding available resources.	No	Reissued as item 2018-003

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OAKWOOD CITY SCHOOL DISTRICT

20 RUBICON ROAD, DAYTON, OHIO 45409

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ending June 30, 2018

Oakwood City Board of Education

Todd T. Duwel, Board President

Cassie M. Darr, Board Vice-President

Michael A. Miller, Board Member

Meredith Quigley, Board Member

John Wilson, Board Member

Daniel Schall, Treasurer

Kyle B. Ramey, Superintendent

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Oakwood City School District
Montgomery County, Ohio
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2018

Issued By:
Treasurer's Office

Daniel Schall
Treasurer

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OAKWOOD CITY SCHOOL DISTRICT

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OAKWOOD CITY SCHOOL DISTRICT

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INTRODUCTORY SECTION

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ending June 30, 2018

OAKWOOD CITY SCHOOL DISTRICT

20 RUBICON ROAD, DAYTON, OHIO 45409

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December 13, 2018

The Citizens of Oakwood and the Board of Education
Oakwood City School District

It is my honor to present the Comprehensive Annual Financial Report (CAFR) for the Oakwood City School District. This report provides full disclosures of the financial operations of the School District for the fiscal year ended June 30, 2018. The CAFR, which includes an opinion from BHM CPA Group, Inc., conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for both the accuracy of the data presented, and the completeness and fairness of the presentation, including all disclosures, rests with the management of the School District. To the best of our knowledge and belief, the data presented is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District. This report will provide the taxpayers, employees, parents, and other parties interested in the operation of the Oakwood City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be available to the Chamber of Commerce, major commercial and personal property taxpayers, the Wright Public Library, the Oakwood Schools Education Foundation, banking institutions and other interested parties.

THE SCHOOL DISTRICT

The School District is located in the City of Oakwood in Montgomery County. The City of Oakwood is located immediately south of the City of Dayton and adjacent to the University of Dayton. The City of Oakwood encompasses 2.97 square miles and the population is 8,993. Currently, the enrollment at the School District is 2,048. Enrollment is projected to remain consistent for next several years.

The School District operates 5 instructional buildings and 1 administrative building. These buildings have been in existence for between 78 and 108 years. Major improvements or additions were done in the 1940's and then again in fiscal years 2003 and 2004.

The citizens of the City of Oakwood have voted in 134.95 mills for operating funds with an effective millage rate of 63.9 as of June 30, 2018. A bond issue of \$20.2 million was approved in November 2002 for the renovation of school facilities.

Board of Education
Michael A. Miller, President
Todd T. Duwel, Vice President
Cassie M. Darr
Meredith Quigley
Linda R. Woods

Kyle B. Ramey, Ed.D, Superintendent
Kevin S. Philo, Treasurer
Allyson J. Couch, Director of Educational Services
Kimbe L. Lange, Ed.D, Director of Curriculum, Instruction, Assessment
Traci Hale, Community Relations Director
Matt Sproat, Technology Coordinator

Paul Waller, Oakwood High School
Tim Badenhop, Oakwood Junior High School
Sarah Patterson, Harman School
Lynn Cowell, Smith Elementary School
Frank Eaton, Lange School and Supervisor of Special Education
Laura Connor, Director of Athletics and Student Activities

THE REPORTING ENTITY

Oakwood City School District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement Number 14, “The Financial Reporting Entity” and Governmental Accounting Standards Board Statement Number 39, “Determining Whether Certain Organization are Component Units.” In evaluating how to define the District for financial reporting purposes, management has considered all funds, departments, boards, organizations, and agencies making up the Oakwood City School District, the primary government. Numerous entities conduct their activities within the School District’s boundaries but these entities have been excluded from the financial statements. The School District cannot legally access their resources; the School District has no obligation to finance deficits or provide financial support to them; and the School District is not obligated for their debts.

SERVICES PROVIDED

The School District provides a wide variety of instruction and support services as mandated by state statute or public desire. These services include regular instruction, special instruction, student guidance services, and extracurricular activities. Support services are necessary to complete the educational process. These services include administration, technical, and other community services. Other activities include uniform school supply sales, food service operation, and a latchkey program. Uniform school supply sales consist of workbooks used by the students. The food service operation provides an opportunity for the children to receive a hot meal every school day, and the latchkey program provides care for School District students before and after school, during the summer, and during winter and spring breaks.

ORGANIZATION OF THE SCHOOL DISTRICT

The first official body designated as the Oakwood City School District Board of Education was formed in 1907. Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code for the purpose of providing educational services authorized by charter and further mandated by State and/or Federal Agencies.

A five member Board of Education serves as the taxing authority, contracting body and policy maker for the School District. The Board adopts the annual operating budget and approves all expenditures of School District funds.

The Superintendent is the chief administrative officer of the School District, responsible for both education and support operations. The Treasurer is the chief fiscal officer of the School District, responsible for maintaining records of all financial matters, issuing warrants for payment of liabilities incurred by the School District, and investing funds as specified by Ohio law.

ECONOMIC CONDITION AND OUTLOOK

The City of Oakwood consists of approximately 95 percent residential properties. No industrial operations are permitted within the city. Many of the residents are involved in business and professional careers. Given this fact, residential property values, which are the basis for most of the Oakwood City School District’s revenues, have significantly increased in the past. The School District, along with many other public schools in the state, relies heavily on local property tax as a primary source of funds. Ohio law limits the growth in real estate revenues by reducing millage as assessed values increase following re-appraisals. Consequently, revenues generated from each levy remain relatively constant. As a result, the School District must periodically seek additional funding from its taxpaying constituents. While statewide, voters have proved reluctant to increase their property taxes, the Oakwood City School District has received positive support from its taxpayers. The economic condition of the School District remains very strong and is projected to remain as such.

MAJOR INITIATIVES AND ACCOMPLISHMENTS FOR THE SCHOOL DISTRICT

Major accomplishments at Oakwood City Schools are nothing new to this School District. The Oakwood City School District prides itself on being one of the top performing public school districts in the State of Ohio and is working to continue that tradition. Some interesting facts about the School District are:

- The Oakwood City School District has had the top median ACT score in the State of Ohio for the last ten years.
- Continually one of the top Performance Index Scores in Ohio for the past ten years.
- The dropout rate for Oakwood students is less than two percent per year.
- 57% of the Class of 2018 graduated with a “Diploma with Honors”
- Over 80 percent of the secondary students participate in sports or co-curricular activities.
- US News and World Report ranked Oakwood High School #1 in the Dayton Area
- On November 8, 2016, the Oakwood School District voters approved a 5.75 mill operating levy with 54% approval, continuing a streak of 38 years without a property tax levy defeat in Oakwood.

ACCOUNTING, INTERNAL CONTROL AND FINANCIAL REPORTING

Internal Accounting and Budgetary Control

The School District’s accounting system is organized on a “fund” basis. Each fund is a self-balancing accounting entity. In developing the School District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation is first adopted, the permanent appropriation measure must be adopted once the County Auditor has completed the tax duplicate for the upcoming calendar year, which is usually within the first three months of the fiscal year. All funds, other than the agency fund, are required to adopt annual appropriations.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates. State law permits the School District to make adjustments to estimated revenues and appropriations at any time prior to year-end.

All disbursements and transfers of cash between funds require appropriation authority from the Board of Education. Budgets for each of the different funds are controlled at various levels within each fund. All purchase order requests must be approved by the individual program managers and certified by the Treasurer, necessary funds are then encumbered and purchase orders released to vendors.

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any supplemental appropriations made to date.

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

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

FINANCIAL CONDITION

The School District has prepared its financial statements in accordance with GASB Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments". GASB 34 created basic financial statements for reporting on the School District's financial activities as follows:

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

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

Statement of budgetary comparisons – This statement presents comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this reporting model, management is responsible for preparing a Management's Discussion and Analysis (MD&A) of the School District. This discussion is located in the financial section of this report following the audit opinion, and provides an assessment of the School District finances for fiscal year 2018. This transmittal letter is designed to complement the MD&A and should be read in conjunction with it.

INDEPENDENT AUDIT

Provisions of State statute require that the School District's financial statements be subjected to an annual audit by an independent auditor. Those provisions have been satisfied, and the opinion of BHM CPA Group, Inc. office is included herein.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio. The School District adopted and has been in conformance with that system effective with its annual financial report since the 1979 calendar year.

AWARDS

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Oakwood City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2017.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. This was the twenty-first year that the School District has received this prestigious award. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA for review.

ASBO Certificate

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2017, to the Oakwood City School District.

This award certifies that the Comprehensive Annual Financial Report substantially conformed 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. This was the twenty-first year that the School District has received this prestigious award.

Management believes that the Comprehensive Annual Financial Report for the current year, which will be submitted to ASBO for review, will again conform to ASBO's principles and standards.

ACKNOWLEDGMENTS

The publication of this twenty-second Comprehensive Annual Financial Report for the Oakwood City School District is a major step in reinforcing the accountability of the School District to the taxpayers of the community.

We wish to express appreciation to the members of the Oakwood City School District Board of Education for supporting us in this endeavor and to the staff of the Treasurer's Office and various administrators and employees of the Oakwood City School District who contributed their time and effort to complete this project.

As always, a special thank you is given to the taxpayers, voters, parents and community, who demonstrate their continuing faith in the Oakwood City School District.

Respectfully Submitted,


Daniel Schall, Treasurer


Dr. Kyle Ramey, Superintendent

OAKWOOD CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
LIST OF PRINCIPAL OFFICIALS
June 30, 2018

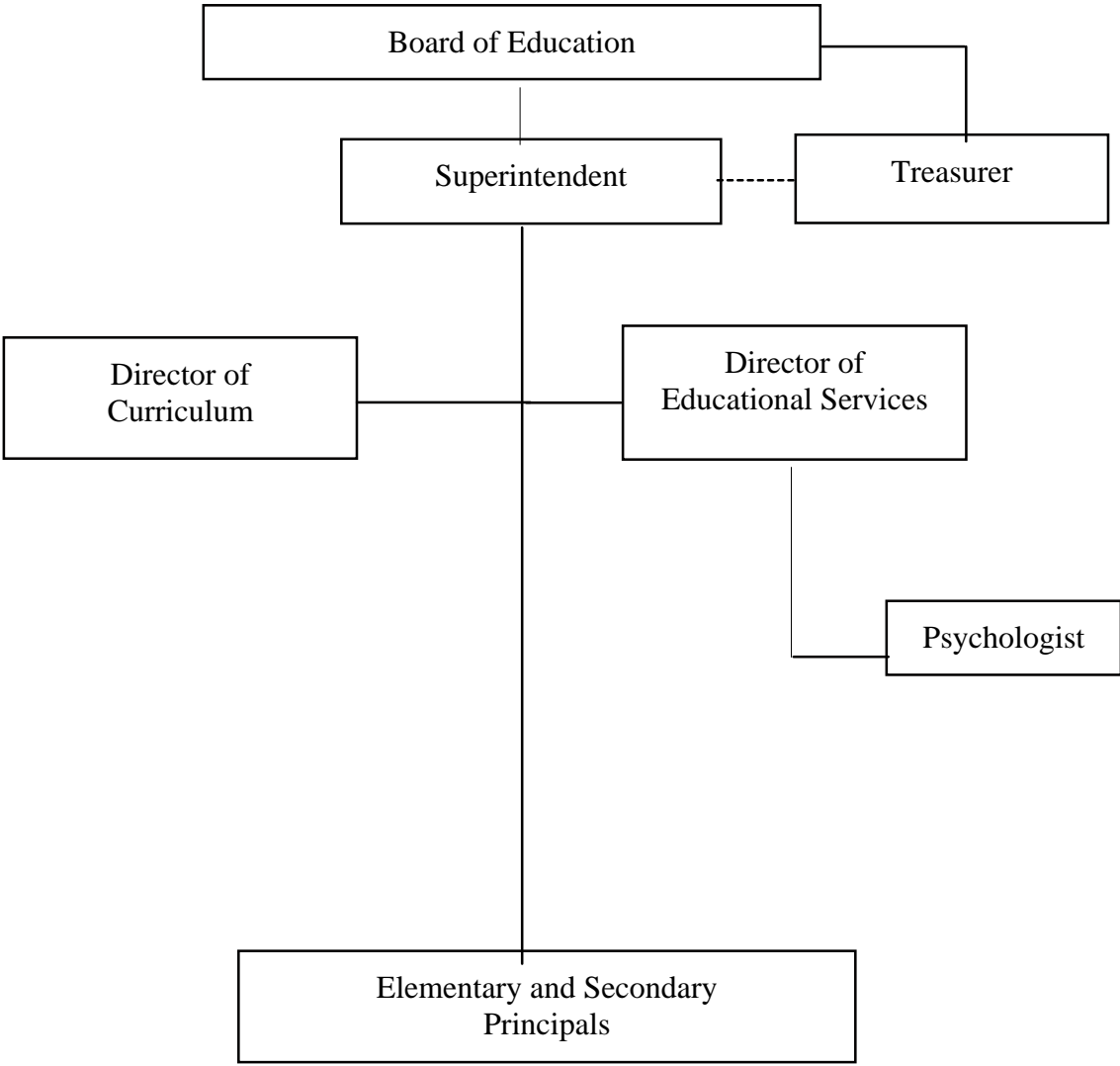
Elected Officials

President, Board of Education Todd T. Duwel
Vice-President Cassie M. Darr
Board Member Michael A. Miller
Board Member Meredith Quigley
Board Member John Wilson

Administrative Officials

Superintendent Kyle B. Ramey
Treasurer Daniel Schall
Director of Educational Services Allyson Couch
Director of Curriculum Kimbe L. Lange

ORGANIZATIONAL CHART





Government Finance Officers Association

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

Presented to

**Oakwood City School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Oakwood City School District

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

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



Charles E. Peterson, Jr.

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

John D. Musso

John D. Musso, CAE
Executive Director

FINANCIAL SECTION

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ending June 30, 2018

OAKWOOD CITY SCHOOL DISTRICT

20 RUBICON ROAD, DAYTON, OHIO 45409

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Independent Auditor's Report

Oakwood City School District
Montgomery County
20 Rubicon Road
Oakwood, Ohio 45409

To the Board of Education:

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

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

Emphasis of Matter

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

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements. The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling these statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2018, on our consideration of the School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "BHM CPA Group". The letters are cursive and somewhat stylized.

BHM CPA Group Inc.
Piketon, Ohio
December 13, 2018

OAKWOOD CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

The discussion and analysis of the Oakwood City School District's financial performance provides an overview and analysis of the School District's financial activities for the fiscal year ended June 30, 2018. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review our letter of transmittal, notes to the basic financial statements and the financial statements themselves to enhance their understanding of the School District's financial performance.

Financial Highlights

- ▶ The liabilities and deferred inflows of Oakwood City School District exceeded its assets and deferred outflows at June 30, 2018 by \$22,409,253. Of this amount, \$10,108,343 represents the total of net investments in capital assets and net position amounts restricted for specific purposes. The remaining deficit of \$32,517,596 represents unrestricted net position.
- ▶ In total, net position of governmental activities increased by \$17,131,220, which represents a 43.33 percent increase from 2017.
- ▶ General revenues accounted for \$30,292,228 or 90.12 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$3,321,267 or 9.88 percent of total revenues of \$33,613,495.
- ▶ The School District had \$16,482,275 in expenses related to governmental activities; only \$3,321,267 of these expenses were offset by program specific charges for services and sales, grants or contributions. General revenues (primarily taxes and grants and entitlements) of \$30,292,228 were utilized to provide for the remainder of these programs.
- ▶ The School District recognizes two major governmental funds: the General Fund and the Bond Retirement Fund. In terms of dollars received and spent, the General Fund is significantly larger than all the other funds of the School District combined. The General Fund had \$29,631,541 in revenues and \$27,491,209 in expenditures in fiscal year 2018.

Using this Annual Report

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

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

OAKWOOD CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

Reporting the School District as a Whole

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the School District's finances, in a manner similar to private-sector business. The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances.

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

The Statement of Activities presents information showing how the School District's net position changed during the recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 18. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General and Bond Retirement Funds.

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

OAKWOOD CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

Governmental Funds

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

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

Fiduciary Funds

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

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

OAKWOOD CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

Government-Wide Financial Analysis

Recall that the Statement of Net Position provides the perspective of the School District as a whole, showing assets and deferred outflows of resources, liabilities and deferred inflows of resources, and the difference between them (net position). Table 1 provides a summary of the School District's net position for 2018 compared to fiscal year 2017:

Table 1
Net Position at Year End
Governmental Activities

	2018	Restated 2017	Change
<u>Assets:</u>			
Current and Other Assets	\$28,488,812	\$25,886,108	\$2,602,704
Capital Assets, Net	20,976,391	21,878,650	(902,259)
<i>Total Assets</i>	<u>49,465,203</u>	<u>47,764,758</u>	<u>1,700,445</u>
<u>Deferred Outflows of Resources:</u>			
Deferred Charge of Refunding	379,176	423,770	(44,594)
Pension	10,620,747	9,090,762	1,529,985
OPEB	339,296	50,854	(390,150)
<i>Total Deferred Outflows of Resources</i>	<u>11,339,219</u>	<u>9,565,386</u>	<u>1,095,241</u>
<u>Liabilities:</u>			
Current and Other Liabilities	3,017,208	3,272,571	(255,363)
Long-Term Liabilities:			
Due Within One Year	1,359,860	1,304,215	55,645
Due in More Than One Year:			
Net Pension Liability	34,420,341	48,414,950	(13,994,609)
Net OPEB Liability	7,449,953	9,342,662	(1,892,709)
Other Amounts	15,857,672	16,512,566	(654,894)
<i>Total Liabilities</i>	<u>62,105,034</u>	<u>78,846,964</u>	<u>(16,741,930)</u>
<u>Deferred Inflows of Resources:</u>			
Property Taxes	18,374,336	18,023,653	350,683
Pension	1,888,299	0	1,888,299
OPEB	846,006	0	846,006
<i>Total Deferred Inflows of Resources</i>	<u>21,108,641</u>	<u>18,023,653</u>	<u>3,084,988</u>
<u>Net Position:</u>			
Net Investment in Capital Assets	7,634,373	7,477,698	156,675
Restricted	2,473,970	2,324,976	148,994
Unrestricted	(32,517,596)	(49,343,147)	16,825,551
<i>Total Net Position</i>	<u>(\$22,409,253)</u>	<u>(\$39,540,473)</u>	<u>\$17,131,220</u>

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

OAKWOOD CITY SCHOOL DISTRICT
Management's Discussion and Analysis
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(Unaudited)

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB Statement No. 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension liability*. GASB Statement Nos. 68 and 75 take an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

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

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

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

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

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

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

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As a result of implementing GASB 75, the School District is reporting a net OPEB liability and deferred inflows/outflows of resources related to OPEB on the accrual basis of accounting. This implementation also had the effect of restating net position at June 30, 2017, from (\$30,248,665) to (\$39,540,473).

Current assets increased \$2,602,704 from fiscal year 2017 as a result of an increase in property taxes receivables and an increase in cash and cash equivalents.

Capital assets decreased \$902,259 as a result of current year depreciation.

Current and Other liabilities decreased \$255,363 primarily as a result of decreases in accrued wages and benefits and intergovernmental payable.

Long-term liabilities decreased by \$16,486,567 or 21.82 percent as a result of a decrease in net pension and net OPEB liabilities due to actuarial measurements done by the retirement systems. Additional information can be found in Note 11 and 12.

The School District's largest portion of net position is related to the net investment in capital assets. The School District used these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the School District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to pay these liabilities.

The School District's smallest portion of net position is unrestricted, and carries a deficit balance of \$32,517,596. Unrestricted net position represents resources that may be used to meet the School District's ongoing obligations to its students and creditors.

The remaining balance of \$2,473,970 is restricted net position. The restricted net position is subject to external restrictions on how they may be used.

Table 2 shows the changes in net position for fiscal year 2018 and provides a comparison to fiscal year 2017.

Table 2
Changes in Net Position

	<u>Governmental Activities</u>		
	2018	Restated 2017	Change
<u>Revenues:</u>			
<i>Program Revenues:</i>			
Charges for Services and Sales	\$1,443,894	\$1,479,432	(\$35,538)
Operating Grants and Contributions	1,559,686	1,519,215	40,471
Capital Grants and Contributions	317,687	0	317,687
<i>General Revenues:</i>			
Property Taxes	21,326,385	19,420,686	1,905,699
Unrestricted Grants and Entitlements	8,510,501	8,323,700	186,801
Contributions and Donations	0	790,951	(790,951)
Investment Earnings	30,947	14,214	16,733
Miscellaneous	424,395	94,522	329,873
Total Revenues	<u>33,613,495</u>	<u>31,642,720</u>	<u>1,970,775</u>

(Continued)

OAKWOOD CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

Table 2
Changes in Net Position (continued)

	2018	Restated 2017	Change
<u>Expenses:</u>			
<i>Program Expenses:</i>			
<i>Instruction:</i>			
Regular	6,715,548	14,868,428	(8,152,880)
Special	1,731,687	3,919,644	(2,187,957)
Student Intervention Services	14,980	8,117	6,863
Other	388,466	382,148	6,318
<i>Support Services:</i>			
Pupil	1,061,519	2,078,457	(1,016,938)
Instructional Staff	212,475	467,972	(255,497)
Board of Education	34,615	33,670	945
Administration	1,351,670	2,614,106	(1,262,436)
Fiscal	496,814	831,319	(334,505)
Business	5,220	5,170	50
Operation and Maintenance of Plant	1,466,999	2,312,588	(845,589)
Pupil Transportation	255,179	381,957	(126,778)
Central	424,029	713,135	(289,106)
<i>Operation of Non-Instructional Services:</i>			
Food Service	389,393	503,315	(113,922)
Community Services	603,699	293,153	310,546
Other	50,765	46,518	4,247
Extracurricular Activities	634,001	2,532,007	(1,898,006)
Issuance Costs	0	107,583	(107,583)
Interest and Fiscal Charges	645,216	887,702	(242,486)
<i>Total Expenses</i>	<u>16,482,275</u>	<u>32,986,989</u>	<u>(16,504,714)</u>
<i>Change in Net Position</i>	17,131,220	(1,344,269)	18,475,489
Net Position-Beginning of Year, As Restated	<u>(39,540,473)</u>	N/A	N/A
Net Position-End of Year	<u>(\$22,409,253)</u>	<u>(\$39,540,473)</u>	<u>\$17,131,220</u>

The information necessary to restate the 2017 beginning balances and the 2017 OPEB expense amounts for the effects of the initial implementation of GASB Statement No. 75 is not available. Therefore, 2017 functional expenses still include OPEB expense of \$50,854 computed under GASB Statement No. 45. GASB Statement No. 45 required recognizing OPEB expense equal to the contractually required contributions to the plan. Under GASB Statement No. 75, OPEB expense represents additional amounts earned, adjusted by deferred inflows/ outflows. The contractually required contribution is no longer a component of OPEB expense. Under GASB Statement No. 75, the 2018 statements report negative OPEB expense of \$1,263,347. Consequently, in order to compare 2018 total program expenses to 2017, the following adjustments are needed:

OAKWOOD CITY SCHOOL DISTRICT
Management's Discussion and Analysis
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(Unaudited)

Total 2018 program expenses under GASB Statement No. 75	\$	16,482,275
Negative OPEB expense under GASB Statement No. 75		1,263,347
2018 contractually required contribution		71,798
Adjusted 2018 program expenses		17,817,420
Total 2017 program expenses under GASB Statement No. 45		32,986,989
Decrease in program expenses not related to OPEB	\$	(15,169,569)

The most significant program expenses for the School District are Regular Instruction, Special Instruction, Operation and Maintenance of Plant, Administration and Pupils. These programs account for 74.79 percent of the total governmental activities. Regular Instruction, which accounts for 40.74 percent of the total, represents costs associated with providing general educational services. Special Instruction, which represents 10.51 percent of the total, represent costs associated with providing educational services for handicapped, disadvantaged and other special needs students. Operation and Maintenance of Plant, which represents 8.90 percent of the total, represent costs associated with operating and maintaining the School District's facilities. Administration, which represents 8.20 percent of the total, represents costs associated with the overall administrative responsibility for each building and the School District as a whole. Pupils, which represent 6.44 percent of the total, represent costs associated with activities designed to assess and improve the well-being of pupils and supplement the teaching process.

The majority of the funding for the most significant programs indicated above is from property taxes and grants and entitlements not restricted for specific programs. Property taxes and grants and entitlements not restricted for specific programs accounts for 88.76 percent of total revenues.

As noted previously, the net position for the governmental activities increased \$17,131,220. This is a change from last year when net position decreased \$1,344,269. Total revenues increased \$1,970,775 or 6.23 percent over last year and expenses decreased \$16,504,714 or 50.03 percent over last year.

The School District had program revenue increases of \$322,620 due mostly to an increase in capital grants and contributions as well as increases in general revenues of \$1,648,155 that were primarily due to an increase in property taxes.

The total expenses for governmental activities decreased \$16,504,714 or 50.03 percent. The large decrease in expenses is the result of the retirement systems calculations for net pension and net OPEB liabilities.

Governmental Activities

Over the past several fiscal years, the School District has remained in stable financial condition. This has been accomplished through strong voter support and good fiscal management. The School District is heavily dependent on property taxes and, like most Ohio schools, is hampered by a lack of revenue growth. Property taxes made up 63.45 percent of the total revenue of governmental activities in fiscal year 2018.

The Ohio Legislature passed H.B. 920 (1976) and changed the way property taxes function in the State. The overall revenue generated by a levy will not increase solely as a result of inflation. As an example, the School District would receive from a home valued at \$100,000 and taxed at 1.0 mill, \$35.00 annually. If three years later the home were reappraised and the value increased to \$200,000 (and this increase in value is comparable to other property owners) the effective tax rate would become 0.5 mill and the School District would still receive \$35.00 annually. Therefore, the School District must regularly return to the voters to maintain a constant level of service.

OAKWOOD CITY SCHOOL DISTRICT
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The School District's 1.8 mill Permanent Improvement Levy is an important piece of the financial picture. It funds not only facility maintenance and upkeep issues but also provides the bulk of the School District's technology needs and a large percentage of the State's set-aside requirements for capital improvements. The 5-year levy was first passed by School District voters in 1992 and has been renewed five times, the last time in May 2017.

The School District voters approved an operating tax levy for 5.75 mills. It was passed in November 2016 as a continuous operating levy that will strengthen the General Fund and aid in paying operating costs.

The School District voters also approved a bond retirement tax levy for 3.93 mills. It was passed in November 2002 as part of a \$20,200,000 bond issue for facility improvements. This levy generates approximately \$1.2 million dollars in revenue for debt service payments.

Instruction accounts for 53.70 percent of governmental activities program expenses. Support services expenses make up 32.21 percent of governmental activities expenses. The Statement of Activities shows the cost of program services and 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 for fiscal year 2018 compared with fiscal year 2017. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3

Net Cost of Governmental Activities

	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
	2018	2018	2017	2017
<i>Program Expenses:</i>				
Instruction	\$8,850,681	\$7,177,979	\$19,178,337	\$17,502,298
Support Services	5,308,520	5,190,320	9,438,374	9,333,454
Operation of Non-Instructional Services	1,043,857	169,977	842,986	12,508
Extracurricular Activities	634,001	(22,484)	2,532,007	2,144,797
Issuance Costs	0	0	107,583	107,583
Interest and Fiscal Charges	<u>645,216</u>	<u>645,216</u>	<u>887,702</u>	<u>887,702</u>
Total Expenses	<u>\$16,482,275</u>	<u>\$13,161,008</u>	<u>\$32,986,989</u>	<u>\$29,988,342</u>

OAKWOOD CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

The School District's Funds

The School District's governmental funds are accounted for using the modified accrual basis of accounting. (See Note 2 for discussion of significant accounting policies). All governmental funds had total revenues and other financing sources of \$33,934,161 and expenditures and other financing uses of \$31,422,895.

Total fund balance for governmental funds increased by \$2,511,266. The fund balance in the General Fund increased \$1,825,332. The fund balance in the Bond Retirement Fund increased \$85,004, as a result of revenues and other financing sources exceeding expenditures.

Budget Highlights - General Fund

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

During the course of fiscal year 2018, the School District made one amendment to its General Fund budget. The School District uses a modified site-based budget technique that is designed to control site budgets while providing building administrators and supervisors' flexibility for site management.

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

For the General Fund, the final budget basis revenue was \$29,337,620 representing no change from the original budget estimates. As a result, the actual revenue was more than the final budget estimate of revenue by \$3,173 or 0.01 percent.

For the General Fund, the final budget basis expenditures were \$28,234,954 representing a \$626,954 or 2.27 percent increase from the original budget estimates. The actual expenditures were \$225,327 or 0.80 percent more than the final budget estimate of expenditures due to the strict control of expenditures by management of the School District.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2018, the School District had \$37.0 million invested in land, buildings and improvements, furniture and equipment, and vehicles, of which all was in governmental activities. That total carries an accumulated depreciation of \$16.0 million. Table 4 shows fiscal year 2018 balances compared to fiscal year 2017.

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(Unaudited)

Table 4

Capital Assets & Accumulated Depreciation at Year End

	<u>Governmental Activities</u>	
	<u>2018</u>	<u>2017</u>
<i>Nondepreciable Capital Assets:</i>		
Land	\$488,237	\$488,237
<i>Depreciable Capital Assets:</i>		
Land Improvements	2,974,305	2,974,305
Buildings and Improvements	24,990,676	24,990,676
Furniture, Fixtures and Equipment	8,251,936	8,149,379
Vehicles	<u>287,763</u>	<u>175,029</u>
<i>Total Capital Assets</i>	<u>36,992,917</u>	<u>36,777,626</u>
<i>Less Accumulated Depreciation:</i>		
Land Improvements	185,894	37,179
Buildings and Improvements	8,494,285	7,971,509
Furniture, Fixtures and Equipment	7,207,909	6,780,716
Vehicles	<u>128,438</u>	<u>109,572</u>
<i>Total Accumulated Depreciation</i>	<u>16,016,526</u>	<u>14,898,976</u>
Capital Assets, Net	<u>\$20,976,391</u>	<u>\$21,878,650</u>

More detailed information pertaining to the School District's capital asset activity can be found in Note 9 of the notes to the basic financial statements.

Debt Administration

At June 30, 2018, the School District had \$15,049,625 in bonds and capital leases outstanding with \$1,111,346 due within one year. Table 5 summarizes the long-term bonds outstanding for fiscal year 2018 compared to fiscal year 2017.

Table 5

Outstanding Debt, Governmental Activities at Year End

<u>Purpose</u>	<u>2018</u>	<u>2017</u>
Facility Renovation/Refunding Bonds	\$12,565,000	\$13,450,000
Issuance Premiums on Bonds	883,209	969,520
Accretion on Capital Appreciation Bonds	1,328,431	1,047,535
Capital Leases	<u>272,985</u>	<u>405,202</u>
Total	<u>\$15,049,625</u>	<u>\$15,872,257</u>

More detailed information pertaining to the School District's long-term debt activity can be found in Note 14 of the notes to the basic financial statements.

OAKWOOD CITY SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2018
(Unaudited)

Current Issues

Although considered a mid-wealth district, Oakwood City School District is financially stable, and has been over the past several years. As indicated in the preceding financial information, the School District is heavily dependent on property taxes. Property tax revenue does not increase solely as a result of inflation. Therefore, in the long-term, the current program and staffing levels will be dependent on increased local funding to meet inflationary cost requirements.

Beyond local taxes, the Ohio Legislature is beginning a new biennial budget for Fiscal Year 2020 and 2021. State funding and the biennial budget presents the highest area of revenue volatility impacting 24% of Oakwood's total revenue. State legislators are once again considering redefining how state dollars flow to schools and in so doing may have a significant impact on district resources.

The district is currently engaged in a 10 year programmatic plan to determine long range financial needs. In particular, the district is completing a community driven facility plan to ensure proper care and funding for district buildings and assets. The results of the 10 year plan and the state budget will enable the district to determine future financial needs and assess current carryover dollars against those needs.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it received. If you have any questions about this report or need additional information, contact the Treasurer of Oakwood City School Board of Education, 20 Rubicon Road, Dayton, OH 45409.

OAKWOOD CITY SCHOOL DISTRICT

Statement of Net Position

June 30, 2018

	Governmental Activities
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	\$8,529,362
Cash and Cash Equivalents with Fiscal Agent	2,468
Property Taxes Receivable	19,854,944
Accounts Receivable	20,324
Intergovernmental Receivable	78,716
Inventory Held for Resale	2,998
Nondepreciable Capital Assets	488,237
Depreciable Capital Assets, Net	20,488,154
<i>Total Assets</i>	<u>49,465,203</u>
<u>Deferred Outflows of Resources:</u>	
Deferred Charge on Refunding	379,176
Pension	10,620,747
OPEB	339,296
<i>Total Deferred Outflows of Resources</i>	<u>11,339,219</u>
<u>Liabilities:</u>	
Accounts Payable	78,352
Accrued Wages and Benefits	2,266,991
Contracts Payable	52,086
Intergovernmental Payable	507,397
Accrued Interest Payable	27,494
Matured Compensated Absences Payable	84,888
<i>Long-Term Liabilities:</i>	
Due Within One Year	1,359,860
Due In More Than One Year:	
Net Pension Liability	34,420,341
Net OPEB Liability	7,449,953
Other Amounts Due in More Than One Year	15,857,672
<i>Total Liabilities</i>	<u>62,105,034</u>
<u>Deferred Inflows of Resources:</u>	
Property Taxes	18,374,336
Pension	1,888,299
OPEB	846,006
<i>Total Deferred Inflows of Resources</i>	<u>21,108,641</u>
<u>Net Position:</u>	
Net Investment in Capital Assets	7,634,373
<i>Restricted for:</i>	
Debt Service	1,355,852
Capital Outlay	454,650
Other Purposes	581,766
<i>Permanent Endowment for Scholarship:</i>	
Expendable	61,702
Nonexpendable	20,000
Unrestricted/(Deficit)	<u>(32,517,596)</u>
<i>Total Net Position</i>	<u><u>(\$22,409,253)</u></u>

See accompanying notes to the basic financial statements and accountant's report.

OAKWOOD CITY SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2018

	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services and Sales	Operating Grants and Contributions		Capital Grants and Contributions
<u>Governmental Activities:</u>					
<i>Instruction:</i>					
Regular	\$6,715,548	\$296,471	\$107,045	\$0	(\$6,312,032)
Special	1,731,687	0	1,206,069	0	(525,618)
Student Intervention Services	14,980	0	0	0	(14,980)
Other	388,466	0	63,117	0	(325,349)
<i>Support Services:</i>					
Pupil	1,061,519	0	58,040	0	(1,003,479)
Instructional Staff	212,475	0	0	0	(212,475)
Board of Education	34,615	0	0	0	(34,615)
Administration	1,351,670	5,251	7,427	0	(1,338,992)
Fiscal	496,814	0	0	0	(496,814)
Business	5,220	0	0	0	(5,220)
Operation and Maintenance of Plant	1,466,999	0	0	0	(1,466,999)
Pupil Transportation	255,179	0	36,690	0	(218,489)
Central	424,029	1,792	9,000	0	(413,237)
<i>Operation of Non-Instructional Services:</i>					
Food Services	389,393	363,922	47,370	0	21,899
Latch Key	603,699	462,588	0	0	(141,111)
Other	50,765	0	0	0	(50,765)
Extracurricular Activities	634,001	313,870	24,928	317,687	22,484
Interest and Fiscal Charges	645,216	0	0	0	(645,216)
Total Governmental Activities	\$16,482,275	\$1,443,894	\$1,559,686	\$317,687	(13,161,008)
 <u>General Revenues:</u>					
<i>Property Taxes Levied for:</i>					
General Purposes					19,639,278
Capital Outlay					485,765
Debt Service					1,201,342
Grants and Entitlements not Restricted to Specific Programs					8,510,501
Investment Earnings					30,947
Miscellaneous					424,395
Total General Revenues					30,292,228
Change in Net Position					17,131,220
<i>Net Position at Beginning of Year, As Restated</i>					<u>(39,540,473)</u>
<i>Net Position at End of Year</i>					<u><u>(\$22,409,253)</u></u>

See accompanying notes to the basic financial statements and accountant's report

OAKWOOD CITY SCHOOL DISTRICT

*Balance Sheet
Governmental Funds
June 30, 2018*

	<u>General</u>	<u>Bond Retirement</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$6,115,242	\$1,293,541	\$1,120,579	\$8,529,362
<i>Cash and Cash Equivalents:</i>				
With Fiscal Agents	2,468	0	0	2,468
Property Taxes Receivable	18,246,716	1,159,198	449,030	19,854,944
Accounts Receivable	20,324	0	0	20,324
Intergovernmental Receivable	0	0	78,716	78,716
Interfund Receivable	581,654	0	0	581,654
Inventory Held for Resale	0	0	2,998	2,998
<i>Total Assets</i>	<u>\$24,966,404</u>	<u>\$2,452,739</u>	<u>\$1,651,323</u>	<u>\$29,070,466</u>
<u>Liabilities:</u>				
Accounts Payable	\$64,657	\$0	\$13,695	\$78,352
Accrued Wages and Benefits	2,251,539	0	15,452	2,266,991
Contracts Payable	0	0	52,086	52,086
Intergovernmental Payable	505,054	0	2,343	507,397
Interfund Payable	0	0	581,654	581,654
Matured Compensated Absences Payable	84,888	0	0	84,888
<i>Total Liabilities</i>	<u>2,906,138</u>	<u>0</u>	<u>665,230</u>	<u>3,571,368</u>
<u>Deferred Inflows of Resources:</u>				
Property Taxes	17,059,569	1,080,285	418,541	18,558,395
<i>Total Deferred Inflows of Resources</i>	<u>17,059,569</u>	<u>1,080,285</u>	<u>418,541</u>	<u>18,558,395</u>
<u>Fund Balances:</u>				
Nonspendable	9,124	0	20,000	29,124
Restricted	0	1,372,454	809,572	2,182,026
Committed	0	0	344,295	344,295
Assigned	1,734,131	0	0	1,734,131
Unassigned	3,257,442	0	(606,315)	2,651,127
<i>Total Fund Balances</i>	<u>5,000,697</u>	<u>1,372,454</u>	<u>567,552</u>	<u>6,940,703</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$24,966,404</u>	<u>\$2,452,739</u>	<u>\$1,651,323</u>	<u>\$29,070,466</u>

See accompanying notes to the basic financial statements and accountant's report.

OAKWOOD CITY SCHOOL DISTRICT
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 June 30, 2018*

Total Governmental Funds Balances		\$6,940,703
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		20,976,391
Some of the School District's receivables will be collected after fiscal year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds. These receivables consist of:		
Property taxes		184,059
Some liabilities and deferred outflows of resources are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:		
General obligation bonds	(12,315,000)	
Capital appreciation bonds	(250,000)	
Accretion on capital appreciation bonds	(1,328,431)	
Premium on issuance of bonds	(883,209)	
Deferred charge on bonds issued	379,176	
Accrued interest on bonds	(27,494)	
Capital leases	(272,985)	
Compensated absences	<u>(2,167,907)</u>	
Total liabilities and deferred outflows of resources that are not reported in the funds		(16,865,850)
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in the governmental funds:		
Deferred Outflows - Pension	10,620,747	
Deferred Outflows - OPEB	339,296	
Deferred Inflows - Pension	(1,888,299)	
Deferred Inflows - OPEB	(846,006)	
Net Pension Liability	(34,420,341)	
Net OPEB Liability	<u>(7,449,953)</u>	
Total		<u>(33,644,556)</u>
<i>Net Position of Governmental Activities</i>		<u><u>(\$22,409,253)</u></u>

See accompanying notes to the basic financial statements and accountant's report.

OAKWOOD CITY SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2018

	General	Bond Retirement	Nonmajor Governmental Funds	Total Governmental Funds
<u>Revenues:</u>				
Property Taxes	\$19,645,819	\$1,199,115	\$485,316	\$21,330,250
Intergovernmental	9,193,558	169,950	631,913	9,995,421
Interest	30,788	0	159	30,947
Tuition and Fees	292,956	0	0	292,956
Extracurricular Activities	35,008	0	285,905	320,913
Rent	3,515	0	0	3,515
Charges for Services	0	0	826,510	826,510
Contributions and Donations	12,062	0	382,192	394,254
Miscellaneous	417,835	0	6,560	424,395
<i>Total Revenues</i>	<u>29,631,541</u>	<u>1,369,065</u>	<u>2,618,555</u>	<u>33,619,161</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular	13,314,197	0	124,857	13,439,054
Special	3,283,627	0	407,299	3,690,926
Student Intervention Services	14,980	0	0	14,980
Other	388,466	0	0	388,466
<i>Support Services:</i>				
Pupil	1,970,546	0	59,958	2,030,504
Instructional Staff	423,090	0	0	423,090
Board of Education	34,615	0	0	34,615
Administration	2,587,998	0	5,618	2,593,616
Fiscal	783,935	0	8,648	792,583
Business	5,220	0	0	5,220
Operation and Maintenance of Plant	2,263,793	0	0	2,263,793
Pupil Transportation	499,424	0	0	499,424
Central	684,976	0	8,246	693,222
Operation of Non-Instructional Services	43,604	0	1,076,838	1,120,442
Extracurricular Activities	839,009	0	342,332	1,181,341
Capital Outlay	212,752	0	298,829	511,581
<i>Debt Service:</i>				
Principal Retirement	132,217	885,000	0	1,017,217
Interest and Fiscal Charges	8,760	399,061	0	407,821
<i>Total Expenditures</i>	<u>27,491,209</u>	<u>1,284,061</u>	<u>2,332,625</u>	<u>31,107,895</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>2,140,332</u>	<u>85,004</u>	<u>285,930</u>	<u>2,511,266</u>
<u>Other Financing Sources (Uses):</u>				
Transfers In	0	0	315,000	315,000
Transfers Out	(315,000)	0	0	(315,000)
<i>Total Other Financing Sources (Uses)</i>	<u>(315,000)</u>	<u>0</u>	<u>315,000</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	1,825,332	85,004	600,930	2,511,266
<i>Fund Balances at Beginning of Year</i>	<u>3,175,365</u>	<u>1,287,450</u>	<u>(33,378)</u>	<u>4,429,437</u>
<i>Fund Balances at End of Year</i>	<u>\$5,000,697</u>	<u>\$1,372,454</u>	<u>\$567,552</u>	<u>\$6,940,703</u>

See accompanying notes to the basic financial statements and accountant's report

OAKWOOD CITY SCHOOL DISTRICT
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2018*

Net Change in Fund Balances - Total Governmental Funds	\$2,511,266
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
This is the amount by which depreciation exceeded capital asset additions in the current period.	
Capital asset additions	233,948
Depreciation	<u>(1,123,424)</u>
Total	(889,476)
Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.	
	(12,783)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These revenues consist of:	
Property taxes	(3,865)
Intergovernmental revenue	<u>(1,801)</u>
Total	(5,666)
Repayment of long-term bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
	1,017,217
In the statement of activities, interest is accrued on outstanding bonds, bond accretion, bond premium, and loss on refundings are amortized over the term of the bonds, whereas in governmental funds, an interest expenditure is reported when due and accretions, premiums, and loss on refundings are reported when the bonds are issued:	
Accrued interest on bonds	1,784
Annual accretion on capital appreciation bonds	(280,896)
Amortization of premium on bonds	86,311
Amortization of deferred charges on refundings	<u>(44,594)</u>
Total	(237,395)
Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:	
Compensated absences	(223,383)
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of activities reports these amounts as deferred revenues.	
	2,537,173
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities.	
	<u>12,434,267</u>
<i>Change in Net Position of Governmental Activities</i>	<u><u>\$17,131,220</u></u>

See accompanying notes to the basic financial statements and accountant's report.

OAKWOOD CITY SCHOOL DISTRICT
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2018*

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<u>Revenues:</u>				
Property Taxes	\$19,562,000	\$19,562,000	\$19,562,832	\$832
Intergovernmental	9,203,140	9,203,140	9,203,407	267
Interest	29,000	29,000	30,788	1,788
Tuition and Fees	140,280	140,280	140,465	185
Rent	3,500	3,500	3,515	15
Miscellaneous	399,700	399,700	399,786	86
Total Revenues	29,337,620	29,337,620	29,340,793	3,173
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries and Wages	9,176,000	9,176,000	9,164,772	11,228
Fringe Benefits	3,170,500	3,170,500	3,158,946	11,554
Purchased Services	274,000	324,656	293,687	30,969
Supplies and Materials	369,000	462,936	454,530	8,406
Capital Outlay	403,000	415,866	413,883	1,983
Total Regular	13,392,500	13,549,958	13,485,818	64,140
Special				
Salaries and Wages	2,087,000	2,087,000	2,077,853	9,147
Fringe Benefits	959,500	959,500	938,367	21,133
Purchased Services	225,000	254,107	253,160	947
Supplies and Materials	21,000	22,675	19,936	2,739
Other	500	500	240	260
Capital Outlay	5,000	5,323	2,580	2,743
Total Special	3,298,000	3,329,105	3,292,136	36,969
Student Intervention Services				
Salaries and Wages	13,000	13,000	12,691	309
Fringe Benefits	2,500	2,500	2,289	211
Total Student Intervention Services	15,500	15,500	14,980	520
Other				
Purchased Services	388,000	388,000	387,072	928
Total Instruction	17,094,000	17,282,563	17,180,006	102,557
<i>Support Services:</i>				
Pupil				
Salaries and Wages	1,149,000	1,149,000	1,145,268	3,732
Fringe Benefits	478,000	478,000	472,668	5,332
Purchased Services	5,000	5,759	2,278	3,481
Supplies and Materials	15,000	16,791	16,110	681
Other	313,000	313,000	312,000	1,000
Capital Outlay	4,000	4,000	2,971	1,029
Total Pupil	1,964,000	1,966,550	1,951,295	15,255

(Continued)

OAKWOOD CITY SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Instructional Staff				
Salaries and Wages	259,000	259,000	257,518	1,482
Fringe Benefits	102,000	102,000	97,209	4,791
Purchased Services	6,000	6,000	5,550	450
Supplies and Materials	71,000	82,148	78,597	3,551
Other	1,000	1,000	250	750
Total Instructional Staff	439,000	450,148	439,124	11,024
Board of Education				
Salaries and Wages	5,000	5,000	4,800	200
Fringe Benefits	2,000	2,000	1,155	845
Purchased Services	20,000	31,302	28,719	2,583
Supplies and Materials	2,000	3,713	2,804	909
Total Board of Education	29,000	42,015	37,478	4,537
Administration				
Salaries and Wages	1,541,000	1,541,000	1,532,029	8,971
Fringe Benefits	745,000	745,000	735,414	9,586
Purchased Services	239,000	276,500	269,427	7,073
Supplies and Materials	63,000	80,462	77,644	2,818
Capital Outlay	41,200	46,557	45,626	931
Total Administration	2,629,200	2,689,519	2,660,140	29,379
Fiscal				
Salaries and Wages	371,000	371,000	370,122	878
Fringe Benefits	128,000	128,000	125,509	2,491
Purchased Services	28,000	30,463	29,309	1,154
Supplies and Materials	10,000	12,565	10,836	1,729
Other	250,000	250,967	249,898	1,069
Capital Outlay	1,000	7,550	6,000	1,550
Total Fiscal	788,000	800,545	791,674	8,871
Business				
Other	6,000	7,150	6,370	780
Operation and Maintenance of Plant				
Salaries and Wages	985,000	985,000	979,080	5,920
Fringe Benefits	309,000	309,000	304,887	4,113
Purchased Services	845,000	1,035,093	1,028,407	6,686
Supplies and Materials	137,000	211,987	210,263	1,724
Other	9,000	9,000	7,913	1,087
Capital Outlay	20,000	22,155	20,551	1,604
Total Operation and Maintenance of Plant	2,305,000	2,572,235	2,551,101	21,134
Pupil Transportation				
Salaries and Wages	162,000	162,000	161,235	765
Fringe Benefits	103,000	103,000	101,683	1,317
Purchased Services	89,000	101,668	101,029	639
Supplies and Materials	20,000	31,719	29,938	1,781
Capital Outlay	129,000	129,000	128,081	919
Total Pupil Transportation	503,000	527,387	521,966	5,421

(Continued)

OAKWOOD CITY SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Central				
Salaries and Wages	330,000	330,000	329,105	895
Fringe Benefits	191,000	203,500	200,417	3,083
Purchased Services	156,000	174,928	174,093	835
Supplies and Materials	23,000	28,378	26,260	2,118
Other	13,000	14,200	13,975	225
Total Central	713,000	751,006	743,850	7,156
Total Support Services	9,376,200	9,806,555	9,702,998	103,557
<i>Non-Instructional Services:</i>				
Community Services				
Fringe Benefits	8,000	8,000	7,490	510
Purchased Services	38,000	40,588	39,960	628
Total Non-Instructional Services	46,000	48,588	47,450	1,138
<i>Extracurricular Activities:</i>				
Academic Oriented Activities				
Salaries and Wages	156,000	156,000	154,196	1,804
Fringe Benefits	27,000	27,000	24,765	2,235
Total Academic Oriented Activities	183,000	183,000	178,961	4,039
Occupation Oriented Activities				
Salaries and Wages	3,000	3,000	2,350	650
Fringe Benefits	500	500	378	122
Total Occupation Oriented Activities	3,500	3,500	2,728	772
Sports Oriented Activities				
Salaries and Wages	465,300	465,300	464,526	774
Fringe Benefits	112,000	112,000	107,647	4,353
Total Sports Oriented Activities	577,300	577,300	572,173	5,127
School and Public Service Activities				
Salaries and Wages	9,000	9,000	8,325	675
Fringe Benefits	2,000	2,000	1,362	638
Purchased Services	17,000	20,698	20,121	577
Supplies and Materials	1,000	2,750	(2,685)	5,435
Total School and Public Service Activities	29,000	34,448	27,123	7,325
Total Extracurricular Activities	792,800	798,248	780,985	17,263

(Continued)

OAKWOOD CITY SCHOOL DISTRICT
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2018*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>Capital Outlay:</i>				
Architecture and Engineering Services				
Purchased Services	299,000	299,000	298,188	812
Total Capital Outlay	299,000	299,000	298,188	812
<i>Total Expenditures</i>	27,608,000	28,234,954	28,009,627	225,327
Excess of Revenues Over (Under) Expenditures	1,729,620	1,102,666	1,331,166	228,500
<u>Other Financing Sources (Uses):</u>				
Transfers Out	(315,000)	(315,000)	(315,000)	0
<i>Total Other Financing Sources (Uses)</i>	(315,000)	(315,000)	(315,000)	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,414,620	787,666	1,016,166	228,500
Fund Balance at Beginning of Year	4,761,530	4,761,530	4,761,530	0
Prior Year Encumbrances Appropriated	626,955	626,955	626,955	0
Fund Balance at End of Year	\$6,803,105	\$6,176,151	\$6,404,651	\$228,500

See accompanying notes to the basic financial statements and accountant's report.

OAKWOOD CITY SCHOOL DISTRICT
Statement of Fiduciary Assets and Liabilities
Fiduciary Fund
June 30, 2018

	<u>Agency</u>
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	<u>\$75,364</u>
<u>Liabilities:</u>	
Due To Students	<u>\$75,364</u>

See accompanying notes to the basic financial statements and accountant's report.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Description of the School District

Oakwood City School District (the "School District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms. The School District provides educational services as authorized by state statute and/or federal guidelines. It is staffed by 76 non-certificated employees, 154 certificated full-time teaching personnel and 10 administrative employees who provide services to 2,048 students and other community members. The School District currently operates 5 instructional buildings and 1 administrative building.

Reporting Entity

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

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

The School District is associated with two jointly governed organizations, an insurance purchasing pool and one related organizations. These organizations are the META Solutions, the Southwestern Ohio Educational Purchasing Council (SOEPC), the Ohio School Boards Association Worker's Compensation Group Rating Plan (GRP), and the Wright Memorial Public Library, respectively. These organizations are presented in Notes 21, 22 and 23 to the basic financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - BASIS OF PRESENTATION

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – BASIS OF PRESENTATION -
(Continued)

A. Basis of Presentation

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

Government-Wide Financial Statements

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

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

Fund Financial Statements

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

B. Fund Accounting

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

Governmental Funds

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – BASIS OF PRESENTATION - (Continued)

The following are the School District's major governmental funds:

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

Bond Retirement Fund- This fund is used to account for financial resources accumulated for the payment of general long-term debt principal, interest and related costs.

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

Fiduciary Funds

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

C. Measurement Focus

Government-Wide Financial Statements

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

Fund Financial Statements

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

D. Basis of Accounting

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – BASIS OF PRESENTATION -
(Continued)

Revenues - Exchange and Nonexchange Transactions

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

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

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

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources include a deferred charge on refunding, for pension and OPEB reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB are explained in Notes 11 and 12.

In addition to the liabilities, the Statement of Net Position reports a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes, pension and OPEB. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2018, but which were levied to finance fiscal year 2018 operations. These amounts have been recorded as a deferred inflow on both the government-wide Statement of Net Position and the governmental fund financial statements. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide Statement of Net Position. (See Notes 11 and 12)

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – BASIS OF PRESENTATION -
(Continued)

Pensions/Other Postemployment Benefits (OPEB)

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

Expenses/Expenditures

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

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

E. Cash and Cash Equivalents

To improve cash management, cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the School District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements.

During the fiscal year 2018, the School District invested in STAR Ohio. 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 SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The School District measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For fiscal year 2018, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, 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 be transacted the following business day(s), but only to the \$50 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2018 amounted to \$30,788. The Non-Major Permanent Fund received interest of \$159 during the year of 2018.

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – BASIS OF PRESENTATION -

(Continued)

F. Inventory

On government-wide financial statements, inventories held for resale are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

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

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2018, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed. As of June 30, 2018, the School District reported no prepaid items.

H. Restricted Assets

Assets are reported as restricted when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors or laws of other governments or imposed by enabling legislation. As of June 30, 2018, the School District reported no restricted assets.

I. Capital Assets

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

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

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	20 - 50 years
Furniture, Fixtures and Equipment	5 - 30 years
Vehicles	7 - 10 years

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – BASIS OF PRESENTATION

(Continued)

J. Interfund Balances

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

K. Pensions/OPEB

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

L. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payments in the future. The amount is based on accumulated sick leave and employees’ wage rates at fiscal year end, taking into consideration any limits specified in the School District’s termination policy. The School District records a liability for accumulated unused sick leave for all employees after 7 years of service with the School District, who are at least 45 years old or are eligible to retire based on years of service and age.

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

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “Matured Compensated Absences Payable” in the fund from which the employees will be paid.

M. Accrued Liabilities and Long-Term Liabilities

All payables, accrued liabilities and long-term liabilities are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, and special termination of benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current year. Bonds are recognized as a liability on the fund financial statements when due. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefits payments are due and payable and the pension/OPEB plan’s fiduciary net position is not sufficient for payment of those benefits.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – BASIS OF PRESENTATION -
(Continued)

N. Net Position

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

Net position restricted for other purposes is primarily for federal and state grants reported in the Special Revenue Funds.

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

O. Fund Balance

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

Nonspendable – amounts that cannot be spent because they are either not in a spendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because either (a) constraints imposed by law through constitutional provisions, charter requirements or enabling legislation; or (b) constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments.

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

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

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – BASIS OF PRESENTATION -
(Continued)

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

P. Interfund Transactions

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures in the purchaser funds. Flows of cash or goods from one fund to another fund without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures to the funds that initially paid for them are not presented on the financial statements. Interfund activity has been eliminated in the governmental activities column of the statement of activities. Interfund services provided and used are not eliminated in the process of consolidation.

Q. 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 on the financial statements and accompanying notes. Actual results may differ from those estimates.

R. Budgetary Process

All funds, other than the agency fund, are legally required to be budgeted and appropriated. The Library Automation, Local Professional Development, Education Management Information Systems, Entry Year Program, Ohio School Net Professional Development, Ohio Reads, Summer School Subsidy, Emergency Repairs Grant, Miscellaneous State Grants, Impact Aid, Title III, Drug Free Schools Program, Miscellaneous Federal Grants Special Revenue Funds, Harman Playground Project Capital Projects Fund, and the Unclaimed Monies Fund had no anticipated revenues/expenditures and were not budgeted. However, budgetary schedules have been presented for these funds to disclose their remaining fund balances. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting.

The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of budgetary control for General Fund, Bond Retirement, Debt Service Fund, Permanent Improvement Capital Projects Fund, Food Service and Uniform School Supplies Special Revenues Funds is at the object level within each fund and function. All other funds are budgeted at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2018.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – BASIS OF PRESENTATION -
(Continued)

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

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF NET POSITION

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

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

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

Net Position June 30, 2017	(\$30,248,665)
<i>Adjustments:</i>	
Net OPEB Liability	(9,342,662)
Deferred Outflow - Payments Subsequent to Measurement Date	50,854
Restated Net Position June 30, 2017	(\$39,540,473)

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

NOTE 4 - ACCOUNTABILITY AND COMPLIANCE

Accountability

At June 30, 2018, the following funds had a deficit fund balance:

Fund	Amount
<i>Nonmajor Special Revenue Fund:</i>	
Food Service	\$403,121
<i>Nonmajor Capital Project Fund:</i>	
Old River Athletic Facility	203,194

The deficit in these funds resulted from the application of generally accepted accounting principles. The General Fund is liable for any deficit in a fund and provides transfers when cash is needed, rather than when accruals occur. The School District is analyzing the situation in the Food Service Special Revenue Fund and is still considering the possibility of increasing lunch rates to reduce the current fund balance deficit.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 4 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

Compliance

Ohio Rev. Code Section 5705.10(H) states that monies paid into any fund shall be used only for the purpose such fund is established. The existence of a deficit balance in any fund indicates that money from another fund or funds have been used to pay the obligations of the fund or funds carrying the deficit balance.

At June 30, 2018, the following cash basis deficit fund balances existed:

<u>Fund</u>	<u>Amount</u>
<i>Nonmajor Special Revenue Fund:</i>	
Food Service	\$401,513
<i>Nonmajor Capital Project Fund:</i>	
Old River Athletic Facility	202,694

Ohio Rev. Code Section 5705.36(A)(4) states that upon determination by the fiscal officer that the revenue to be collected will be less than the amount included in an official certificate and that the amount of the deficiency will reduce available resources below the level of current appropriations, the fiscal officer shall certify the amount of the deficiency to the commission and a reduced amended certificate will be obtained.

The following funds had available resources (Actual revenue plus July 1, 2017 Unencumbered Fund Balance) below the current level of appropriations at June 30, 2018:

<u>Fund</u>	<u>Final Appropriations</u>	<u>Actual Resources</u>	<u>Variance</u>
Food Service	\$459,935	(\$27,867)	(\$487,802)
Old River Athletic Facility	410,545	(344,215)	(754,760)
Uniform School Supplies	158,550	155,096	(3,454)

Ohio Rev. Code Section 5705.39 states that the total appropriation from each fund should not exceed the total estimated resources for the respective fund. Further, no appropriation measure is to become effective until the county auditor files a certificate that the total appropriations from each fund do not exceed the total official estimate or amended official estimate of resources.

The following fund had appropriations in excess of estimated resources plus available balances for the fiscal year ended June 30, 2018:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Excess</u>
Food Service	\$54,368	\$459,935	(\$405,567)
Old River Athletic Facility	53,668	410,545	(356,877)
Uniform School Supplies	157,668	158,550	(882)

The School District did not obtain an amended certificate of estimated resources in accordance with Ohio Rev. Code Section 5705.36 (A) (2), (3) and (4).

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

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

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

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

<u>Net Change in Fund Balance</u>	
GAAP Basis	\$1,825,332
<i>Adjustments:</i>	
Revenue Accruals	(72,738)
Expenditure Accruals	(1,491,378)
Encumbrances	760,696
<i>Prospective Difference:</i>	
Activity of Funds Reclassified For GAAP Reporting Purposes	<u>(5,746)</u>
Budget Basis	<u>\$1,016,166</u>

NOTE 6 - DEPOSITS AND INVESTMENTS

State statutes classify monies held by the School District into three categories.

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

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above, provided that the fair value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to fair value daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
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);
7. Certain bankers acceptances and commercial paper notes for a period not to exceed one hundred eighty days from the date of purchase in an amount not to exceed twenty-five percent of interim monies available for investment at any time;
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies; and
9. Time certificates of deposit or savings or deposit accounts, including, but not limited to passbook accounts.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

At fiscal year end, the School District had \$6,953 in undeposited cash on hand which is included on the balance sheet of School District as part of "Equity in Pooled Cash and Cash Equivalents."

Deposits: Custodial credit risk is the risk that, in the event of a bank failure, the School District may not be able to recover deposits or collateral securities that are in the possession of an outside party. At June 30, 2018, the School District bank balance of \$5,411,208 was covered by Federal Deposit Insurance (FDIC) or collateralized by the financial institution's public entity deposit pool in the manner described above.

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

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

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

Both of the School District's financial institutions are enrolled in the OPCS.

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

<u>Investment Type</u>	<u>Net Asset Value Per Share</u>	<u>6 Months or Less</u>
STAR Ohio	\$3,561,027	\$3,561,027

The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The School District only has STAR Ohio as an investment which is valued at its net asset value per share.

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the School District's investment policy limits investment portfolio maturities to five years or less.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

Credit Risk: The School District has no investment policy that limits its credit risk other than the limitations of state laws mentioned previously. Standard and Poor's has assigned STAR Ohio Fund an "AAAm" money market rating.

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The School District's investment policy allows investments in eligible securities as described in the Ohio Revised Code.

Custodial Credit Risk: For investments, custodial credit risk is the risk that, in the event of the failure of the counter party, the School District will not be able to recover the value of its investments or collateral securities in the possession of an outside party. School District policy provides that investment collateral is held by the counter party as trust department or agent, and may be held in the name of the School District or not.

NOTE 7 - PROPERTY TAXES

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

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

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

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

Accrued property taxes receivable represents the June 2018 personal property tax settlement, delinquent taxes outstanding and real property, tangible personal property, and public utility taxes which become measurable as of June 30, 2018. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred inflows of resources for that portion not intended to finance current year operations. The total amount available as an advance at June 30, 2018 was \$1,296,549 and is recognized as revenue. Of this total amount, \$1,187,147 was available to the General Fund, \$78,913 was available to the Bond Retirement Fund, and \$30,489 was available to the Permanent Improvement Fund.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 7 - PROPERTY TAXES - (Continued)

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

	2017 Second - Half Collections		2018 First - Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$294,134,250	99.22%	\$332,174,920	99.27%
Public Utility Personal	2,323,250	0.78%	2,451,520	0.73%
Total Assessed Value	<u>\$296,457,500</u>	<u>100.00%</u>	<u>\$334,626,440</u>	<u>100.00%</u>
Total rate per \$1,000 of assessed valuation	\$134.95		\$134.95	

NOTE 8 - RECEIVABLES

Receivables at June 30, 2018 consisted of property taxes, interfund, intergovernmental, and accounts. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

<u>Governmental Activities:</u>	
<i>Nonmajor Special Revenue Funds:</i>	
Title VI-B	\$60,884
Title I	<u>17,832</u>
Total Nonmajor Special Revenue Funds	<u>78,716</u>
Total	<u><u>\$78,716</u></u>

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 9 - CAPITAL ASSETS

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

Asset Category	Balance at July 1, 2017	Additions	Deletions	Balance at June 30, 2018
<i>Nondepreciable Capital Assets:</i>				
Land	\$488,237	\$0	\$0	\$488,237
<i>Depreciable Capital Assets:</i>				
Land Improvements	2,974,305	0	0	2,974,305
Buildings and Improvements	24,990,676	0	0	24,990,676
Furniture, Fixtures and Equipment	8,149,379	106,214	(3,657)	8,251,936
Vehicles	175,029	127,734	(15,000)	287,763
Total Depreciable Capital Assets	<u>36,289,389</u>	<u>233,948</u>	<u>(18,657)</u>	<u>36,504,680</u>
Total Capital Assets	<u>36,777,626</u>	<u>233,948</u>	<u>(18,657)</u>	<u>36,992,917</u>
<i>Accumulated Depreciation:</i>				
Land Improvements	(37,179)	(148,715)	0	(185,894)
Buildings and Improvements	(7,971,509)	(522,776)	0	(8,494,285)
Furniture, Fixtures and Equipment	(6,780,716)	(428,960)	1,767	(7,207,909)
Vehicles	(109,572)	(22,973)	4,107	(128,438)
Total Accumulated Depreciation	<u>(14,898,976)</u>	<u>(1,123,424)</u>	<u>5,874</u>	<u>(16,016,526)</u>
Total Net Capital Assets	<u>\$21,878,650</u>	<u>(\$889,476)</u>	<u>(\$12,783)</u>	<u>\$20,976,391</u>

Depreciation expense was charged to governmental functions as follow:

<i>Instruction:</i>	
Regular	\$691,155
Special	152,192
<i>Support Services:</i>	
Pupil	71,244
Instructional Staff	12,460
Administration	59,859
Fiscal	16,014
Operation and Maintenance of Plant	50,981
Pupil Transportation	19,995
Central	15,479
Operation of Non-Instructional Services	19,831
Extracurricular Activities	14,214
Total Depreciation Expense	<u>\$1,123,424</u>

OAKWOOD CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 10 - RISK MANAGEMENT

Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2018, the School District contracted with Ohio Casualty Company for general liability insurance with a \$1,000,000 single occurrence limit and a \$2,000,000 aggregate. Property is protected by Ohio Casualty Company and hold a \$5,000 deductible. The total amount of property covered is \$68,245,529. The School District's vehicles are covered under a business policy with Ohio Casualty Company which carries a \$1,000,000 limit on any accident. 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 last year.

NOTE 11 - DEFINED BENEFIT PENSION PLANS

Net Pension Liability

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

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

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

GASB Statement No. 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLANS – (Continued)

Plan Description - School Employees Retirement System (SERS)

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

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, 2018, will be included in this plan.

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

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

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS’ Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System’s funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2018, the allocation to pension, death benefits, and Medicare B was 13.5 percent. The remaining 0.5 percent employer contribution rate was allocated to the Health Care Fund.

The School District’s contractually required contribution to SERS was \$524,487 for fiscal year 2018. Of this amount, none is reported as an intergovernmental payable.

Plan Description - State Teachers Retirement System (STRS)

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLANS – (Continued)

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

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

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

New members who choose the DC plan or Combined Plan will have another opportunity to reselect a permanent plan during their fifth year of membership. Members may remain in the same plan or transfer to another STRS plan. The optional annuitization of a member's defined contribution account or the defined contribution portion of a member's Combined Plan account to a lifetime benefit results in STRS bearing the risk of investment gain or loss on the account. STRS has therefore included all three plan options as one defined benefit plan for GASB Statement No. 68 reporting purposes.

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

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. For the fiscal year ended June 30, 2018, plan members were required to contribute 14 percent of their annual covered salary. The School District was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The fiscal year 2018 contribution rates were equal to the statutory maximum rates.

The School District's contractually required contribution to STRS was \$1,940,888 for fiscal year 2018. Of this amount, \$327,304 is reported as an intergovernmental payable.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLANS – (Continued)

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

The net pension liability reported as of June 30, 2018 was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the School District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the Net Pension Liability Prior Measurement Date	0.10407880%	0.12188129%	
Proportion of the Net Pension Liability Current Measurement Date	<u>0.10388060%</u>	<u>0.11876847%</u>	
Change in Proportionate Share	<u>-0.00019820%</u>	<u>-0.00311282%</u>	
Proportionate Share of the Net Pension Liability	\$6,206,636	\$28,213,705	\$34,420,341
Pension Expense	(\$186,839)	(\$10,984,081)	(\$11,170,920)

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$267,113	\$1,089,479	\$1,356,592
Change in Assumptions	320,949	6,170,647	6,491,596
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	66,770	240,414	307,184
School District contributions subsequent to the measurement date	<u>524,487</u>	<u>1,940,888</u>	<u>2,465,375</u>
Total Deferred Outflows of Resources	<u>\$1,179,319</u>	<u>\$9,441,428</u>	<u>\$10,620,747</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$0	\$227,391	\$227,391
Net difference between projected and Actual Investment	29,464	931,086	960,550
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	<u>0</u>	<u>700,358</u>	<u>700,358</u>
Total Deferred Inflows of Resources	<u>\$29,464</u>	<u>\$1,858,835</u>	<u>\$1,888,299</u>

\$2,465,375 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLANS – (Continued)

Fiscal Year Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2019	\$283,834	\$1,193,991	\$1,477,825
2020	387,474	2,460,586	2,848,060
2021	100,455	1,669,338	1,769,793
2022	<u>(146,395)</u>	<u>317,790</u>	<u>171,395</u>
Total	<u>\$625,368</u>	<u>\$5,641,705</u>	<u>\$6,267,073</u>

Actuarial Assumptions - SERS

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

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

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

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

Wage Inflation	3.00 percent
Future Salary Increases, including inflation	4.50 percent to 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 set back one year for both men and women. Special mortality tables are used for the period after disability retirement.

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLANS – (Continued)

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

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

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

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

	1% Decrease <u>(6.50%)</u>	Current Discount Rate <u>(7.50%)</u>	1% Increase <u>(8.50%)</u>
School District's proportionate share of the net pension liability	\$8,613,198	\$6,206,636	\$4,190,650

Actuarial Assumptions - STRS

The total pension liability in the June 30, 2017, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLANS – (Continued)

	<u>July 1, 2017</u>	<u>July 1, 2016</u>
Inflation	2.50%	2.75%
Projected salary increases	12.50% at age 20 to 2.50% at age 65	12.25% at age 20 to 2.75% at age 70
Investment Rate of Return	7.45%, net of investment expenses	7.75%, net of investment expenses
Payroll Increases	3%	3.50%
Cost-of-Living Adjustments (COLA)	0.00% effective July 1, 2017	2 % simple applied as follows: for members retiring before August 1, 2013, or later, 2 % COLA commences on 5th anniversary of retirement date.

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

For the July 1, 2016 actuarial valuation, mortality rates were based on the RP-2000 Combined Mortality Table (Projection 2022-Scale AA) for Males and Females. Males' ages are set-back two years through age 89 and no set-back for age 90 and above. Females younger than age 80 are set back four years, one year set back from age 80 through 89, and no set back from age 90 and above.

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

STRS' investment consultant by developing best estimates of expected future real rates of return for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Domestic Equity	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	<u>1.00</u>	3.00
 Total	 <u>100.00 %</u>	

* 10 year annualized geometric nominal returns include the real rate of return and inflation of 2.5 percent, and does not include investment expenses. The total fund long-term expected return reflects diversification among the asset classes and therefore is not a weighted average return of the individual asset classes.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLANS – (Continued)

Discount Rate - The discount rate used to measure the total pension liability was 7.75 percent as of June 30, 2017. 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, 2017. 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, 2017.

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

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
School District's proportionate share of the net pension liability	\$40,443,385	\$28,213,705	\$17,912,032

NOTE 12 - DEFINED BENEFIT OPEB PLANS

Net OPEB Liability

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

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

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018

NOTE 12 - DEFINED BENEFIT OPEB PLANS – (Continued)

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

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

Plan Description - School Employees Retirement System (SERS)

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

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

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2018, 0.5 percent of covered payroll was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2018, this amount was \$23,700. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2018, the School District's surcharge obligation was \$52,373.

The surcharge, added 0.5 percent to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contractually required contribution to SERS was \$19,425 for fiscal year 2018. Of this amount \$0 is reported as an intergovernmental payable.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 12 - DEFINED BENEFIT OPEB PLANS – (Continued)

Plan Description - State Teachers Retirement System (STRS)

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

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

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

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the Net OPEB Liability Prior Measurement Date	0.10493000%	0.11876847%	
Proportion of the Net OPEB Liability Current Measurement Date	<u>0.10493000%</u>	<u>0.11876847%</u>	
Change in Proportionate Share	<u>0.00000000%</u>	<u>0.00000000%</u>	
Proportionate Share of the Net OPEB Liability	\$2,816,046	\$4,633,907	\$7,449,953
OPEB Expense	\$150,672	(\$1,414,019)	(\$1,263,347)

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 12 - DEFINED BENEFIT OPEB PLANS – (Continued)

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$0	\$267,498	\$267,498
School District contributions subsequent to the measurement date	<u>71,798</u>	<u>0</u>	<u>71,798</u>
Total Deferred Outflows of Resources	<u>\$71,798</u>	<u>\$267,498</u>	<u>\$339,296</u>
Deferred Inflows of Resources			
Net difference between projected and Actual Investment	\$7,437	\$198,064	\$205,501
Changes of assumptions	<u>267,228</u>	<u>373,277</u>	<u>640,505</u>
Total Deferred Inflows of Resources	<u>\$274,665</u>	<u>\$571,341</u>	<u>\$846,006</u>

\$71,798 reported as deferred outflows of resources related to OPEB resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2019	(\$98,681)	(\$67,146)	(\$165,827)
2020	(98,681)	(67,146)	(165,827)
2021	(75,443)	(67,146)	(142,589)
2022	(1,860)	(67,146)	(69,006)
2023	0	(17,630)	(17,630)
Thereafter	<u>0</u>	<u>(17,629)</u>	<u>(17,629)</u>
Total	<u>(\$274,665)</u>	<u>(\$303,843)</u>	<u>(\$578,508)</u>

Actuarial Assumptions - SERS

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

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

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 12 - DEFINED BENEFIT OPEB PLANS – (Continued)

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

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

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

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

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

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2015 five-year experience study, are summarized as follows:

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 12 - DEFINED BENEFIT OPEB PLANS – (Continued)

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

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

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

	1% Decrease (2.63%)	Current Discount Rate (3.63%)	1% Increase (4.63%)
School District's proportionate share of the net OPEB liability	\$3,400,734	\$2,816,046	\$2,352,823
	1% Decrease (6.5 % decreasing to 4.0 %)	Current Trend Rate (7.5 % decreasing to 5.0 %)	1% Increase (8.5 % decreasing to 6.0 %)
School District's proportionate share of the net OPEB liability	\$2,285,010	\$2,816,046	\$3,518,880

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 12 - DEFINED BENEFIT OPEB PLANS – (Continued)

Actuarial Assumptions – STRS

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

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

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

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

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

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

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

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

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 12 - DEFINED BENEFIT OPEB PLANS – (Continued)

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

* 10 year annualized geometric nominal returns include the real rate of return and inflation of 2.25 percent, and does not include investment expenses. The total fund long-term expected return reflects diversification among the asset classes and therefore is not a weighted average return of the individual asset classes.

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

Sensitivity of the School District’s Proportionate Share of the Net OPEB Liability to Changes in the Discount and Health Care Cost Trend Rate The following table represents the net OPEB liability as of June 30, 2018, calculated using the current period discount rate assumption of 4.13 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.13 percent) or one percentage point higher (5.13 percent) than the current assumption. Also shown is the net OPEB liability as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	1% Decrease (3.13%)	Current Discount Rate (4.13%)	1% Increase (5.13%)
School District’s proportionate share of the net OPEB liability	\$6,220,946	\$4,633,907	\$3,379,628

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 12 - DEFINED BENEFIT OPEB PLANS – (Continued)

	<u>1% Decrease</u>	<u>Current Trend Rate</u>	<u>1% Increase</u>
School District's proportionate share of the net OPEB liability	\$3,219,440	\$4,633,907	\$6,495,512

NOTE 13 - EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time. Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. There is no maximum number of sick days that can be accumulated. A pro-rated portion of accumulated sick leave is paid upon retirement from the School District.

Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Unum. The School District has elected to provide employee medical/surgical benefits through United Health Care. The employees share the cost of the monthly premium with the Board. The premium varies with employee depending on the terms of the union contract. Dental insurance is provided by the School District to most employees through Delta Dental.

Retirement Incentive

The School District offers a special termination benefit to employees who retire in the first year that they become eligible. For classified employees, they must give written notice to the Superintendent by March 30 of the year he/she first becomes eligible for “full retirement” and they must meet the eligibility requirements set forth by the State Employees Retirement System to receive a bonus. For certified employees, they must have at least 30 years of service to retire as set forth by the State Teachers Retirement System. No employees retired during fiscal year 2018 that qualified for the special termination benefit.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 14 - LONG-TERM LIABILITIES

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

	Issue Date	Interest Rate	*Principal Outstanding at July 1, 2017	Additions	Deductions	Principal Outstanding at June 30, 2018	Amount Due In One Year
<u>Governmental Activities:</u>							
2007 Refunding Bonds	2007	3.50%	\$195,000	\$0	\$90,000	\$105,000	\$105,000
Capital Appreciation Bonds		3.50%	155,000	0	0	155,000	0
Accretion on Capital Appreciation Bonds		3.50%	822,962	195,761	0	1,018,723	0
2012 Refunding Bonds:							
Current Interest Bonds	2012	2-2.75%	5,645,000	0	655,000	4,990,000	750,000
Capital Appreciation Bonds		25.07%	95,000	0	0	95,000	0
Accretion on Capital Appreciation Bonds		25.07%	224,573	85,135	0	309,708	0
2017 Refunding Bonds	2017	0.85% -4%	7,360,000	0	140,000	7,220,000	35,000
Add Deferred Amounts:							
Premiums on Bonds			969,520	0	86,311	883,209	86,312
Total General Obligation Bonds			15,467,055	280,896	971,311	14,776,640	976,312
Net Pension Liability:							
STRS			40,797,342	0	12,583,637	28,213,705	0
SERS			7,617,608	0	1,410,972	6,206,636	0
Total Net Pension Liability			48,414,950	0	13,994,609	34,420,341	0
Net OPEB Liability:							
STRS			6,351,769	0	1,717,862	4,633,907	0
SERS			2,990,893	0	174,847	2,816,046	0
Total Net Pension Liability			9,342,662	0	1,892,709	7,449,953	0
Capital Lease Payable			405,202	0	132,217	272,985	135,034
Compensated Absences			1,944,524	451,565	228,182	2,167,907	248,514
Total Governmental Activities Long-Term Obligations			\$75,574,393	\$732,461	\$17,219,028	\$59,087,826	\$1,359,860

*Restated

Refunding General Obligation Bonds - During fiscal year 2007, the School District issued \$8,880,000 of general obligation bonds for the current refunding of \$8,880,000 of the 2003 series renovation bonds. The \$720,597 premium on the issuance of the refunding bonds is netted against the 2007 debt and is being amortized over the life of the 2007 debt. The new debt was issued for a twenty-four year period with a final maturity at December 31, 2031. The refunding was undertaken to reduce total future debt service payments. The refunding resulted in an economic gain of \$1,530,423 and a reduction of \$961,166 in future debt service payments. The refunding bonds are retired through the Bond Retirement Fund using tax revenues. During fiscal year 2017, \$7,630,000 of these bonds was refunded through the 2017 Refunding Bonds issue.

The capital appreciation bonds are not subject to a mandatory sinking fund or optional redemption prior to stated maturity. The capital appreciation bonds will mature in fiscal year 2021. The maturity amount of the bonds is \$1,680,000. For fiscal year 2018, \$195,761 was accreted on the capital appreciation bonds.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 14 - LONG-TERM LIABILITIES - (Continued)

Refunding General Obligation Bonds – In April 2012, general obligation refunding bonds were issued in the amount of \$6,400,000 for the purpose of advance refunding a portion of the 2003 series renovation bonds. \$6,305,000 was issued as current interest bonds with interest rates ranging from 2.00% to 2.75%. \$95,000 was issued as capital appreciation bonds with an interest rate of 25.07%. The \$668,746 premium on the issuance of the refunding bonds is netted against this debt and is being amortized over the life of this debt, which has the same remaining life of the refunded debt of thirteen years with a maturity of December 1, 2025. The refunding was undertaken to reduce total future debt service payments over the next thirteen years by \$704,134 and to obtain an economic gain of \$107,208. The refunding bonds will be retired through the Bond Retirement Fund using tax revenues. As of June 30, 2018, the School District has no in substance defeased debt outstanding associated with the refunding bonds. The escrow agent made the final payment on the defeased debt on December 1, 2013.

The term bonds maturing on December 1, 2025 (fiscal year 2026) are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed plus accrued interest to the date of redemption, on December 1, in the fiscal years and respective principal amounts as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2019	\$750,000
2020	100,000
2021	100,000
2022	0
2023	925,000
2024	950,000
2025	1,070,000
2026	1,095,000
	<u>\$4,990,000</u>

Term bonds maturing on or after December 1, 2021, are subject to optional redemption, in whole or in part on any date at the option of the issuer on or after December 1, 2012, as follows:

<u>Redemption Dates (Date Inclusive)</u>	<u>Redemption Prices</u>
December 1, 2012 through November 30, 2021	101%
December 1, 2021 and thereafter	100%

The capital appreciation bonds are not subject to a mandatory sinking fund or optional redemption prior to stated maturity. The capital appreciation bonds will mature in fiscal year 2027. The maturity amount of the bonds is \$925,000. For fiscal year 2018, \$85,135 was accreted on the capital appreciation bonds.

Refunding General Obligation Bonds – In May 2017, general obligation refunding bonds were issued in the amount of \$7,360,000 for the purpose of current refunding a portion of the 2007 series renovation bonds. \$7,360,000 was issued as current interest bonds with interest rates ranging from 0.85% to 4.0%. The \$539,612 premium on the issuance of the refunding bonds is netted against this debt and is being amortized over the life of this debt, which has the same remaining life of the refunded debt of nine years with a maturity of December 1, 2026. The refunding was undertaken to reduce total future debt service payments over the next thirteen years by \$1,179,576 and to obtain an economic gain of \$1,611,605. The refunding bonds will be retired through the Bond Retirement Fund using tax revenues.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 14 - LONG-TERM LIABILITIES - (Continued)

The School District pays obligations related to employee compensation from the fund benefitting from their service. Compensated absences will be paid from the fund from which the person is paid. Most of the School District's employees are paid from the General Fund, with the remainder being paid from the Food Service and Title I Funds.

The School District's overall legal debt margin was \$18,907,232 with an unvoted debt margin of \$334,626 at June 30, 2018.

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2018, are as follows:

Year Ending June 30	2007 Refunding Bonds			2012 Refunding Bonds		
	Current Interest Bonds		Capital Appreciation Bonds	Current Interest Bonds		Capital Appreciation Bonds
	Principal	Interest	Principal	Principal	Interest	Principal
2019	\$105,000	\$2,100	\$0	\$750,000	\$119,923	\$0
2020	0	0	840,000	100,000	111,422	0
2021	0	0	840,000	100,000	109,423	0
2022	0	0	0	0	108,422	925,000
2023	0	0	0	925,000	94,548	0
2024-2027	0	0	0	3,115,000	127,846	0
Total	<u>\$105,000</u>	<u>\$2,100</u>	<u>\$1,680,000</u>	<u>\$4,990,000</u>	<u>\$671,584</u>	<u>\$925,000</u>

Year Ending	2017 Refunding Bonds		Totals	
	Principal	Interest	Principal	Interest
2019	\$35,000	\$245,509	\$890,000	\$367,532
2020	35,000	245,062	975,000	356,484
2021	40,000	244,500	980,000	353,923
2022	80,000	243,400	1,005,000	351,822
2023	85,000	241,750	1,010,000	336,298
2024-2028	2,775,000	1,110,419	5,890,000	1,238,265
2029-2031	4,170,000	250,850	4,170,000	250,850
Total	<u>\$7,220,000</u>	<u>\$2,581,490</u>	<u>\$14,920,000</u>	<u>\$3,255,174</u>

The above amortization schedule for capital appreciation bonds does not agree to the capital appreciation bonds on page 60 due to unaccreted debt.

NOTE 15 - CAPITAL LEASE - LESSEE DISCLOSURE

During the fiscal year, the School District entered into three capital lease agreements for Apple computer equipment and Acer Chrome books and equipment for the School District in the amount of \$545,677.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 15 - CAPITAL LEASE - LESSEE DISCLOSURE - (Continued)

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

Fiscal Year Ending June 30,	Capital Lease Payments
2019	\$140,977
2020	140,977
Total	281,954
Less: Amount Representing Interest	8,969
Present Value of Net Minimum Lease Payments	<u>\$272,985</u>

NOTE 16 - FUND BALANCES

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

	General	Bond Retirement	Nonmajor Governmental Funds	Total Governmental Funds
<i>Nonspendable:</i>				
Endowment	\$0	\$0	\$20,000	\$20,000
Unclaimed Monies	9,124	0	0	9,124
<i>Total Nonspendable</i>	9,124	0	20,000	29,124
<i>Restricted:</i>				
<i>Special Revenues:</i>				
Athletics	0	0	51,075	51,075
Faculty	0	0	73,837	73,837
Special Rotary	0	0	8,899	8,899
Library	0	0	566	566
Local Career Education Grants	0	0	7,694	7,694
State Regular Instruction Grants	0	0	46,688	46,688
Federal Special Instruction Grants	0	0	108,686	108,686
Debt Services	0	1,372,454	0	1,372,454
Capital Projects	0	0	80	80
Endowment for Scholarships	0	0	61,702	61,702
Permanent Improvement	0	0	450,345	450,345
<i>Total Restricted</i>	0	1,372,454	809,572	2,182,026
<i>Committed:</i>				
Latchkey	0	0	344,295	344,295
<i>Assigned:</i>				
Future Appropriations	1,734,131	0	0	1,734,131
<i>Unassigned (Deficit)</i>	3,257,442	0	(606,315)	2,651,127
Total Fund Balances	<u>\$5,000,697</u>	<u>\$1,372,454</u>	<u>\$567,552</u>	<u>\$6,940,703</u>

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 17 - INTERFUND ACTIVITY

As of June 30, 2018, receivables and payables that resulted from various interfund transactions were as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$581,654	\$0
<i>Nonmajor Special Revenue Fund:</i>		
Food Service	0	388,960
<i>Nonmajor Capital Project Fund:</i>		
Old River Athletic Facility	<u>0</u>	<u>192,694</u>
Total Nonmajor Funds	<u>0</u>	<u>581,654</u>
Total	<u><u>\$581,654</u></u>	<u><u>\$581,654</u></u>

The balance of \$581,654 due to the General Fund from the funds listed is a result of negative cash balances in these funds. The General Fund is responsible for any deficit in these funds and interfund transactions were established to cover these expenditures. The purpose for these interfund balances is to eliminate the negative cash balances in these funds. These interfund balances are expected to be repaid during fiscal year 2019.

<u>Transfers From</u>	<u>Transfers To</u>		<u>Total</u>
	<u>Special Rotary</u>	<u>Food Service</u>	
General	<u>\$15,000</u>	<u>\$250,000</u>	<u>\$315,000</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them, to the fund that statute or budget requires to expend them, and (2) move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. The total of \$315,000 is the result of transfers from the General Fund to the Special Rotary and Food Service Funds.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 18 - STATUTORY SET-ASIDES

The following changes occurred in the School District's set-aside reserve account during fiscal year 2018:

	<u>Capital Improvements</u>
Set-Aside Balance as of July 1, 2017	\$0
Current Year Set-Aside Requirement	361,195
Qualifying Disbursements	<u>(1,935,163)</u>
Total	<u>(1,573,968)</u>
Set-Aside Reserve Balance as of June 30, 2018	<u>\$0</u>
Total Restricted Assets	<u>\$0</u>

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

NOTE 19 – ENCUMBRANCE COMMITMENTS

At June 30, 2018, the School District had encumbrance commitments in the Governmental Funds as follows:

<u>Major Fund</u>	
General	\$760,696
<u>Nonmajor Funds</u>	
Food Service	12,553
Faculty	696
Special Rotary	3,459
Latchkey	32,282
District Managed Activities	25,422
Hillel Auxiliary Services	1,752
Schoolnet OneNet	1,006
Uniform School Supplies	11,485
Public School Support	7,640
Permanent Improvement	378,133
Old River Athletic Facility	<u>10,000</u>
<i>Total Nonmajor Funds</i>	<u>484,428</u>
Total Encumbrances	<u>\$1,245,124</u>

OAKWOOD CITY SCHOOL DISTRICT

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2018*

NOTE 20 - ENDOWMENT

The School District has received donations from constituents that contain restrictions on their use. Previously, the School District received an endowment for the John Martin Foundation of \$20,000, with the net appreciation of the investment to be used to provide college scholarships for graduating students. The net appreciation, on the investment of the donor-restricted endowment of \$61,702 is available for authorization of expenditure by the School District. School District policy requires all spending of these funds to be approved as part of the annual budget of the School District and to follow School District policy for approval of expenditures. Investment earnings allocated to these funds are earned and realized upon allocation to the fund.

NOTE 21 - JOINTLY GOVERNED ORGANIZATIONS

META Solutions - On January 1, 2016, the Metropolitan Dayton Educational Cooperative Association (MDECA), and three other Information Technology Centers around the State of Ohio, merged with META Solutions. META Solutions is a jointly governed organization as a regional council of governments pursuant to State statutes. META Solutions develops, implements, and supports the technology and instructional needs of member districts including financial accounting services, educational management information services, and cooperative purchasing services. META Solutions membership consists of 152 public schools, 11 educational service centers, 15 career technology centers, and more than 200 non-public chartered schools. Non-public charter schools are not members but receive services based on contractual agreements and are not eligible for seats on the board of directors. Each member district pays an annual fee for services provided by META Solutions. META Solutions is governed by an 11-member board of directors made up of Superintendents and School Business Officials selected from the 178 member public school districts. The board of directors controls the budget and finances of Meta Solutions. The continued existence of META Solutions is not dependent on the District's continued participation and no equity interest exists. Financial statements for SEOVEC through December 31, 2015 and for META Solutions can be obtained from the META Solutions office, 2100 Citygate Drive, Columbus, Ohio 43219. The School District made payments of \$31,689 to META Solutions for fiscal year 2018.

Southwestern Ohio Educational Purchasing Council - The Southwestern Ohio Educational Purchasing Council (SOEPC) is a purchasing cooperative made up of nearly 100 school districts in 12 counties. The purpose of the cooperative is to obtain reduced prices for quality merchandise and services commonly used by schools. All member school districts are obligated to pay all fees, charges, or other assessments as established by the SOEPC.

Each member School District has one voting representative. Title to any and all equipment, furniture and supplies purchased by the SOEPC is held in trust for the member school districts. Any school district withdrawing from the SOEPC forfeits its claim to any and all SOEPC assets. A one year prior notice is necessary for withdrawal from the group. During this time, the withdrawing member will be liable for all member obligations for a one year period. Payments to SOEPC are made from the General Fund. To obtain financial information, write to the Southwestern Ohio Purchasing Council, Ken Swink, who serves as Director, 303 Corporate Center Drive, Suite 208, Vandalia, Ohio 45377.

NOTE 22 - INSURANCE PURCHASING POOL

Ohio School Boards Association Worker's Compensation Group Rating Plan

The School District participates in the Ohio School Boards Association Worker's Compensation Group Rating Program (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of directors consisting of the President, the President Elect and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

OAKWOOD CITY SCHOOL DISTRICT

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2018

NOTE 23 - RELATED ORGANIZATIONS

Wright Memorial Public Library - The Wright Memorial Public Library is a related organization to Oakwood City School District. The School Board members are responsible for appointing the trustees of the Public Library; however, the School Board cannot influence the Library's operation nor does the Library represent a potential financial benefit or burden to Oakwood City School District. Although the School District does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. Once the Library determines to present a levy to the voters, including the determination of the rate and duration, the School District must place the levy on the ballot. The Library may issue debt and determines its own budget. The Library did not receive any funding from the School District during fiscal year 2018.

NOTE 24- CONTINGENCIES

A. Grants

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

B. Litigation

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

C. School Foundation

School District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional ODE adjustments for fiscal year 2018 are not finalized. As a result, the impact of future FTE adjustments on the fiscal year 2018 financial statements is not determinable, at this time. Management believes this may result in either an additional receivable to, or a liability of, the School District.

REQUIRED SUPPLEMENTARY SCHEDULES

OAKWOOD CITY SCHOOL DISTRICT
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
Last Five Fiscal Years (1)

	2017	2016	2015	2014	2013
<u>School Employees Retirement System of Ohio</u>					
School District's Proportion of the Net Pension Liability	0.10388060%	0.10407880%	0.10511700%	0.10328800%	0.10328800%
School District's Proportionate Share of the Net Pension Liability	\$6,206,636	\$7,617,608	\$5,998,078	\$5,227,346	\$6,142,206
School District's Covered Payroll	\$3,760,800	\$3,895,886	\$3,792,664	\$3,426,681	\$2,397,714
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	165.03%	195.53%	158.15%	152.55%	256.17%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.50%	62.98%	69.16%	71.70%	65.52%
<u>State Teachers Retirement System of Ohio</u>					
School District's Proportion of the Net Pension Liability	0.11876847%	0.12188129%	0.12113926%	0.12013569%	0.12013569%
School District's Proportionate Share of the Net Pension Liability	\$28,213,705	\$40,797,342	\$33,479,348	\$29,221,157	\$34,808,051
School District's Covered Payroll	\$13,327,829	\$12,816,686	\$12,748,871	\$12,558,169	\$11,968,200
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	211.69%	318.31%	262.61%	232.69%	290.84%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.30%	66.80%	72.10%	74.70%	69.30%

(1) Information prior to 2013 is not available. This schedule is intended to show ten years of information, additional years' information will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information.

OAKWOOD CITY SCHOOL DISTRICT
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability
School Employees Retirement System of Ohio
Last Two Fiscal Years (1)

	<u>2017</u>	<u>2016</u>
<u>School Employees Retirement System of Ohio</u>		
School District's Proportion of the Net OPEB Liability	0.10493000%	0.10493000%
School District's Proportionate Share of the Net OPEB Liability	\$2,816,046	\$2,990,893
School District's Covered Payroll	\$3,760,800	\$3,895,886
School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	74.88%	76.77%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	12.46%	11.49%
<u>State Teachers Retirement System of Ohio</u>		
School District's Proportion of the Net OPEB Liability	0.11876847%	0.11876847%
School District's Proportionate Share of the Net OPEB Liability	\$4,633,907	\$6,351,769
School District's Covered Payroll	\$13,327,829	\$12,816,686
School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	34.77%	49.56%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	47.10%	37.30%

(1) Information prior to 2016 is not available. This schedule is intended to show ten years of information, additional years' information will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information.

OAKWOOD CITY SCHOOL DISTRICT
Required Supplementary Information
Schedule of the School District Contributions
School Employees Retirement System of Ohio
Last Ten Fiscal Years

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<i>Pension</i>										
Contractually Required Contribution	\$524,487	\$526,512	\$545,424	\$499,873	\$474,938	\$331,844	\$448,581	\$403,623	\$415,265	\$292,552
Contributions in Relation to the Contractually Required Contribution	(524,487)	(526,512)	(545,424)	(499,873)	(474,938)	(331,844)	(448,581)	(403,623)	(415,265)	(292,552)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
School District's Covered Payroll	\$3,885,089	\$3,760,800	\$3,895,886	\$3,792,664	\$3,426,681	\$2,397,714	\$3,335,175	\$3,211,002	\$3,066,950	\$2,973,089
Contributions as a Percentage of Covered Payroll	13.50%	14.00%	14.00%	13.18%	13.86%	13.84%	13.45%	12.57%	13.54%	9.84%
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<i>OPEB</i>										
Contractually Required Contribution (1)	\$19,425	\$0	\$0	\$31,100	\$4,797	\$3,836	\$18,343	\$45,917	\$14,108	\$123,681
Contributions in Relation to the Contractually Required Contribution	(19,425)	0	0	(31,100)	(4,797)	(3,836)	(18,343)	(45,917)	(14,108)	(123,681)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
School District's Covered Payroll	\$3,885,096	\$3,760,800	\$3,895,886	\$3,792,664	\$3,426,681	\$2,397,714	\$3,335,175	\$3,211,002	\$3,066,950	\$2,973,089
Contributions as a Percentage of Covered Payroll (1)	0.50%	0.00%	0.00%	0.82%	0.14%	0.16%	0.55%	1.43%	0.46%	4.16%

(1) Does Not Include Surcharge

See accompanying notes to the required supplementary information

OAKWOOD CITY SCHOOL DISTRICT
Required Supplementary Information
Schedule of the School District Contributions
State Teachers Retirement System of Ohio
Last Ten Fiscal Years

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
<u>Pension</u>										
Contractually Required Contribution	\$1,940,888	\$1,865,896	\$1,794,336	\$1,784,842	\$1,632,562	\$1,555,866	\$1,643,428	\$1,722,750	\$1,672,184	\$1,581,678
Contributions in Relation to the Contractually Required Contribution	(1,940,888)	(1,865,896)	(1,794,336)	(1,784,842)	(1,632,562)	(1,555,866)	(1,643,428)	(1,722,750)	(1,672,184)	(1,581,678)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
School District's Covered Payroll	\$13,863,486	\$13,327,829	\$12,816,686	\$12,748,871	\$12,558,169	\$11,968,200	\$12,641,754	\$13,251,923	\$12,862,954	\$12,166,754
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%
<u>OPEB</u>										
Contractually Required Contribution	\$0	\$0	\$0	\$0	\$125,582	\$119,682	\$126,418	\$132,519	\$128,630	\$121,668
Contributions in Relation to the Contractually Required Contribution	0	0	0	0	(125,582)	(119,682)	(126,418)	(132,519)	(128,630)	(121,668)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
School District's Covered Payroll	\$13,863,486	\$13,327,829	\$12,816,686	\$12,748,871	\$12,558,169	\$11,968,200	\$12,641,754	\$13,251,923	\$12,862,954	\$12,166,754
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

See accompanying notes to the required supplementary information.

OAKWOOD CITY SCHOOL DISTRICT
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2018

NOTE 1 – SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO

Pension

Assumption Changes Since Prior Measurement Date – For fiscal year 2018, an assumption of 2.5 percent was used for COLA or Ad Hoc Cola. Prior to 2018, an assumption of 3 percent was used.

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

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

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

Other Postemployment Benefits

Assumption Changes Since the Prior Measurement Date – Amounts reported for fiscal year 2018 incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

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

NOTE 2 - STATE TEACHERS RETIREMENT SYSTEM OF OHIO

Pension

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

OAKWOOD CITY SCHOOL DISTRICT
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2018

NOTE 2 - STATE TEACHERS RETIREMENT SYSTEM OF OHIO - Continued

Inflation	2.50 percent	2.75 percent
Projected salary increases	12.50 percent at age 20 to 2.50 percent at age 65	12.25 percent at age 20 to 2.75 percent at age 70
Investment Rate of Return	7.45 percent net of investment expense, including inflation	7.75 percent net of investment expense, including inflation
Payroll Increases	3 percent	3.5 percent
Cost-of-Living Adjustments (COLA)	0.0 percent, effective July 1, 2017	2 percent simple applied as follows: for members retiring before August 1, 2013, 2 percent per year; for members retiring August 1, 2013, or later, 2 percent COLA commences on fifth anniversary of retirement date.

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

For fiscal year 2017 and prior actuarial valuation, mortality rates were based on the RP-2000 Combined Mortality Table (Projection 2022-Scale AA) for Males and Females. Males' ages are set-back two years through age 89 and no set-back for age 90 and above. Females younger than age 80 are set back four years, one year set back from age 80 through 89, and no set back from age 90 and above.

Other Postemployment Benefits

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

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

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

OAKWOOD CITY SCHOOL DISTRICT

Description of Funds

GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than amounts related to permanent purposes or major capital projects) that are legally restricted by law and administrative action to expenditures for specified purposes. The following are descriptions of the School District's nonmajor special revenue funds:

Nonmajor Special Revenue Funds

Food Service

To account for the financial transactions related to the food service operations of the School District.

Faculty

To account for resources from the teachers of the various schools for the purchase of flowers for various reasons.

Special Rotary

To account for monies collected on behalf of the Oakwood Alumni Association for the benefit of the students.

Career Education

To account for instructional programs for persons nineteen years of age and older who are enrolled in school and who have less than a twelfth-grade education or its equivalent.

Latchkey

To account for fees used to support the latchkey program for children.

Library Automation System

To account for hardware and software development, or other costs associated with the requirements of the computerization in the library.

District Managed Activities

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

Hillel Auxiliary Services

To account for State funds for the purchase of science and math materials as well as psychological and other services at the private school (Hillel) within the School District.

Local Professional Development

To account for monies received under House Bill 117 to be used for locally held professional development and teacher training activities which are guided by Ohio's model competency based education programming or comparable models to support student achievement, including proficiency test performance.

OAKWOOD CITY SCHOOL DISTRICT

Description of Funds

Nonmajor Special Revenue Funds (Continued)

Education Management Information Systems

To account for hardware and software development, or other costs associated with the requirements of the management information system.

Entry Year Program

To account for grant monies that are used to implement entry year programs pursuant to Section 3317.024(T) of the Ohio Revised Code.

SchoolNet OneNet

To account for monies that are used for Ohio Educational Computer Network Connections.

Ohio SchoolNet Professional Development

To account for grant monies used to provide hardware, software, telecommunication services, and staff development to support educational uses of technology in the classroom.

Ohio Reads

To account for grant monies used to improve reading outcomes, and for volunteer coordinators in public school buildings.

Summer School Subsidy

To account for summer intervention services satisfying criteria defined in division (E) of section 3313.608 of the Ohio Revised Code.

Emergency Repairs Grant

To account for grant monies used to make emergency maintenance repairs.

Miscellaneous State Grants

To account for various monies received from the state governments which are not classified elsewhere. These grants include: Safe School Help Line, CORE Implementation, and Gifted Identification.

Impact Aid

To account for maintenance and operational funds to school districts significantly affected (1) by a loss of revenue from taxable real property acquired by the federal government; (2) by provision of public education to children who live on federal property; or (3) by a sudden and substantial increase in school attendance as a result of federal activities.

Title VI-B

To account for federal monies to assist in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the elementary and secondary levels.

OAKWOOD CITY SCHOOL DISTRICT

Description of Funds

Nonmajor Special Revenue Funds (Continued)

Perkins Grant

To account for federal monies used to develop vocational education programs in the areas of secondary, adult, disadvantaged and handicapped persons, and work-study projects.

Title III

To account for funds used to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency. These programs provide structured English language instruction, with respect to the years of study to which the program is applicable, and instruction in the child's native language to the extent necessary to allow a child to achieve competence in English. The instruction must be, to the extent necessary, in all courses or subjects of study which will allow a child to meet grade promotion and graduation standards.

Title I

To account for federal monies used to assist in meeting the special needs of educationally deprived children.

Drug Free Schools Program

To account for federal revenues which support the implementation of programs for drug abuse education and prevention.

Preschool Grant

To account for federal monies which support the preschool grant program which addresses the improvement and expansion of services for handicapped children ages three through five.

Title VI-R

To account for monies to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants

To account for various monies received from the federal governments which are not classified elsewhere. These grants include Title II-D and ATIP.

OAKWOOD CITY SCHOOL DISTRICT

Description of Funds

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The following is a description of the School District's nonmajor capital projects funds.

Nonmajor Capital Projects Funds

Permanent Improvement

To account for the acquisition, construction or improvement of capital facilities. This fund receives an annual allocation of property taxes from the permanent improvement levy.

Harman Playground Project

To account for improvement costs of the Harman Playground.

Old River Athletic Facility

To account for the acquisition, construction or improvement of the Old River Athletic Facility.

PERMANENT FUND

The Permanent Fund is used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs. The following is a description of the School District's nonmajor permanent fund.

Nonmajor Permanent Fund

Scholarship

To account for assets which have been set aside to earn interest that is distributed in the form of scholarships.

FUNDS REPORTED SEPARATELY FOR BUDGETARY PURPOSES

Funds Reported Separately For Budgetary Purposes

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

Uniform School Supplies

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

Public School Support

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

Unclaimed Monies

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

OAKWOOD CITY SCHOOL DISTRICT

*Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$566,855	\$472,022	\$81,702	\$1,120,579
Property Taxes Receivable	0	449,030	0	449,030
Intergovernmental Receivable	78,716	0	0	78,716
Inventory Held for Resale	2,998	0	0	2,998
<i>Total Assets</i>	<u>\$648,569</u>	<u>\$921,052</u>	<u>\$81,702</u>	<u>\$1,651,323</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$3,195	\$10,500	\$0	\$13,695
Accrued Wages and Benefits	15,452	0	0	15,452
Contracts Payable	0	52,086	0	52,086
Intergovernmental Payable	2,343	0	0	2,343
Interfund Payable	388,960	192,694	0	581,654
<i>Total Liabilities</i>	<u>409,950</u>	<u>255,280</u>	<u>0</u>	<u>665,230</u>
<u>Deferred Inflows of Resources:</u>				
Property Taxes	0	418,541	0	418,541
<u>Fund Balances:</u>				
Nonspendable	0	0	20,000	20,000
Restricted	297,445	450,425	61,702	809,572
Committed	344,295	0	0	344,295
Unassigned	(403,121)	(203,194)	0	(606,315)
<i>Total Fund Balances</i>	<u>238,619</u>	<u>247,231</u>	<u>81,702</u>	<u>567,552</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$648,569</u>	<u>\$921,052</u>	<u>\$81,702</u>	<u>\$1,651,323</u>

OAKWOOD CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2018

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<u>Revenues:</u>				
Property Taxes	\$0	\$485,316	\$0	\$485,316
Intergovernmental	562,336	69,577	0	631,913
Interest	0	0	159	159
Extracurricular Activities	285,905	0	0	285,905
Charges for Services	826,510	0	0	826,510
Contributions and Donations	63,505	317,687	1,000	382,192
Miscellaneous	5,485	1,075	0	6,560
<i>Total Revenues</i>	<u>1,743,741</u>	<u>873,655</u>	<u>1,159</u>	<u>2,618,555</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular	124,857	0	0	124,857
Special	407,299	0	0	407,299
<i>Support Services:</i>				
Pupil	59,958	0	0	59,958
Administration	5,618	0	0	5,618
Fiscal	0	8,648	0	8,648
Central	8,246	0	0	8,246
Operation of Non-Instructional Services	1,076,838	0	0	1,076,838
Extracurricular Activities	337,788	0	4,544	342,332
Capital Outlay	0	298,829	0	298,829
<i>Total Expenditures</i>	<u>2,020,604</u>	<u>307,477</u>	<u>4,544</u>	<u>2,332,625</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(276,863)</u>	<u>566,178</u>	<u>(3,385)</u>	<u>285,930</u>
<u>Other Financing Sources:</u>				
Transfers In	315,000	0	0	315,000
<i>Total Other Financing Sources</i>	<u>315,000</u>	<u>0</u>	<u>0</u>	<u>315,000</u>
<i>Net Change in Fund Balances</i>	38,137	566,178	(3,385)	600,930
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>200,482</u>	<u>(318,947)</u>	<u>85,087</u>	<u>(33,378)</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u>\$238,619</u>	<u>\$247,231</u>	<u>\$81,702</u>	<u>\$567,552</u>

OAKWOOD CITY SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2018

	Food Service	Faculty	Special Rotary	Career Education	Latchkey
<u>Assets:</u>					
Equity In Pooled Cash and Cash Equivalents	\$0	\$73,837	\$8,899	\$7,694	\$344,295
Intergovernmental Receivable	0	0	0	0	0
Inventory Held for Resale	2,998	0	0	0	0
<i>Total Assets</i>	<u>\$2,998</u>	<u>\$73,837</u>	<u>\$8,899</u>	<u>\$7,694</u>	<u>\$344,295</u>
<u>Liabilities and Fund Balances:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$92	\$0	\$0	\$0	\$0
Accrued Wages and Benefits	15,452	0	0	0	0
Intergovernmental Payable	1,615	0	0	0	0
Interfund Payable	388,960	0	0	0	0
<i>Total Liabilities</i>	<u>406,119</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Fund Balances:</u>					
Restricted	0	73,837	8,899	7,694	0
Committed	0	0	0	0	344,295
Unassigned	(403,121)	0	0	0	0
<i>Total Fund Balances (Deficits)</i>	<u>(403,121)</u>	<u>73,837</u>	<u>8,899</u>	<u>7,694</u>	<u>344,295</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$2,998</u>	<u>\$73,837</u>	<u>\$8,899</u>	<u>\$7,694</u>	<u>\$344,295</u>

Library Automation System	District Managed Activities	Hillel Auxiliary Services	Local Professional Development	Education Management Information Systems	Entry Year Program	SchoolNet OneNet	Ohio SchoolNet Professional Development	Ohio Reads
\$566	\$54,178	\$22,487	\$364	\$9,485	\$1,945	\$4,264	\$359	\$2,051
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
<u>\$566</u>	<u>\$54,178</u>	<u>\$22,487</u>	<u>\$364</u>	<u>\$9,485</u>	<u>\$1,945</u>	<u>\$4,264</u>	<u>\$359</u>	<u>\$2,051</u>
\$0	\$3,103	\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	3,103	0	0	0	0	0	0	0
566	51,075	22,487	364	9,485	1,945	4,264	359	2,051
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
566	51,075	22,487	364	9,485	1,945	4,264	359	2,051
<u>\$566</u>	<u>\$54,178</u>	<u>\$22,487</u>	<u>\$364</u>	<u>\$9,485</u>	<u>\$1,945</u>	<u>\$4,264</u>	<u>\$359</u>	<u>\$2,051</u>

(Continued)

OAKWOOD CITY SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2018

	Summer School Subsidy	Emergency Repairs Grant	Miscellaneous State Grants	Impact Aid	Title VI-B
<u>Assets:</u>					
Equity In Pooled Cash and Cash Equivalents	\$2,270	\$691	\$2,772	\$13,024	\$6,208
Intergovernmental Receivable	0	0	0	0	60,884
Inventory Held for Resale	0	0	0	0	0
<i>Total Assets</i>	<u>\$2,270</u>	<u>\$691</u>	<u>\$2,772</u>	<u>\$13,024</u>	<u>\$67,092</u>
<u>Liabilities and Fund Balances:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$0	\$0	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	588
Interfund Payable	0	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>588</u>
<u>Fund Balances:</u>					
Restricted	2,270	691	2,772	13,024	66,504
Committed	0	0	0	0	0
Unassigned	0	0	0	0	0
<i>Total Fund Balances (Deficits)</i>	<u>2,270</u>	<u>691</u>	<u>2,772</u>	<u>13,024</u>	<u>66,504</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$2,270</u>	<u>\$691</u>	<u>\$2,772</u>	<u>\$13,024</u>	<u>\$67,092</u>

Perkins Grant	Title III	Title I	Drug Free Schools Program	Preschool Grant	Title VI-R	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$0	\$5	\$7,304	\$203	\$0	\$0	\$3,954	\$566,855
0	0	17,832	0	0	0	0	78,716
0	0	0	0	0	0	0	2,998
<u>\$0</u>	<u>\$5</u>	<u>\$25,136</u>	<u>\$203</u>	<u>\$0</u>	<u>\$0</u>	<u>\$3,954</u>	<u>\$648,569</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,195
0	0	0	0	0	0	0	15,452
0	0	140	0	0	0	0	2,343
0	0	0	0	0	0	0	388,960
0	0	140	0	0	0	0	409,950
0	5	24,996	203	0	0	3,954	297,445
0	0	0	0	0	0	0	344,295
0	0	0	0	0	0	0	(403,121)
0	5	24,996	203	0	0	3,954	238,619
<u>\$0</u>	<u>\$5</u>	<u>\$25,136</u>	<u>\$203</u>	<u>\$0</u>	<u>\$0</u>	<u>\$3,954</u>	<u>\$648,569</u>

OAKWOOD CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2018

	Food Service	Faculty	Special Rotary	Career Education	Latchkey
<u>Revenues:</u>					
Intergovernmental	\$47,370	\$0	\$0	\$0	\$0
Extracurricular Activities	0	1,792	0	0	0
Charges for Services	363,922	0	0	0	462,588
Contributions and Donations	0	6,000	7,675	49,830	0
Miscellaneous	0	0	1,310	0	0
<i>Total Revenues</i>	<u>411,292</u>	<u>7,792</u>	<u>8,985</u>	<u>49,830</u>	<u>462,588</u>
<u>Expenditures:</u>					
<i>Current:</i>					
<i>Instruction:</i>					
Regular	0	0	0	49,383	0
Special	0	0	0	0	0
<i>Support Services:</i>					
Pupil	0	0	0	0	0
Administration	0	0	0	0	0
Central	0	3,510	0	0	0
Operation of Non-Instructional Services	465,978	0	7,161	0	603,699
Extracurricular Activities	0	10,000	10,166	0	0
<i>Total Expenditures</i>	<u>465,978</u>	<u>13,510</u>	<u>17,327</u>	<u>49,383</u>	<u>603,699</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(54,686)	(5,718)	(8,342)	447	(141,111)
<u>Other Financing Sources:</u>					
Transfers In	250,000	0	15,000	0	0
<i>Total Other Financing Sources</i>	<u>250,000</u>	<u>0</u>	<u>15,000</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	195,314	(5,718)	6,658	447	(141,111)
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>(598,435)</u>	<u>79,555</u>	<u>2,241</u>	<u>7,247</u>	<u>485,406</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u>(\$403,121)</u>	<u>\$73,837</u>	<u>\$8,899</u>	<u>\$7,694</u>	<u>\$344,295</u>

Library Automation System	District Managed Activities	Hillel Auxiliary Services	Local Professional Development	Education Management Information Systems	Entry Year Program	SchoolNet OneNet	Ohio SchoolNet Professional Development	Ohio Reads
\$0	\$0	\$23,750	\$0	\$0	\$0	\$9,000	\$0	\$0
0	284,113	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	4,175	0	0	0	0	0	0	0
0	288,288	23,750	0	0	0	9,000	0	0
0	0	42,009	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	4,736	0	0
0	0	0	0	0	0	0	0	0
0	317,622	0	0	0	0	0	0	0
0	317,622	42,009	0	0	0	4,736	0	0
0	(29,334)	(18,259)	0	0	0	4,264	0	0
0	50,000	0	0	0	0	0	0	0
0	50,000	0	0	0	0	0	0	0
0	20,666	(18,259)	0	0	0	4,264	0	0
566	30,409	40,746	364	9,485	1,945	0	359	2,051
\$566	\$51,075	\$22,487	\$364	\$9,485	\$1,945	\$4,264	\$359	\$2,051

(Continued)

OAKWOOD CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2018

	Summer School Subsidy	Emergency Repairs Grant	Miscellaneous State Grants	Impact Aid	Title VI-B
<u>Revenues:</u>					
Intergovernmental	\$0	\$0	\$0	\$0	\$322,443
Extracurricular Activities	0	0	0	0	0
Charges for Services	0	0	0	0	0
Contributions and Donations	0	0	0	0	0
Miscellaneous	0	0	0	0	0
<i>Total Revenues</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>322,443</u>
<u>Expenditures:</u>					
<i>Current:</i>					
<i>Instruction:</i>					
Regular	0	0	0	0	0
Special	0	0	0	0	273,225
<i>Support Services:</i>					
Pupil	0	0	0	0	59,958
Administration	0	0	0	0	0
Central	0	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>333,183</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	0	0	0	0	(10,740)
<u>Other Financing Sources :</u>					
Transfers In	0	0	0	0	0
<i>Total Other Financing Sources</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	0	0	0	0	(10,740)
<i>Fund Balances (Deficits) at Beginning of Year</i>	<u>2,270</u>	<u>691</u>	<u>2,772</u>	<u>13,024</u>	<u>77,244</u>
<i>Fund Balances (Deficits) at End of Year</i>	<u>\$2,270</u>	<u>\$691</u>	<u>\$2,772</u>	<u>\$13,024</u>	<u>\$66,504</u>

Perkins Grant	Title III	Title I	Drug Free Schools Program	Preschool Grant	Title VI-R	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$5,618	\$0	\$111,121	\$0	\$9,569	\$33,465	\$0	\$562,336
0	0	0	0	0	0	0	285,905
0	0	0	0	0	0	0	826,510
0	0	0	0	0	0	0	63,505
0	0	0	0	0	0	0	5,485
<u>5,618</u>	<u>0</u>	<u>111,121</u>	<u>0</u>	<u>9,569</u>	<u>33,465</u>	<u>0</u>	<u>1,743,741</u>
0	0	0	0	0	33,465	0	124,857
0	0	124,505	0	9,569	0	0	407,299
0	0	0	0	0	0	0	59,958
5,618	0	0	0	0	0	0	5,618
0	0	0	0	0	0	0	8,246
0	0	0	0	0	0	0	1,076,838
0	0	0	0	0	0	0	337,788
<u>5,618</u>	<u>0</u>	<u>124,505</u>	<u>0</u>	<u>9,569</u>	<u>33,465</u>	<u>0</u>	<u>2,020,604</u>
0	0	(13,384)	0	0	0	0	(276,863)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>315,000</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>315,000</u>
0	0	(13,384)	0	0	0	0	38,137
<u>0</u>	<u>5</u>	<u>38,380</u>	<u>203</u>	<u>0</u>	<u>0</u>	<u>3,954</u>	<u>200,482</u>
<u>\$0</u>	<u>\$5</u>	<u>\$24,996</u>	<u>\$203</u>	<u>\$0</u>	<u>\$0</u>	<u>\$3,954</u>	<u>\$238,619</u>

OAKWOOD CITY SCHOOL DISTRICT

Combining Balance Sheet

Nonmajor Capital Projects Funds

June 30, 2018

	<u>Permanent Improvement</u>	<u>Harman Playground Project</u>	<u>Old River Athletic Facility</u>	<u>Total Nonmajor Capital Projects Funds</u>
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$471,942	\$80	\$0	\$472,022
Property Taxes Receivable	<u>449,030</u>	<u>0</u>	<u>0</u>	<u>449,030</u>
<i>Total Assets</i>	<u>\$920,972</u>	<u>\$80</u>	<u>\$0</u>	<u>\$921,052</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$0	\$0	\$10,500	\$10,500
Contracts Payable	52,086	0	0	52,086
Interfund Payable	<u>0</u>	<u>0</u>	<u>192,694</u>	<u>192,694</u>
<i>Total Liabilities</i>	<u>52,086</u>	<u>0</u>	<u>203,194</u>	<u>255,280</u>
<u>Deferred Inflows of Resources:</u>				
Property Taxes	<u>418,541</u>	<u>0</u>	<u>0</u>	<u>418,541</u>
<u>Fund Balances:</u>				
Restricted	450,345	80	0	450,425
Unassigned	<u>0</u>	<u>0</u>	<u>(203,194)</u>	<u>(203,194)</u>
<i>Total Fund Balances</i>	<u>450,345</u>	<u>80</u>	<u>(203,194)</u>	<u>247,231</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$920,972</u>	<u>\$80</u>	<u>\$0</u>	<u>\$921,052</u>

OAKWOOD CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2018

	Permanent Improvement	Harman Playground Project	Old River Athletic Facility	Total Nonmajor Capital Projects Funds
<u>Revenues:</u>				
Property Taxes	\$485,316	\$0	\$0	\$485,316
Intergovernmental	69,577	0	0	69,577
Contributions and Donations	0	0	317,687	317,687
Miscellaneous	0	0	1,075	1,075
<i>Total Revenues</i>	<u>554,893</u>	<u>0</u>	<u>318,762</u>	<u>873,655</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Support Services:</i>				
Fiscal	8,648	0	0	8,648
Capital Outlay	298,829	0	0	298,829
<i>Total Expenditures</i>	<u>307,477</u>	<u>0</u>	<u>0</u>	<u>307,477</u>
<i>Net Change in Fund Balances</i>	247,416	0	318,762	566,178
<i>Fund Balances at Beginning of Year</i>	<u>202,929</u>	<u>80</u>	<u>(521,956)</u>	<u>(318,947)</u>
<i>Fund Balances at End of Year</i>	<u><u>\$450,345</u></u>	<u><u>\$80</u></u>	<u><u>(\$203,194)</u></u>	<u><u>\$247,231</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Bond Retirement Debt Service Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Property Taxes	\$1,185,000	\$1,185,000	\$1,185,623	\$623
Intergovernmental	169,000	169,000	169,950	950
<i>Total Revenues</i>	<u>1,354,000</u>	<u>1,354,000</u>	<u>1,355,573</u>	<u>1,573</u>
<u>Expenditures:</u>				
<i>Support Service:</i>				
<i>Fiscal</i>				
Miscellaneous	13,100	13,100	13,085	15
<i>Debt Service:</i>				
Principal Retirement	871,900	871,900	871,915	(15)
Interest and Fiscal Charges	414,000	414,000	413,061	939
<i>Total Expenditures</i>	<u>1,299,000</u>	<u>1,299,000</u>	<u>1,298,061</u>	<u>939</u>
Excess of Revenues Over (Under) Expenditures	55,000	55,000	57,512	2,512
Fund Balance at Beginning of Year	<u>1,236,035</u>	<u>1,236,035</u>	<u>1,236,035</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,291,035</u></u>	<u><u>\$1,291,035</u></u>	<u><u>\$1,293,547</u></u>	<u><u>\$2,512</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Food Service Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$31,940	\$31,940	\$32,018	\$78
Customer Sales and Services	363,300	363,300	363,922	622
<i>Total Revenues</i>	395,240	395,240	395,940	700
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Non-Instructional Services:</i>				
Food Service Operations				
Salaries and Wages	112,900	112,900	111,768	1,132
Fringe Benefits	55,200	55,200	54,197	1,003
Purchased Services	1,100	1,100	1,083	17
Supplies and Materials	204,200	287,135	286,628	507
Capital Outlay Replacement	3,600	3,600	2,905	695
<i>Total Expenditures</i>	377,000	459,935	456,581	3,354
Excess of Revenues Over (Under) Expenditures	18,240	(64,695)	(60,641)	4,054
<u>Other Financing Sources:</u>				
Transfers In	250,000	250,000	250,000	0
<i>Total Other Financing Sources</i>	250,000	250,000	250,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	268,240	185,305	189,359	4,054
Fund Balance (Deficit) at Beginning of Year	(673,807)	(673,807)	(673,807)	0
Prior Year Encumbrances Appropriated	82,935	82,935	82,935	0
Fund Balance (Deficit) at End of Year	(\$322,632)	(\$405,567)	(\$401,513)	\$4,054

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Faculty Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Extracurricular Activities	\$1,740	\$1,740	\$1,792	\$52
Gifts and Donations	6,000	6,000	6,000	0
<i>Total Revenues</i>	7,740	7,740	7,792	52
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Support Services:</i>				
<i>Central</i>				
Supplies and Materials	6,000	7,300	4,206	3,094
<i>Total Support Services</i>	6,000	7,300	4,206	3,094
<i>Sports Oriented Activities</i>				
Other	10,000	10,000	10,000	0
<i>Total Extracurricular Activities</i>	10,000	10,000	10,000	0
<i>Total Expenditures</i>	16,000	17,300	14,206	3,094
Excess of Revenues Over (Under) Expenditures	(8,260)	(9,560)	(6,414)	3,146
Fund Balance at Beginning of Year	78,256	78,256	78,256	0
Prior Year Encumbrances Appropriated	1,300	1,300	1,300	0
Fund Balance at End of Year	\$71,296	\$69,996	\$73,142	\$3,146

OAKWOOD CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Special Rotary Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Contributions and Donations	\$7,600	\$7,600	\$7,675	\$75
Miscellaneous	1,800	1,800	1,310	(490)
<i>Total Revenues</i>	9,400	9,400	8,985	(415)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Non-Instructional Services:</i>				
<i>Community Services</i>				
Purchased Services	9,200	11,510	11,385	125
Supplies and Materials	100	100	0	100
<i>Total Non-Instructional Services</i>	9,300	11,610	11,385	225
<i>Extracurricular Activities:</i>				
<i>Academic Oriented Activities</i>				
Purchased Services	6,000	6,162	6,073	89
Supplies and Materials	1,100	1,100	616	484
Capital Outlay	3,000	3,000	3,000	0
<i>Total Academic Oriented Activities</i>	10,100	10,262	9,689	573
<i>School and Public Service Activities</i>				
Salaries and Wages	800	800	750	50
Fringe Benefits	200	200	115	85
Supplies and Materials	600	600	572	28
<i>Total School and Public Service Activities</i>	1,600	1,600	1,437	163
<i>Total Extracurricular Activities</i>	11,700	11,862	11,126	736
<i>Total Expenditures</i>	21,000	23,472	22,511	961
Excess of Revenues Over (Under) Expenditures	(11,600)	(14,072)	(13,526)	546
<u>Other Financing Sources:</u>				
Transfers In	15,000	15,000	15,000	0
<i>Total Other Financing Sources</i>	15,000	15,000	15,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	3,400	928	1,474	546
Fund Balance at Beginning of Year	1,493	1,493	1,493	0
Prior Year Encumbrances Appropriated	2,472	2,472	2,472	0
Fund Balance at End of Year	\$7,365	\$4,893	\$5,439	\$546

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Career Education Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Contributions and Donations	\$50,035	\$50,035	\$49,830	(\$205)
<i>Total Revenues</i>	50,035	50,035	49,830	(205)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Regular</i>				
Purchased Services	17,850	17,850	17,423	427
Materials and Supplies	14,150	16,586	14,813	1,773
Capital Outlay	19,335	19,335	19,335	0
Total Regular	51,335	53,771	51,571	2,200
Total Instruction	51,335	53,771	51,571	2,200
<i>Extracurricular Activities:</i>				
<i>Academic Oriented Activities</i>				
Other	5,664	5,664	0	5,664
Total Extracurricular Activities	5,664	5,664	0	5,664
Total Expenditures	56,999	59,435	51,571	7,864
Excess of Revenues Over (Under) Expenditures	(6,964)	(9,400)	(1,741)	7,659
Fund Balance at Beginning of Year	6,999	6,999	6,999	0
Prior Year Encumbrances Appropriated	2,436	2,436	2,436	0
Fund Balance at End of Year	\$2,471	\$35	\$7,694	\$7,659

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)
 Latchkey Special Revenue Fund
 For the Fiscal Year Ended June 30, 2018*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Charges for Services	\$450,000	\$450,000	\$462,588	\$12,588
Total Revenues	<u>450,000</u>	<u>450,000</u>	<u>462,588</u>	<u>12,588</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Non-Instructional Services:</i>				
Food Service Operations				
Supplies and Materials	2,000	4,106	3,525	581
Total Food Service Operations	<u>2,000</u>	<u>4,106</u>	<u>3,525</u>	<u>581</u>
Community Services				
Purchased Services	601,000	655,172	654,729	443
Total Non-Instructional Services	<u>603,000</u>	<u>659,278</u>	<u>658,254</u>	<u>1,024</u>
<i>Total Expenditures</i>	<u>603,000</u>	<u>659,278</u>	<u>658,254</u>	<u>1,024</u>
Excess of Revenues Over (Under) Expenditures	(153,000)	(209,278)	(195,666)	13,612
Fund Balance at Beginning of Year	451,400	451,400	451,400	0
Prior Year Encumbrances Appropriated	<u>56,278</u>	<u>56,278</u>	<u>56,278</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$354,678</u></u>	<u><u>\$298,400</u></u>	<u><u>\$312,012</u></u>	<u><u>\$13,612</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Library Automation System Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	566	566	566	0
Fund Balance at End of Year	\$566	\$566	\$566	\$0

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
District Managed Activities Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Extracurricular Activities	\$278,910	\$278,910	\$284,113	\$5,203
Miscellaneous	4,220	4,220	4,175	(45)
<i>Total Revenues</i>	283,130	283,130	288,288	5,158
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Extracurricular Activities:</i>				
Sport Oriented Activities				
Salaries and Wages	4,840	4,840	4,830	10
Fringe Benefits	845	845	687	158
Purchased Services	72,510	73,706	73,300	406
Supplies and Materials	259,105	270,940	269,693	1,247
Capital Outlay	4,700	4,700	4,699	1
Total Extracurricular Activities	342,000	355,031	353,209	1,822
<i>Total Expenditures</i>	342,000	355,031	353,209	1,822
Excess of Revenues Over (Under) Expenditures	(58,870)	(71,901)	(64,921)	6,980
<u>Other Financing Sources:</u>				
Transfers In	50,000	50,000	50,000	0
<i>Total Other Financing Sources</i>	50,000	50,000	50,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(8,870)	(21,901)	(14,921)	6,980
Fund Balance at Beginning of Year	30,648	30,648	30,648	0
Prior Year Encumbrances Appropriated	13,031	13,031	13,031	0
Fund Balance at End of Year	\$34,809	\$21,778	\$28,758	\$6,980

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Hillel Auxiliary Services Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$23,000	\$23,000	\$23,750	\$750
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Supplies and Materials	30,099	33,479	33,406	73
Capital Outlay	901	11,515	11,481	34
<i>Total Expenditures</i>	31,000	44,994	44,887	107
Excess of Revenues Over (Under) Expenditures	(8,000)	(21,994)	(21,137)	857
Fund Balance at Beginning of Year	27,878	27,878	27,878	0
Prior Year Encumbrances Appropriated	13,994	13,994	13,994	0
Fund Balance at End of Year	\$33,872	\$19,878	\$20,735	\$857

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Local Professional Development Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	363	363	363	0
Fund Balance at End of Year	<u>\$363</u>	<u>\$363</u>	<u>\$363</u>	<u>\$0</u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Education Management Information Systems Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	9,486	9,486	9,486	0
Fund Balance at End of Year	<u>\$9,486</u>	<u>\$9,486</u>	<u>\$9,486</u>	<u>\$0</u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Entry Year Program Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning Of Year	1,945	1,945	1,945	0
Fund Balance at End of Year	\$1,945	\$1,945	\$1,945	\$0

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)
 SchoolNet OneNet Special Revenue Fund
 For the Fiscal Year Ended June 30, 2018*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	<u>\$9,000</u>	<u>\$9,000</u>	<u>\$9,000</u>	<u>\$0</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Support Services:</i>				
Central				
Purchased Services	<u>9,000</u>	<u>9,000</u>	<u>5,742</u>	<u>3,258</u>
<i>Total Expenditures</i>	<u>9,000</u>	<u>9,000</u>	<u>5,742</u>	<u>3,258</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>3,258</u>	<u>3,258</u>
Fund Balance at Beginning Of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$3,258</u></u>	<u><u>\$3,258</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Ohio SchoolNet Professional Development Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	359	359	359	0
Fund Balance at End of Year	<u>\$359</u>	<u>\$359</u>	<u>\$359</u>	<u>\$0</u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Ohio Reads Special Revenue Fund
 For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over/(Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>2,051</u>	<u>2,051</u>	<u>2,051</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,051</u></u>	<u><u>\$2,051</u></u>	<u><u>\$2,051</u></u>	<u><u>\$0</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)
 Summer School Subsidy Special Revenue Fund
 For the Fiscal Year Ended June 30, 2018*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>2,271</u>	<u>2,271</u>	<u>2,271</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,271</u></u>	<u><u>\$2,271</u></u>	<u><u>\$2,271</u></u>	<u><u>\$0</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Emergency Repairs Grant Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	691	691	691	0
Fund Balance at End of Year	\$691	\$691	\$691	\$0

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Miscellaneous State Grants Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	2,772	2,772	2,772	0
Fund Balance at End of Year	\$2,772	\$2,772	\$2,772	\$0

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Impact Aid Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>13,024</u>	<u>13,024</u>	<u>13,024</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$13,024</u></u>	<u><u>\$13,024</u></u>	<u><u>\$13,024</u></u>	<u><u>\$0</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Title VI-B Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$332,600	\$332,600	\$333,130	\$530
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Special</i>				
Salaries and Wages	273,173	273,173	273,172	1
Total Special	273,173	273,173	273,172	1
<i>Support Services:</i>				
<i>Pupil</i>				
Salaries and Wages	59,958	59,958	59,958	0
Total Pupil	59,958	59,958	59,958	0
<i>Total Expenditures</i>	333,131	333,131	333,130	1
Excess of Revenues Over (Under) Expenditures	(531)	(531)	0	531
Fund Balance at Beginning of Year	6,207	6,207	6,207	0
Fund Balance at End of Year	\$5,676	\$5,676	\$6,207	\$531

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Perkins Grant Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$5,620	\$5,620	\$5,618	(\$2)
<u>Expenditures:</u>				
<i>Support Services:</i>				
<i>Administration</i>				
Purchased Services	5,618	5,618	5,618	0
Total Support Services	5,618	5,618	5,618	0
<i>Total Expenditures</i>	5,618	5,618	5,618	0
Excess of Revenues Over (Under) Expenditures	2	2	0	(2)
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$2</u>	<u>\$2</u>	<u>\$0</u>	<u>(\$2)</u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Title III Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	5	5	5	0
Fund Balance at End of Year	\$5	\$5	\$5	\$0

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Title I Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$124,500	\$124,500	\$124,529	\$29
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Special				
Salaries and Wages	92,858	92,858	92,858	0
Fringe Benefits	31,671	31,671	31,671	0
Total Special	<u>124,529</u>	<u>124,529</u>	<u>124,529</u>	<u>0</u>
Total Instruction	<u>124,529</u>	<u>124,529</u>	<u>124,529</u>	<u>0</u>
<i>Total Expenditures</i>	<u>124,529</u>	<u>124,529</u>	<u>124,529</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	(29)	(29)	0	29
Fund Balance at Beginning of Year	<u>7,304</u>	<u>7,304</u>	<u>7,304</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$7,275</u></u>	<u><u>\$7,275</u></u>	<u><u>\$7,304</u></u>	<u><u>\$29</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Drug Free Schools Program Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>203</u>	<u>203</u>	<u>203</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$203</u></u>	<u><u>\$203</u></u>	<u><u>\$203</u></u>	<u><u>\$0</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Preschool Grant Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Intergovernmental	<u>\$9,600</u>	<u>\$9,600</u>	<u>\$9,569</u>	<u>(\$31)</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Special				
Salaries and Wages	<u>9,569</u>	<u>9,569</u>	<u>9,569</u>	<u>0</u>
<i>Total Expenditures</i>	<u>9,569</u>	<u>9,569</u>	<u>9,569</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	31	31	0	(31)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$31</u></u>	<u><u>\$31</u></u>	<u><u>\$0</u></u>	<u><u>(\$31)</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Title VI-R Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$33,500	\$33,500	\$33,465	(\$35)
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Salaries and Wages	33,465	33,465	33,465	0
<i>Total Expenditures</i>	<u>33,465</u>	<u>33,465</u>	<u>33,465</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	35	35	0	(35)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$35</u></u>	<u><u>\$35</u></u>	<u><u>\$0</u></u>	<u><u>(\$35)</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Miscellaneous Federal Grants Special Revenue Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	\$0	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	3,954	3,954	3,954	0
Fund Balance at End of Year	\$3,954	\$3,954	\$3,954	\$0

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance- Budget and Actual (Budget Basis)
Permanent Improvement Capital Projects Fund
For the Fiscal Year Ended June 30, 2018*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Property Taxes	\$483,000	\$483,000	\$483,340	\$340
Intergovernmental	69,300	69,300	69,577	277
<i>Total Revenues</i>	<u>552,300</u>	<u>552,300</u>	<u>552,917</u>	<u>617</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Support Services:</i>				
Fiscal				
Other	9,000	9,000	8,648	352
Total Fiscal	<u>9,000</u>	<u>9,000</u>	<u>8,648</u>	<u>352</u>
<i>Capital Outlay:</i>				
Facilities Acquisition and Construction Services				
Other	0	0	1	(1)
Total Facilities Acquisition and Construction Services	<u>0</u>	<u>0</u>	<u>1</u>	<u>(1)</u>
Architecture and Engineering Services				
Purchased Services	8,000	8,000	8,000	0
Total Architecture and Engineering Services	<u>8,000</u>	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Building Improvement Services				
Purchased Services	463,700	531,687	527,633	4,054
Materials and Supplies	3,900	3,900	3,703	197
Capital Outlay	116,400	128,479	127,945	534
Total Building Improvement Services	<u>584,000</u>	<u>664,066</u>	<u>659,281</u>	<u>4,785</u>
Total Capital Outlay	<u>592,000</u>	<u>672,066</u>	<u>667,282</u>	<u>4,784</u>
<i>Total Expenditures</i>	<u>601,000</u>	<u>681,066</u>	<u>675,930</u>	<u>5,136</u>
Excess of Revenues Over (Under) Expenditures	(48,700)	(128,766)	(123,013)	5,753
Fund Balance at Beginning of Year	136,756	136,756	136,756	0
Prior Year Encumbrances Appropriated	80,066	80,066	80,066	0
Fund Balance at End of Year	<u>\$168,122</u>	<u>\$88,056</u>	<u>\$93,809</u>	<u>\$5,753</u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Harman Playground Project Capital Projects Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>80</u>	<u>80</u>	<u>80</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$80</u></u>	<u><u>\$80</u></u>	<u><u>\$80</u></u>	<u><u>\$0</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance- Budget and Actual (Budget Basis)*
Old River Athletic Facility Capital Projects Fund
For the Fiscal Year Ended June 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Gifts and Donations	\$315,000	\$315,000	\$317,687	\$2,687
Miscellaneous	1,100	1,100	1,075	(25)
Total Revenues	<u>316,100</u>	<u>316,100</u>	<u>318,762</u>	<u>2,662</u>
<u>Expenditures:</u>				
<i>Capital Outlay:</i>				
Building Acquisition and Construction Services				
Purchased Services	10,000	28,308	0	28,308
Capital Outlay	395,000	382,237	259,024	123,213
Total Building Acquisition and Construction Services	<u>405,000</u>	<u>410,545</u>	<u>259,024</u>	<u>151,521</u>
Total Capital Outlay	<u>405,000</u>	<u>410,545</u>	<u>259,024</u>	<u>151,521</u>
Total Expenditures	<u>405,000</u>	<u>410,545</u>	<u>259,024</u>	<u>151,521</u>
Excess of Revenues Over (Under) Expenditures	(88,900)	(94,445)	59,738	154,183
Fund Balance (Deficit) at Beginning of Year	(662,977)	(662,977)	(662,977)	0
Prior Year Encumbrances Appropriated	400,545	400,545	400,545	0
Fund Balance (Deficit) at End of Year	<u>(\$351,332)</u>	<u>(\$356,877)</u>	<u>(\$202,694)</u>	<u>\$154,183</u>

OAKWOOD CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Scholarship Permanent Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Interest	\$127	\$127	\$159	\$32
Contributions and Donations	1,000	1,000	1,000	0
<i>Total Revenues</i>	<u>1,127</u>	<u>1,127</u>	<u>1,159</u>	<u>32</u>
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Extracurricular Activities:</i>				
Academic Oriented Activities				
Purchased Services	3,500	7,221	3,544	3,677
Other	1,500	1,500	1,000	500
Total Academic Oriented Activities	<u>5,000</u>	<u>8,721</u>	<u>4,544</u>	<u>4,177</u>
<i>Total Expenditures</i>	<u>5,000</u>	<u>8,721</u>	<u>4,544</u>	<u>4,177</u>
Excess of Revenues Over (Under) Expenditures	(3,873)	(7,594)	(3,385)	4,209
Fund Balance at Beginning of Year	81,366	81,366	81,366	0
Prior Year Encumbrances Appropriated	<u>3,721</u>	<u>3,721</u>	<u>3,721</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$81,214</u></u>	<u><u>\$77,493</u></u>	<u><u>\$81,702</u></u>	<u><u>\$4,209</u></u>

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)*
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Tuition and Fees	\$152,000	\$152,000	\$152,977	\$977
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
Regular				
Purchased Services	2,000	2,000	1,950	50
Supplies and Materials	153,000	156,550	149,887	6,663
<i>Total Expenditures</i>	155,000	158,550	151,837	6,713
Excess of Revenues Over (Under) Expenditures	(3,000)	(6,550)	1,140	7,690
Fund Balance at Beginning of Year	2,118	2,118	2,118	0
Prior Year Encumbrances Appropriated	3,550	3,550	3,550	0
Fund Balance (Deficit) at End of Year	\$2,668	(\$882)	\$6,808	\$7,690

OAKWOOD CITY SCHOOL DISTRICT
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budget Basis)
Public School Support Fund
For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Extracurricular Activities	\$34,685	\$34,685	\$35,008	\$323
Contributions and Donations	12,000	12,000	12,062	62
Miscellaneous	17,800	17,800	18,049	249
<i>Total Revenues</i>	64,485	64,485	65,119	634
<u>Expenditures:</u>				
<i>Current:</i>				
<i>Instruction:</i>				
<i>Regular</i>				
Materials and Supplies	400	400	393	7
<i>Support Services:</i>				
<i>Instructional Staff</i>				
Materials and Supplies	1,000	1,000	0	1,000
<i>Total Instructional Staff</i>	1,000	1,000	0	1,000
<i>Administration</i>				
Purchased Services	2,000	2,017	1,980	37
Materials and Supplies	10,000	10,000	8,200	1,800
<i>Total Administration</i>	12,000	12,017	10,180	1,837
<i>Extracurricular Activities:</i>				
<i>Academic Oriented Activities</i>				
Purchased Services	26,050	26,055	22,160	3,895
Materials and Supplies	41,900	44,717	37,761	6,956
Capital Outlay	6,000	6,000	5,770	230
<i>Total Academic Oriented Activities</i>	73,950	76,772	65,691	11,081
<i>School and Public Service Co-Curricular Activities</i>				
Purchased Services	2,550	2,550	1,355	1,195
Materials and Supplies	100	100	0	100
<i>Total School and Public Service Co-Curricular Activities</i>	2,650	2,650	1,355	1,295
<i>Total Extracurricular Activities</i>	76,600	79,422	67,046	12,376
<i>Total Expenditures</i>	90,000	92,839	77,619	15,220
Excess of Revenues Over (Under) Expenditures	(25,515)	(28,354)	(12,500)	15,854
Fund Balance at Beginning of Year	116,236	116,236	116,236	0
Prior Year Encumbrances Appropriated	2,839	2,839	2,839	0
Fund Balance at End of Year	\$93,560	\$90,721	\$106,575	\$15,854

OAKWOOD CITY SCHOOL DISTRICT
*Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Budget Basis)*
Unclaimed Monies Fund
 For the Fiscal Year Ended June 30, 2018

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues</u>	0	0	0	0
<u>Expenditures</u>	0	0	0	0
Excess of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	9,124	9,124	9,124	0
Fund Balance at End of Year	<u>\$9,124</u>	<u>\$9,124</u>	<u>\$9,124</u>	<u>\$0</u>

OAKWOOD CITY SCHOOL DISTRICT

Description of Fund

FIDUCIARY FUND

To account for assets held by the School District in trust or as an agent for individuals, private organizations, other governmental units and/or other funds.

Agency Fund

Student Managed Activities

To account for those student activity programs which have student participation in the activity and have student involvement in the management of the program.

OAKWOOD CITY SCHOOL DISTRICT
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2018

	July 1, 2017 Balance	Additions	Deductions	June 30, 2018 Balance
<u>Student Managed Activities Fund</u>				
<u>Assets:</u>				
Equity Pooled in Cash and Cash Equivalents	\$49,796	\$355,595	\$330,027	\$75,364
<u>Liabilities:</u>				
Due to Students	\$49,796	\$355,595	\$330,027	\$75,364

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STATISTICAL SECTION

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ending June 30, 2018

OAKWOOD CITY SCHOOL DISTRICT

20 RUBICON ROAD, DAYTON, OHIO 45409

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Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	128-132
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source, the property tax.	133-137
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	138-141
Economic and Demographic Information This schedule offers economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	142-143
Operating Information These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	144-146

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

OAKWOOD CITY SCHOOL DISTRICT

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

	2009	2010	2011	2012	2013	2014 (1)	2015	2016	2017 (2)	2018
Net Investment in Capital Assets	\$3,570,898	\$3,837,757	\$4,137,097	\$5,243,544	\$5,215,930	\$5,046,543	\$5,039,623	\$4,696,411	\$7,477,698	\$7,634,373
<i>Restricted for:</i>										
Debt Service	269,425	35,144	40,527	1,288,397	1,159,270	1,106,407	1,221,762	1,164,913	1,266,837	1,355,852
Capital Outlay	299,011	202,089	305,731	301,387	470,223	643,569	779,686	3,003,710	206,785	454,650
Other Purposes	294,274	397,222	291,259	343,395	434,086	458,582	337,371	486,508	766,267	581,766
<i>Permanent Fund Purpose:</i>										
Expendable	108,850	111,545	113,602	113,040	111,898	112,415	102,398	63,633	65,087	61,702
Nonexpendable	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Unrestricted (Deficit)	65,188	(913,961)	(41,663)	(1,426,608)	(2,461,635)	(41,173,742)	(38,305,890)	(37,679,703)	(40,051,339)	(32,517,596)
Total Net Position	\$4,627,646	\$3,689,796	\$4,866,553	\$5,883,155	\$4,949,772	(\$33,786,226)	(\$30,805,050)	(\$28,244,528)	(\$30,248,665)	(\$22,409,253)

(1) Restated due to implementation of GASB 68 in 2015.

(2) Restated due to implementation of GASB 75 in 2018.

OAKWOOD CITY SCHOOL DISTRICT
Changes in Net Position of Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Expenses										
Regular Instruction	\$12,019,223	\$12,692,914	\$12,963,822	\$12,203,793	\$13,547,190	\$14,070,836	\$13,200,219	\$14,355,650	\$14,868,428	\$6,715,548
Special Instruction	2,503,122	2,696,206	2,717,856	2,923,294	2,893,236	3,047,423	3,235,014	3,383,054	3,919,644	1,731,687
Vocational Instruction	0	0	2,000	2,247	0	0	0	0	0	0
Student Intervention Services	0	0	0	0	0	0	4,723	172	8,117	14,980
Other Instruction	188,221	223,929	229,988	189,129	176,524	222,490	243,924	300,999	382,148	388,466
Pupil Support	1,428,049	1,455,033	1,528,774	1,477,568	1,686,090	1,753,610	1,789,055	1,815,111	2,078,457	1,061,519
Instructional Staff Support	378,666	501,180	144,308	395,649	300,182	350,612	345,285	390,407	467,972	212,475
Board of Education	22,280	20,540	18,366	22,431	31,136	19,518	20,695	21,151	33,670	34,615
Administration	1,836,783	1,879,073	1,815,643	1,911,882	1,991,499	2,021,293	2,166,923	2,470,837	2,614,106	1,351,670
Fiscal	741,075	677,275	724,974	758,549	749,270	753,603	804,823	736,553	831,319	496,814
Business	1,199	9,694	1,178	5,420	11,178	11,228	11,134	11,024	5,170	5,220
Operation and Maintenance of Plant	2,008,395	2,175,640	2,230,516	2,224,443	2,114,515	2,243,733	2,255,729	2,221,331	2,312,588	1,466,999
Pupil Transportation	186,332	206,159	230,349	242,416	270,158	303,126	329,586	388,955	381,957	255,179
Central	642,728	611,942	540,287	643,805	549,829	530,238	496,683	552,065	713,135	424,029
<i>Operation of Non-Instructional Services:</i>										
Food Services	357,786	341,737	336,484	394,215	415,697	454,004	485,860	480,507	503,315	389,393
Latchkey	504,208	266,726	299,163	244,396	218,863	266,910	488,610	258,218	293,153	603,699
Other	42,481	48,017	29,695	37,118	33,051	30,780	27,876	48,411	46,518	50,765
Extracurricular Activities	1,039,945	1,026,470	1,045,138	1,024,728	1,044,693	1,072,975	1,005,795	1,336,283	2,532,007	634,001
Insurance Costs	0	0	0	0	0	0	0	0	107,583	0
Interest and Fiscal Charges	782,584	806,630	710,782	585,212	513,537	495,666	805,053	861,626	887,702	645,216
Total Expenses	24,683,077	25,639,165	25,569,323	25,286,295	26,545,698	27,642,701	27,706,987	29,632,354	32,986,989	16,482,275

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Program Revenues										
<i>Charges for Services:</i>										
Regular Instruction	151,597	180,885	168,859	243,207	248,380	263,689	287,534	296,472	320,250	296,471
Pupil Support	28,932	22,482	27,813	0	1,034	0	0	0	0	0
Instructional Staff Support	0	0	0	0	1,550	0	10,345	0	2,593	5,251
Administrative	5,105	4,496	6,363	5,218	4,028	3,624	1,992	3,228	5,186	5,251
Central	4,604	1,237	4,604	283,846	296,504	304,662	334,052	345,385	328,291	1,792
Operation of Food Service	275,592	277,970	275,008	283,846	296,504	304,662	334,052	345,385	328,291	363,922
Operation of Latchkey	334,890	340,091	295,617	239,025	254,788	292,174	402,070	436,589	452,105	462,588
Extracurricular Activities	275,883	267,782	274,541	300,598	253,138	294,519	313,695	278,708	368,573	313,870
<i>Operating Grants and Contributions:</i>										
Regular Instruction	60,661	1,666,050	1,886,893	263,885	260,409	320,382	117,998	84,938	26,039	107,045
Special Instruction	753,317	678,012	774,687	842,782	648,776	1,378,936	1,213,276	1,394,102	1,266,657	1,206,069
Vocational Instruction	0	0	1,538	15,440	0	0	0	0	0	0
Other Instruction	0	13,208	13,307	0	0	0	41,474	54,334	63,093	63,117
Pupil Support	11,987	10,716	44,675	1,067	98,715	77,288	19,802	0	42,127	58,040
Instructional Staff Support	22,241	7,145	21,462	243,952	23,402	73,329	1,471	200	214	0
Administrator	312	145,149	151,493	0	20,675	41,051	8,121	6,675	6,676	7,427
Fiscal	0	0	0	0	5,144	0	0	0	0	0
Operation and Maintenance of Plant	0	223,331	226,126	0	15,431	0	0	0	0	0
Pupil Transportation	16,877	0	0	0	5,143	38,087	0	24,183	36,690	36,690
Central	15,000	13,137	11,375	9,000	9,000	14,000	14,000	9,000	9,000	9,000
Operation of Food Service	36,580	15,843	8,562	52,959	50,808	49,192	45,886	47,012	50,082	47,370
Operation of Latchkey	0	0	0	0	0	0	20	0	0	0
Operation of Other	567	3,574	16,679	0	6,545	0	491	0	0	0
Extracurricular Activities	15,420	35,005	19,475	18,343	41,184	20,962	12,239	17,520	18,637	24,928

(continued)

OAKWOOD CITY SCHOOL DISTRICT
Changes in Net Position of Governmental Activities (continued)
Last Ten Fiscal Years
(accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<i>Capital Grants and Contributions:</i>										
Regular Instruction	0	0	0	0	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0	0	2,602,909	0	317,687
Total Program Revenues	2,009,565	3,906,113	4,224,473	2,519,322	2,244,654	3,171,895	2,824,466	5,601,255	2,998,647	3,321,267
Net Expense	(22,673,512)	(21,733,052)	(21,344,850)	(22,766,973)	(24,301,044)	(24,470,806)	(24,882,521)	(24,031,099)	(29,988,342)	(13,161,008)
General Revenues										
Property Taxes Levied for:										
General Purposes	14,294,084	12,225,885	13,853,109	14,054,315	13,751,931	14,314,278	17,025,418	16,716,208	17,902,795	19,639,278
Capital Outlay	532,956	464,258	493,864	466,860	448,798	450,350	489,311	456,888	460,742	485,765
Debt Service	1,933,728	1,954,829	2,175,823	1,792,487	1,831,059	2,289,378	1,904,605	1,048,302	1,057,149	1,201,342
Grants and Entitlements not Restricted to Specific Programs	7,603,176	5,959,461	5,872,141	7,339,837	7,376,647	7,378,297	8,141,004	8,235,855	8,323,700	8,510,501
Contributions and Donations	0	0	0	0	1,000	0	0	0	790,951	0
Investment Earnings	57,197	57,610	3,617	22,849	2,619	881	1,501	5,759	14,214	30,947
Miscellaneous	391,572	133,159	123,053	107,227	182,106	144,380	301,858	128,609	94,522	424,395
Total General Revenues	24,812,713	20,795,202	22,521,607	23,783,575	23,594,160	24,577,564	27,863,697	26,591,621	28,644,073	30,292,228
Change in Net Position	\$2,139,201	(\$937,850)	\$1,176,757	\$1,016,602	(\$706,884)	\$106,758	\$2,981,176	\$2,560,522	(\$1,344,269)	\$17,131,220

OAKWOOD CITY SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Fund										
Reserved	\$1,351,237	\$1,399,164	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Unreserved	(402,520)	(1,356,500)	0	0	0	0	0	0	0	0
<i>Total General Fund</i>	<u>948,717</u>	<u>42,664</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
All Other Governmental Funds										
Reserved	278,306	354,502	0	0	0	0	0	0	0	0
Unreserved, Undesignated, Reported in:										
Special Revenue Funds	118,052	87,686	0	0	0	0	0	0	0	0
Debt Service Funds	173,542	0	0	0	0	0	0	0	0	0
Capital Projects Funds	(497,787)	(411,595)	0	0	0	0	0	0	0	0
Permanent Funds	108,850	111,545	0	0	0	0	0	0	0	0
<i>Total All Other Governmental Funds</i>	<u>180,963</u>	<u>142,138</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
General Fund										
Nonspendable	0	6,140	6,140	6,143	6,157	9,124	9,124	9,124	9,124	9,124
Assigned	0	1,199,080	1,199,080	1,301,979	1,107,905	0	992,880	847,205	1,548,657	1,734,131
Unassigned	0	231,838	231,838	(1,497,294)	(1,846,483)	(455,129)	569,530	1,445,610	1,617,584	3,257,442
<i>Total General Fund</i>	<u>0</u>	<u>1,437,058</u>	<u>1,437,058</u>	<u>(189,172)</u>	<u>(732,421)</u>	<u>(446,005)</u>	<u>1,571,534</u>	<u>2,301,939</u>	<u>3,175,365</u>	<u>5,000,697</u>
All Other Governmental Funds										
Nonspendable	0	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Restricted	0	384,011	384,011	1,951,389	2,008,558	2,149,388	2,333,270	4,407,647	1,869,057	2,182,026
Committed	0	177,651	177,651	172,280	209,339	234,603	148,083	326,454	485,406	344,295
Unassigned	0	(772,845)	(772,845)	(405,357)	(453,908)	(546,614)	(393,493)	(511,423)	(1,120,391)	(606,315)
<i>Total All Other Governmental Funds</i>	<u>0</u>	<u>(191,183)</u>	<u>(191,183)</u>	<u>1,738,312</u>	<u>1,783,989</u>	<u>1,857,377</u>	<u>2,107,860</u>	<u>4,242,678</u>	<u>1,254,072</u>	<u>1,940,006</u>
<i>Total Governmental Funds</i>	<u>\$1,129,680</u>	<u>\$184,802</u>	<u>\$1,245,875</u>	<u>\$1,549,140</u>	<u>\$1,051,568</u>	<u>\$1,411,372</u>	<u>\$3,679,394</u>	<u>\$6,544,617</u>	<u>\$4,429,437</u>	<u>\$6,940,703</u>

Note: The School District implemented GASB 54 in 2011.

OAKWOOD CITY SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Revenues										
Property and Other Local Taxes	\$16,504,503	\$14,429,219	\$16,515,171	\$16,704,835	\$16,086,211	\$17,080,817	\$19,418,512	\$18,155,524	\$19,527,737	\$21,330,250
Intergovernmental	8,501,885	8,658,515	8,950,653	8,533,814	8,440,619	9,333,168	9,505,323	9,796,778	9,820,928	9,995,421
Interest	57,197	57,610	3,617	22,849	881	1,501	1,501	109,781	14,214	30,947
Tuition and Fees	151,597	180,885	168,859	243,207	248,380	263,689	287,534	192,450	370,250	292,956
Extracurricular Activities	312,519	291,393	308,717	305,816	259,750	298,143	326,032	281,936	378,786	320,913
Contributions and Donations	36,258	116,720	84,889	266,322	122,269	110,459	110,459	2,679,950	810,230	394,254
Charges for Services	610,482	618,061	570,625	522,871	551,292	596,836	736,122	781,974	780,396	826,510
Rentals	4,153	2,460	1,062	400	4,864	1,411	1,663	3,595	907	3,515
Miscellaneous	387,419	130,699	121,991	106,827	177,242	142,969	300,195	125,014	94,522	424,395
Total Revenues	26,566,013	24,485,562	26,725,584	26,706,941	25,893,237	27,776,270	30,687,341	32,127,002	31,747,970	33,619,161
Expenditures										
Current:										
Instruction:										
Regular	11,543,162	11,810,731	12,112,671	13,061,064	12,319,301	12,735,864	12,604,479	12,758,290	13,473,171	13,439,054
Special	2,510,711	2,710,064	2,718,046	2,903,255	2,845,990	3,031,657	3,365,438	3,399,131	3,653,928	3,690,926
Vocational	0	0	2,000	2,247	0	0	0	0	0	0
Student Intervention Services	0	0	0	0	0	0	4,723	172	8,117	14,980
Other	188,221	223,929	229,988	189,129	176,524	222,490	243,924	300,999	382,148	388,466
Support Services:										
Pupil	1,417,360	1,489,009	1,503,053	1,491,741	1,667,516	1,779,188	1,831,563	1,835,448	1,927,649	2,030,504
Instructional Staff	404,036	310,883	331,987	303,059	281,406	347,667	355,132	395,016	444,554	423,090
Board of Education	22,280	20,540	18,366	22,431	19,518	19,518	20,845	21,217	33,203	34,615
Administration	1,913,594	1,838,411	1,856,888	1,882,804	2,034,036	2,014,490	2,224,061	2,458,541	2,520,801	2,593,616
Fiscal	732,010	672,101	718,684	749,889	741,990	754,630	882,429	734,993	790,954	792,583
Business	1,199	9,694	1,178	5,420	10,228	5,884	1,134	11,024	5,170	5,220
Operation and Maintenance of Plant	1,997,737	2,173,254	2,226,258	2,209,325	2,103,967	2,249,416	2,303,061	2,217,647	2,230,932	2,263,793
Pupil Transportation	274,884	198,336	221,509	273,257	259,483	290,435	334,315	382,908	390,337	499,424
Central	639,796	609,025	551,394	632,928	549,829	521,944	511,724	563,059	676,154	693,222
Operation of Non-Instructional Services	904,759	654,444	671,554	673,469	668,451	746,652	1,013,093	789,763	832,249	1,120,442
Extracurricular Activities	1,027,611	1,020,455	1,044,936	1,067,737	1,046,748	1,086,006	1,021,578	1,158,031	1,212,252	1,181,341
Capital Outlay	630,111	382,744	229,225	282,113	348,615	343,723	429,791	886,706	4,592,150	511,581
<i>Debt Service:</i>										
Principal Retirement	310,000	499,126	514,127	425,000	786,216	752,717	494,032	525,368	8,200,475	1,017,217
Interest and Fiscal Charges	784,033	807,694	712,647	587,141	519,373	514,185	777,997	823,466	826,612	407,821
Bond Issuance Cost	0	0	0	0	0	0	0	0	107,583	0
Total Expenditures	25,301,504	25,430,440	25,664,511	26,762,009	26,390,809	27,416,466	28,419,319	29,261,779	42,308,439	31,107,895
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>1,264,509</i>	<i>(944,878)</i>	<i>1,061,073</i>	<i>(55,068)</i>	<i>(497,572)</i>	<i>359,804</i>	<i>2,268,022</i>	<i>2,865,223</i>	<i>(10,560,469)</i>	<i>2,511,266</i>
Other Financing Sources (Uses)										
Premium on Debt Issued	0	0	0	0	0	0	0	0	539,612	0
Inception of Capital Lease	0	0	0	358,333	0	0	0	0	545,677	0
Refunding Bonds Issued	0	0	0	0	0	0	0	0	7,360,000	0
Transfers In	2,474,127	1,174,385	1,215,452	350,572	907,512	1,311,556	1,081,473	0	85,000	315,000
Transfers Out	(2,474,127)	(1,174,385)	(1,215,452)	(350,572)	(907,512)	(1,311,556)	(1,081,473)	0	(85,000)	(315,000)
Total Other Financing Sources (Uses)	0	0	0	358,333	0	0	0	0	8,445,289	0
Net Change in Fund Balances	\$1,264,509	(\$944,878)	\$1,061,073	\$303,265	(\$497,572)	\$359,804	\$2,268,022	\$2,865,223	(\$2,115,180)	\$2,511,266
Debt Service as a Percentage of Noncapital Expenditures	4.49%	5.18%	4.83%	4.09%	5.02%	4.64%	4.57%	4.64%	2.38%	4.62%

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

Collection Year	Real Property		Tangible Personal Property				Total	
	Assessed Value		Public Utility		General Business		Estimated Actual Value	
	Residential/ Agricultural	Commercial/ Industrial/PU	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Total Direct Rate
2009	\$306,707,330	\$16,054,210	\$1,460,250	\$1,659,375	\$711,970	\$7,119,700	\$324,933,760	\$117
2010	302,949,830	15,409,130	1,551,210	1,762,739	109,760	2,195,200	320,019,930	116.95
2011	302,755,470	15,803,470	1,622,060	1,843,250	0	0	320,181,000	122.70
2012	285,205,730	13,240,720	1,670,940	4,291,278	0	0	300,117,390	122.70
2013	284,158,920	13,202,520	1,788,500	4,593,193	0	0	299,149,940	123.25
2014	284,185,990	12,911,010	1,972,370	5,065,405	0	0	299,069,370	129.00
2015	282,392,120	12,672,010	2,058,770	5,287,296	0	0	297,122,900	129.20
2016	281,106,820	12,709,620	2,142,360	5,501,970	0	0	295,958,800	129.20
2017	281,474,430	12,659,820	2,323,250	5,966,528	0	0	296,457,500	134.95
2018	319,007,450	13,167,470	2,451,520	6,295,949	0	0	334,626,440	134.95

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006. The listing percentage is 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009.

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

OAKWOOD CITY SCHOOL DISTRICT
Property Tax Rates - Direct and Overlapping Governments
(per \$1,000 of assessed value)
Last Ten Years

YEAR (1)	SCHOOL LEVY			SCHOOL LEVY	COUNTY LEVY	CITY LEVY	LIBRARY LEVY	TOTAL LEVY	DEBT SERVICE INCLUDED IN TOTAL LEVY			TOTAL
	OPERATING	DEBT SERVICE	TOTAL						SCHOOL	COUNTY	CITY	
2018	130.82	4.13	134.95	134.95	22.94	10.05	1.50	169.44	4.13	0.00	0.00	4.13
2017	130.82	4.13	134.95	134.95	22.94	10.05	1.50	169.44	4.13	0.00	0.00	4.13
2016	125.07	4.13	129.20	129.20	22.94	10.05	1.50	163.69	4.13	0.00	0.00	4.13
2015	125.07	4.13	129.20	129.20	21.94	10.05	1.50	162.69	4.13	0.00	0.00	4.13
2014	125.07	3.93	129.00	129.00	20.94	10.05	1.50	161.49	3.93	0.00	0.00	3.93
2013	119.32	3.93	123.25	123.25	20.94	6.30	1.50	151.99	3.93	0.00	0.00	3.93
2012	119.32	3.38	122.70	122.70	20.94	6.30	1.44	151.38	3.38	0.00	0.00	3.38
2011	119.32	3.38	122.7	122.70	20.94	6.30	1.44	151.38	3.38	0.00	0.00	3.38
2010	113.57	3.38	116.95	116.95	20.94	6.30	1.44	145.63	3.38	0.00	0.00	3.38
2009	113.57	3.38	116.95	116.95	20.94	6.30	0.94	145.13	3.38	0.00	0.00	3.38

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

(1) Data is presented on a calendar year basis because that is the manner in which the information is maintained by the Office of the County Auditor, Montgomery County, Ohio.

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

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (2)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes To Current Tax Levy
2009	\$17,753,665	\$17,075,038	96.18%	\$409,697	\$17,484,735	98.49%	\$663,989	3.74%
2010	17,570,491	17,024,966	96.90%	343,811	17,368,777	98.85%	700,506	3.99%
2011	19,503,542	18,903,987	96.93%	370,795	19,274,782	98.83%	665,029	3.41%
2012	19,011,268	18,662,454	98.17%	440,328	19,102,782	100.48%	308,769	1.62%
2013	19,170,887	19,058,684	99.41%	432,336	19,491,020	101.67%	253,972	1.32%
2014	20,922,455	20,527,659	98.11%	246,871	20,774,529	99.29%	227,977	1.09%
2015	20,964,612	20,543,319	97.99%	432,269	20,975,587	100.05%	229,101	1.09%
2016	20,979,828	20,692,193	98.63%	293,209	20,985,402	100.03%	300,979	1.43%
2017	22,729,900	22,469,344	98.85%	312,451	22,781,795	100.23%	187,924	0.83%
2018	23,159,489	22,697,479	98.01%	258,404	22,955,883	99.12%	184,060	0.79%

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) The County does not identify delinquent tax collections by tax year, therefore total tax collections may exceed current tax levy in some years. The School District is working with the County to determine if delinquent collections can be tracked differently. At this time, the School District is unable to track delinquents by tax year.

OAKWOOD CITY SCHOOL DISTRICT

*Principal Taxpayers
Real Estate Tax
2018 (1) and 2009 (2)*

Name of Taxpayer	2018	
	Assessed Value	Percent of Real Property Assessed Value
Oakwood Investment Group	\$2,140,100	0.64%
Sixfold LLC	831,640	0.25%
Karrington of Oakwood	700,690	0.21%
Schear, Lee	635,000	0.19%
Murphy, John	540,390	0.16%
McColgan, Thomas	401,230	0.12%
Carpenter, Kristen	347,550	0.10%
Eric, Gallatin	321,910	0.10%
MFP Family Limited Liability	321,280	0.10%
Fifth Third Bank	291,780	0.09%
Totals	<u>\$6,531,570</u>	<u>1.97%</u>
Total Assessed Valuation	<u>\$332,174,920</u>	

Name of Taxpayer	2009	
	Assessed Value	Percent of Real Property Assessed Value
Oakwood Investment Group	2,069,050	0.62%
Sixfold LLC	821,000	0.25%
Karrington of Oakwood	643,720	0.19%
Burke, Stephen P	612,080	0.18%
Carpenter, Kristin	575,250	0.17%
Luthern Church of Our Savior	565,790	0.17%
Schear, Lee	551,910	0.17%
Gallatin Eric	545,410	0.16%
Gray, John C.	517,960	0.16%
Shiffler, Robert J.	513,490	0.15%
Totals	<u>\$7,415,660</u>	<u>2.30%</u>
Total Assessed Valuation	<u>\$322,761,540</u>	

(1) The amounts presented represent the assessed values upon which 2018 collections were based.

(2) The amounts presented represent the assessed values upon which 2009 collections were based.

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

OAKWOOD CITY SCHOOL DISTRICT

*Principal Taxpayers
Public Utilities Tax
2018 (1) and 2009 (2)*

<u>Name of Taxpayer</u>	2018	
	<u>Assessed Value</u>	<u>Percent of Public Utility Assessed Value</u>
Dayton Power and Light Co.	\$1,720,440	70.18%
Vectren Energy Delivery	731,080	29.82%
Total	<u>\$2,451,520</u>	<u>100.00%</u>
Total Assessed Valuation	<u>\$2,451,520</u>	

<u>Name of Taxpayer</u>	2009	
	<u>Assessed Value</u>	<u>Percent of Public Utility Assessed Value</u>
Dayton Power and Light Co.	\$1,268,090	86.84%
Total	<u>\$1,268,090</u>	<u>86.84%</u>
Total Assessed Valuation	<u>\$1,460,250</u>	

(1) The amounts presented represent the assessed values upon which 2018 collections were based.

(2) The amounts presented represent the assessed values upon which 2009 collections were based.

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

OAKWOOD CITY SCHOOL DISTRICT

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

Fiscal Year	Population (1)	Estimated Actual Value of Taxable Property(2)	General Bonded Debt					Total Debt				
			General Bonded Debt Outstanding	Resources Available to Pay Principal	Net General Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita	General Bonded Debt Outstanding	Capital Leases	Total Debt	Ratio of Total Debt to Assessed Value	Total Debt Per Capita
2009	8,439	(b)	\$930,954,905	\$269,425	\$17,310,575	1.859%	\$2,051	\$17,580,000	\$208,253	\$17,788,253	1.911%	\$2,108
2010	8,392	(b)	913,554,968	35,144	17,149,856	1.877%	2,044	17,185,000	104,127	17,289,127	1.893%	2,060
2011	9,202	(c)	912,011,650	40,527	16,740,059	1.836%	1,819	16,780,586	0	16,780,586	1.840%	1,824
2012	9,245	(c)	856,995,421	1,288,397	16,305,608	1.903%	1,764	17,594,005	358,333	17,952,338	2.095%	1,942
2013	9,152	(c)	854,197,307	1,159,270	15,687,800	1.837%	1,714	16,847,070	267,117	17,114,187	2.004%	1,870
2014	9,109	(c)	853,913,976	1,106,407	15,030,690	1.760%	1,650	16,137,097	179,400	16,316,497	1.911%	1,791
2015	9,083	(d)	848,327,667	1,221,762	14,474,182	1.706%	1,594	15,695,944	90,368	15,786,312	1.861%	1,738
2016	9,052	(d)	844,977,513	1,164,913	14,071,043	1.665%	1,554	15,235,956	0	15,235,956	1.803%	1,683
2017	8,999	(d)	846,350,099	1,266,837	14,200,218	1.678%	1,578	15,467,055	405,202	15,872,257	1.875%	1,764
2018	8,993	(d)	955,367,149	1,355,852	13,420,788	1.405%	1,492	14,776,640	272,985	15,049,625	1.575%	1,673

Note: Personal income information is not available for the School District.

- Sources:** (1) U.S. Bureau of Census, Census of Population
(a) 2004 Federal Census
(b) Federal Census Population Estimate
(c) 2010 Federal Census
(d) 2014 Federal Census

(2) Office of the County Auditor, Montgomery County, Ohio

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

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures (Percentage)
2018	\$885,000	\$399,061	\$1,284,061	\$27,491,209	4.67%
2017	430,000	668,741	1,098,741	27,072,586	4.06%
2016	435,000	822,110	1,257,110	25,322,709	4.96%
2015	405,000	771,429	1,176,429	24,910,243	4.72%
2014	665,000	504,068	1,169,068	23,900,471	4.89%
2013	695,000	514,553	1,209,553	23,183,237	5.22%
2012	425,000	570,785	995,785	23,989,793	4.15%
2011	410,000	690,449	1,100,449	21,748,265	5.06%
2010	395,000	755,567	1,150,567	21,849,325	5.27%
2009	310,000	719,462	1,029,462	21,672,988	4.75%

Source: School District Fund Financial Statements

OAKWOOD CITY SCHOOL DISTRICT

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2018*

<u>Jurisdiction</u>	<u>Net General Obligation Bonded Debt Outstanding (1)</u>	<u>Percentage Applicable to School District</u>	<u>Amount Applicable to School District</u>
<u>Direct Debt:</u>			
Oakwood City School District	\$14,776,640	100%	\$14,776,640
<u>Overlapping Debt:</u>			
Montgomery County	24,556,669	3% (2)	<u>736,700</u>
Total Direct and Overlapping Debt			<u><u>\$15,513,340</u></u>

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

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

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Tax Valuation	\$324,933,760	\$320,019,930	\$320,181,000	\$300,117,390	\$299,149,940	\$299,069,370	\$297,122,900	\$295,958,800	\$296,457,500	\$334,626,440
Debt Limit - 9% of Taxable Valuation (1)	\$29,244,038	\$28,801,794	\$28,816,290	\$27,010,565	\$26,923,495	\$26,916,243	\$26,741,061	\$26,636,292	\$26,681,175	\$30,116,380
Amount of Debt Applicable to Debt Limit	17,580,000	17,185,000	16,775,000	16,350,000	15,655,000	14,990,000	14,585,000	14,150,000	13,450,000	12,565,000
General Obligation Bonds	269,425	35,144	40,527	1,288,397	1,159,270	1,106,407	1,221,762	1,164,913	1,266,837	1,355,852
Less Amount Available in Debt Service										
Amount of Debt Subject to Limit	17,310,575	17,149,856	16,734,473	15,061,603	14,495,730	13,883,593	13,363,238	12,985,087	12,183,163	11,209,148
Legal Debt Margin	\$11,933,463	\$11,651,938	\$12,081,817	\$11,948,962	\$12,427,765	\$13,032,650	\$13,377,823	\$13,651,205	\$14,498,012	\$18,907,232
Legal Debt Margin as a Percentage of the Debt Limit	40.81%	40.46%	41.93%	44.24%	46.16%	48.42%	50.03%	51.25%	54.34%	62.78%
Unvoted Debt Limit - .10% of Taxable Valuation (1)	\$324,934	\$320,020	\$320,181	\$300,117	\$299,150	\$299,069	\$297,123	\$295,959	\$296,458	\$334,626
Amount of Debt Subject to Limit	0	0	0	0	0	0	0	0	0	0
Unvoted Legal Debt Margin	\$324,934	\$320,020	\$320,181	\$300,117	\$299,150	\$299,069	\$297,123	\$295,959	\$296,458	\$334,626
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Source: Montgomery County Auditor and School District Financial Records

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

OAKWOOD CITY SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Unemployment Rate (2)
2009	8,439	11.00%
2010	8,392	10.70%
2011	9,202	9.60%
2012	9,245	7.60%
2013	9,152	7.60%
2014	9,109	5.40%
2015	9,083	4.30%
2016	9,052	5.00%
2017	8,999	4.80%
2018	8,993	4.90%

Sources: 1) U.S. Bureau of Census, Census of Population
2) Ohio Department of Job and Family Services Website

Note: Total personal income and per capita personal income information is not available for the School District.

OAKWOOD CITY SCHOOL DISTRICT

*Principal Employers
2018 and 2009*

		2018		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
Oakwood City School District	Education	235	1	19.58%
Dorothy Lane Market	Grocery	243	2	20.25%
City of Oakwood	Government	100	3	8.33%
Kunesh Eye Center	Medical	46	5	3.83%
Oakwood Club Restaurant	Food	48	4	4.00%
Ashley Pastry Shop	Food	22	6	1.83%
Flyboy's Deli	Food	20	7	1.67%
Talbots	Clothing	15	8	1.25%
Chase	Bank	10	9	0.83%
Ohio Eye Care Specialist	Medical	4	10	0.33%
Total		<u>743</u>		<u>60.98%</u>
Total Employment within the School District		<u>1,200</u>		
		2009		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
Dorothy Lane Market	Grocery	250	1	20.83%
Oakwood City School District	Education	236	2	19.67%
City of Oakwood	Government	103	3	8.58%
Oakwood Club Restaurant	Food	50	4	4.17%
Kunesh Eye Center	Medical	40	5	3.33%
Ohio Eye Care Specialists	Medical	35	6	2.92%
C'est Tout Bistro	Food	27	7	2.25%
Ashley Pastry Shop	Food	21	8	1.75%
Talbots	Clothing	20	9	1.67%
Chase	Bank	16	10	1.33%
Total		<u>798</u>		<u>66.50%</u>
Total Employment within the School District		<u>1,200</u>		

Source: Oakwood Area Chamber of Commerce

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

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Regular Instruction										
Elementary Classroom Teachers	63.50	62.00	61.00	62.00	61.50	60.50	58.50	58.00	56.00	58.00
Junior High School Classroom Teachers	28.00	26.50	25.50	25.00	25.00	25.00	25.00	25.00	23.50	22.50
High School Classroom Teachers	33.00	32.50	33.50	34.50	34.00	33.00	31.50	32.50	32.50	32.50
Special Instruction										
Elementary Classroom Teachers	13.50	13.50	13.50	14.50	13.50	13.50	13.50	13.50	15.50	15.50
Junior High School Classroom Teachers	3.00	4.00	4.00	4.00	5.00	5.00	4.00	4.00	5.00	5.00
High School Classroom Teachers	6.00	5.00	6.00	6.00	6.00	6.00	7.00	6.00	7.00	7.00
Aides	19.00	19.00	18.00	19.00	20.50	21.00	22.00	21.00	21.00	21.00
Pupil Support Services										
Guidance Counselors	4.50	4.50	4.50	4.50	5.00	6.00	6.00	6.00	6.00	7.00
Psychologists	1.00	1.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Speech and Language Pathologists	2.00	2.00	2.50	2.50	2.50	3.00	3.00	3.00	3.00	3.00
Nurses	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Instructional Staff Support Services										
Librarians	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Administration										
Superintendent	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Principals	6.00	6.00	6.00	6.50	6.50	6.00	7.00	7.00	7.00	7.00
Administrative Assistants	15.00	15.00	15.00	14.00	14.00	13.00	15.00	15.00	15.00	16.00
Fiscal Services										
Treasurer	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Assistants to Treasurer	4.00	4.00	4.00	4.00	4.00	4.00	4.00	3.00	4.00	4.00
Operation of Plant										
Custodians	15.00	15.00	15.00	14.00	14.00	14.00	13.00	15.00	15.00	15.00
Pupil Transportation										
Van Drivers	5.00	5.00	5.00	6.00	6.00	7.00	6.00	6.00	6.50	6.50
Food Service Program										
Cooks	5.00	5.00	5.00	6.00	3.50	4.00	4.00	4.00	4.00	3.50
Extracurricular Activities										
Director of Athletics	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee. The count is performed on September 1 of each year

Source: The School District employee records.

OAKWOOD CITY SCHOOL DISTRICT

*Operating Statistics
Last Ten Fiscal Years*

<u>Fiscal Year</u>	<u>Average Daily Membership</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>	<u>Students Receiving Free or Reduced Lunches(1)</u>	
						<u>Number</u>	<u>Percent</u>
2009	2,106	\$10,361	3.89%	144	14.6	41	2%
2010	2,132	10,788	4.12%	144	14.8	50	2%
2011	2,152	11,240	4.19%	146	14.7	60	3%
2012	2,107	11,589	3.10%	155	13.6	55	3%
2013	2,069	10,930	-5.69%	155	13.3	62	3%
2014	2,014	10,879	-0.47%	152	13.3	58	3%
2015	2,082	12,323	13.27%	156	13.3	44	2%
2016	1,971	10,849	-11.96%	155	12.7	34	2%
2017	2,028	11,283	4.00%	154	13.2	28	1%
2018	2,048	11,303	0.18%	157	13.0	29	1%

Source: School District Records.

(1) Retrieved from Ohio Department of Education Website

OAKWOOD CITY SCHOOL DISTRICT

Miscellaneous Statistics

June 30, 2018

Year of Establishment	1907
Form of Government	Locally-elected five member Board
Number of Employees:	
Certificated	154
Non-Certificated	76
Administrative	10
Area - square miles	2.97
Average Daily Membership	2,048
Cost per Pupil	\$11,303
Average Number of Years Teaching Experience	13
Percentage of Teaching Staff Holding a Master's Degree	83.0%

<u>Building</u>	<u>Grades Level</u>	<u>Enrollment (1)</u>	<u>Capacity (2)</u>	<u>Year Building Completed</u>	<u>Date of Additions</u>
Harman Elementary School	1-6	455	850	1909	1949, 1960, 1998, 2003
Edwin D. Smith Elementary School	1-6	418	850	1928	1968, 2003
Lange Elementary School	K	133	275	1940	n/a
Oakwood Junior High School	7-8	326	450	1932	1960, 1969, 2004
Oakwood High School	9-12	716	1,125	1927	1932, 1969, 1989, 2004
District Totals		2,048	3,550		

(1) Total Enrollment - All Students including Special Education - as of June 30th

(2) Based on Ohio School Facility Commission standard class size of 25 students

Source: School District records

OHIO AUDITOR OF STATE KEITH FABER



OAKWOOD CITY SCHOOL DISTRICT

MONTGOMERY COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 29, 2019**