

Portsmouth City School District
Scioto County
Single Audit
For the Fiscal Year Ended June 30, 2013



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Dave Yost • Auditor of State

March 6, 2014

Dianna Reedy, Treasurer
Portsmouth City School District
724 Findlay Street Portsmouth, Ohio 45662

Dear Ms. Reedy:

Please be advised the enclosed letter regarding the audit of the Portsmouth City School District, Scioto County, for the year ended June 30, 2013 was sent to your public accountant, Millhuff-Stang, CPA, Inc.

If you have any questions or concerns, please contact me at (614) 466-3597.

Sincerely,

DAVE YOST
Auditor of State

A handwritten signature in cursive script that reads "Brad Blake".

Brad Blake
Chief Auditor, Center for Audit Excellence

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Portsmouth City School District
Scioto County
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For the Fiscal Year Ended June 30, 2013

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Portsmouth City School District
Scioto County
Schedule of Federal Awards Expenditures
For the Fiscal Year Ended June 30, 2013

Federal Grantor/Pass Through Grantor/Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>United States Department of Agriculture</u>						
<i>Passed through the Ohio Department of Education</i>						
Child Nutrition Cluster:						
School Breakfast Program	3L70	10.553	\$221,118	\$0	\$221,118	\$0
National School Lunch Program	3L60	10.555	627,854	53,754	627,854	53,754
Total Child Nutrition Cluster			848,972	53,754	848,972	53,754
Fresh Fruit and Vegetable Program	3L60	10.582	64,377	0	64,377	0
Total United States Department of Agriculture			913,349	53,754	913,349	53,754
<u>United States Department of Education</u>						
<i>Direct from Department of Education</i>						
Impact Aid	N/A	84.041	18,562	0	18,562	0
<i>Passed through the Ohio Department of Education</i>						
Special Education Cluster:						
Special Education-Grants to States	3M20	84.027	565,939	0	570,503	0
Special Education - Preschool Grants	3C50	84.173	8,660	0	9,604	0
Total Special Education Cluster			574,599	0	580,107	0
Title I Grants to Local Educational Agencies	3M00	84.010	1,846,422	0	1,882,431	0
Education Jobs Fund	3ET0	84.410	90,276	0	99,051	0
Education for Homeless Children and Youth	3EJ0	84.196	39,252	0	45,005	0
Educational Technology State Grants	3S20	84.318	30,715	0	27,032	0
Rural Education	3Y80	84.358	18,000	0	18,468	0
Improving Teacher Quality State Grants	3Y60	84.367	290,907	0	296,175	0
Total United States Department of Education			2,908,733	0	2,966,831	0
Total Federal Financial Assistance			\$3,822,082	\$53,754	\$3,880,180	\$53,754

The notes to the schedule of federal awards expenditures are an integral part of this schedule.

Portsmouth City School District
Scioto County
Notes to the Schedule of Federal Awards Expenditures
For the Fiscal Year Ended June 30, 2013

Note 1 – Significant Accounting Policies

The accompanying schedule of federal awards expenditures includes the federal grant activity of the School District and has been prepared on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2 – Child Nutrition Cluster

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed that federal monies are expended first. Program regulations do not require the School District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the schedule using the entitlement value of the commodities received. The School District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Independent Auditor's Report

Board of Education
Portsmouth City School District
724 Findlay Street
Portsmouth, Ohio 45662

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Portsmouth City School District, Scioto County, Ohio (the School District) as of and for the year ended June 30, 2013, 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 20, 2013, wherein we noted the School District adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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



Natalie Millhuff-Stang, CPA
President/Owner
Millhuff-Stang, CPA, Inc.

December 20, 2013

**Report on Compliance For Each Major Program; Report Internal Control Over Compliance; and
Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

Independent Auditor's Report

Board of Education
Portsmouth City School District
724 Findlay Street
Portsmouth, Ohio 45662

Report on Compliance for Each Major Federal Program

We have audited Portsmouth City School District's (the School District) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on the School District's major federal program for the year ended June 30, 2013. The School District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School District's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the major federal program for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of the School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School District as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements. We issued our report thereon dated December 20, 2013, which contained unmodified opinions on those financial statements, wherein we noted the School District adopted the provisions of Governmental Accounting Standards Board Statement (GASB) No 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional

procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of federal awards expenditures is fairly stated in all material respects in relation to the basic financial statements as a whole.



Natalie Millhuff-Stang, CPA
President/Owner
Millhuff-Stang, CPA, Inc.

December 20, 2013

Portsmouth City School District
Scioto County
Schedule of Findings and Questioned Costs
OMB Circular A-133 Section .505
For the Fiscal Year Ended June 30, 2013

Section I – Summary of Auditor’s Results

<i>Financial Statements</i>		
Type of financial statement opinion:		Unmodified
Internal control over financial reporting:		
	Material weakness(es) identified?	No
	Significant deficiency(ies) identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?		No
<i>Federal Awards</i>		
Internal control over major program(s):		
	Material weakness(es) identified?	No
	Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Type of auditor’s report issued on compliance for major programs:		Unmodified
Any auditing findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?		No
Identification of major program(s):		Title I Grants to Local Educational Agencies (CFDA #84.010)
Dollar threshold used to distinguish between type A and type B programs:		Type A: >\$300,000 Type B: All Others
Auditee qualified as low-risk auditee?		Yes

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Independent Accountant's Report on Applying Agreed-Upon Procedure

Board of Education
Portsmouth City School District
724 Findlay Street
Portsmouth, Ohio 45662

Ohio Revised Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school."

Accordingly, we have performed the procedure enumerated below, which was agreed to by the Board, solely to assist the Board in evaluating whether Portsmouth City School District (the School District) has updated its anti-harassment policy in accordance with Ohio Revised Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedure engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of this procedure is solely the responsibility of the Board. Consequently; we make no representation regarding the sufficiency of the procedure described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board amended its anti-harassment policy at its meeting on October 18, 2012 to include prohibiting harassment, intimidation, or bullying of any student "on a school bus" or by an "electronic act".

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board and is not intended to be and should not be used by anyone other than this specified party.



Natalie Millhuff-Stang, CPA
President/Owner
Millhuff-Stang, CPA, Inc.

December 20, 2013

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PORTSMOUTH CITY SCHOOL DISTRICT

724 Findlay Street, Portsmouth, Ohio 45662



Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2013

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PORTSMOUTH CITY SCHOOL DISTRICT

PORTSMOUTH, OHIO

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Issued by:

Treasurer's Office

Dianna Reedy, Treasurer

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INTRODUCTORY SECTION

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*Portsmouth City School District
Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2013*

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Office of the Treasurer

December 20, 2013

To the Citizens and
Board of Education of the
Portsmouth City School District

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Portsmouth City School District for the fiscal year ended June 30, 2013. This CAFR, which includes financial statements and other financial and statistical data, conforms to generally accepted accounting principles as applicable to governmental entities. The intent of this report is to provide the taxpayers of the Portsmouth City School District with comprehensive financial data in a format that enables them to gain a true understanding of the School District's financial affairs as well as provide management with better financial information for future decision-making.

State law requires that every general-purpose local government file with the Auditor of State and publish the availability of its financial statements within five months of the close of each fiscal year. This report is published to fulfill that requirement for the fiscal year ended June 30, 2013.

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

Millhuff-Stang, CPA, Inc. has issued an unmodified ("clean") opinion on the Portsmouth City School District's financial statements for the fiscal year ended June 30, 2013. The independent auditors' report is located at the front of the Financial Section of this report.

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

This report includes all funds of the School District. The School District provides a full range of traditional and non-traditional educational programs, services and facilities. These include elementary and secondary curriculum offerings at general, college preparatory and vocational levels; a broad range of co-curricular and extracurricular activities; and special education programs and facilities.

FORM OF GOVERNMENT AND REPORTING ENTITY

The Portsmouth 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 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.

The Current Board members, their terms and years on the Board as of June 30, 2013, are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Mr. Clarence M. Parker	Jan. 2011 – Dec. 2014	13 - 1/2
Dr. George P. Pettit	Jan. 2010 - Dec. 2013	12 - 3/4
Mr. Thomas E. Smith	Jan. 2011 – Dec. 2014	2 1/4
Mrs. Barbara Borden-Gibson	Jan. 2010 - Dec. 2013	7 - 1/2
Mrs. Mary L. Sommer	Jan. 2011 - Dec. 2014	7

The Superintendent is the chief executive officer of the School District and is responsible directly to the Board for all operations of the School District. The Board hired G. Scott Dutey for a three-year term beginning August 1, 2010. Mr. Dutey started with the School District in July 2009 as Curriculum Director but before that he served as Assistant Superintendent at the Dawson Bryant School District in Lawrence County. On October 19, 2012, the Board renewed Mr. Dutey’s contract for a three-year term beginning August 1, 2013 and ending July 31, 2016.

The Treasurer is the chief financial officer of the School District and is directly responsible to the Board for all financial operations, investments, and custody of all School District funds and assets, and also serves as Secretary to the Board. The Board appointed Dianna Reedy as Treasurer beginning February 11, 2013 and her current contract will expire July 31, 2014. Kyle F. Smith was Treasurer beginning April 1, 2009 and his resignation was effective February 10, 2013. Dianna Reedy was the Assistant Treasurer before the appointment.

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. This includes general operations, food service, and student related activities of the School District.

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

Within the School District's boundaries, Notre Dame Elementary and Notre Dame High School are both operated as private schools. Current State legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the School District, as directed by the parochial schools. This activity is reflected in a nonmajor special revenue fund for financial reporting purposes.

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

ECONOMIC CONDITION AND OUTLOOK

The Portsmouth City School District is located in Scioto County, on the beautiful Ohio River. The Portsmouth City School District is the gateway to three states, seven counties, and within 90 miles of major metropolitan markets. The City of Portsmouth, the county seat, is just 89 miles south of Columbus, OH on U.S. 23; 112 miles east of Cincinnati, OH, via U.S. 52 (a scenic route) or State Route 32; and 54 miles west of Huntington, WV on U.S. 52. Portsmouth is ideally located on the Ohio and Scioto Rivers, to provide for all types of water related activities. The annual River Days is held over Labor Day weekend and draws many visitors.

Portsmouth was a City bent on industry until the 1970's when a number of companies closed down their plants over labor union disputes and foreign influence. The City's industry has been going in a downward trend since the 1990's.

Since this time the Portsmouth area has seen growth in education opportunities as well as health services. Shawnee State University (1987) and Southern Ohio Medical Center

have both been expanding and added over one hundred million dollars of facility improvement or additions to meet the increased enrollments or patients. These two institutions are keeping our local economy afloat.

Unemployment Rates

Data obtained from the U.S. Bureau of Labor Statistics indicates that the percentage of unemployment for Scioto County for June 2013 was 11.6 percent, which is above the State rate of 7.2 percent and the national rate of 7.6 percent. While the unemployment number is high in comparison to the State and national average, local initiatives are serving to promote a renewed spirit of pride in the community.

THE SCHOOL DISTRICT AND ITS FACILITIES

The School District served 1,943 students during the 2013 fiscal year. Facilities include one high/junior high school and two elementary schools. Preschool is offered at both elementary schools. The enrollment per school is as follows:

<u>School</u>	<u>Date Established</u>	<u>Grades</u>	<u>Enrollment</u>
East Portsmouth Elementary	2006	K – 8	229
Portsmouth Elementary	2006	K – 6	990
Portsmouth High/Junior High	2006	7 – 12	724

EMPLOYEE RELATIONS

The School District currently employs 251 full-time and part-time employees.

The teachers, educational specialists, and counselors of the School District are represented by the Portsmouth City Teacher’s Association (PCTA), which is one of two organizations representing School District employees. In July 2013, the Board adopted a one-year contract with PCTA beginning July, 2013 and extending through June 30, 2014. This included a one-time bonus for the 2013-2014 school year and a 1% raise on the base for the 2013-2014 year.

Classified employees are represented by the Ohio Council 8 AFSCME Local 2684. In July 2013, the Board adopted a one-year contract with PCTA beginning July, 2013 and extending through August 31, 2014. This included \$.30 per hour increase for the 2013-2014 school year.

The School District’s administrators are not organized.

MAJOR INITIATIVES

On November 6, 2001, the School District voters approved a 6.5 mill levy to build five new school buildings in cooperation with the Ohio School Facilities Commission. Proceeds were received from the levy during fiscal year 2002. The School District’s

obligation of \$17,070,000 is 24.5 percent compared to \$52,600,000 (75.5 percent) coming from the State of Ohio. However, due to the School District being placed in Fiscal Caution by the Ohio Department of Education on May 23, 2001, the School District chose to participate in the Intercept Program to ease investors' fears in the purchasing of bonds. This additional level of security provides that, should the School District experience a shortfall in the Board of Education's funding of the debt service payment, ODE will pay the debt service payment from certain foundation payments due to the Board of Education. Should a shortfall occur, the Board of Education is to notify ODE fifteen business days in advance of the payment due date. If foundation payments are used for debt service payments, ODE is required to evaluate the Board of Education's ability to meet the debt service payments and recommend corrective actions to be implemented by the Board of Education.

The plan design for the new school buildings was changed from five separate buildings to one elementary building in Sciotoville and two downtown Portsmouth complexes. One complex houses the middle/high school students (7-12) and the other complex houses elementary students (K-6). The Portsmouth Junior/Senior High School became the first Ohio School Facilities Commission-funded project to receive the Grand Prize from School Planning & Management's Education Design Showcase.

The East Portsmouth Elementary School was occupied in January 2006 with a dedication ceremony and ribbon cutting ceremony on January 12, 2006. The two Portsmouth downtown complexes opened in August 2006.

FOR THE YEAR

The Portsmouth City School District has adopted the following vision and mission statements:

“Our vision is to be designated as an ‘Effective’ School District as defined by the Ohio Department of Education. The mission of the Portsmouth City School District is to provide the highest quality of education for all students.”

FOR THE FUTURE

The Portsmouth City School District annually designs a Comprehensive Continuous Improvement Plan to assure each and every student that he or she will achieve the required academic proficiencies to the maximum extent of his or her abilities. The School District plans on funding these programs with the assistance of several grants.

Also, with donations from the Clyde and Maycel Clark Foundation, Inc. and the Scioto Foundation a new Athletic/Administrative Complex was completed adjacent to the new Portsmouth High/Junior High School. The fiscal agent for the project is the Clark Education Foundation, LLC. Phase I was completed in the fall of 2009 and the first home football game was held September 5, 2009. The completion date for the “Complex” (Phase II) is projected to be sometime during 2013-2014. The “Complex” is being leased

to the School District during the financing period, approximately 28 years, for \$10,000 per year. This lease payment will be deposited into a supplemental account, along with a \$10,000 donation each year from both the Scioto Foundation and the Clyde and Maycell Clark Foundation, by the LLC in the event of a short fall in making the debt payment. No “short fall” is anticipated, and the balance of this supplemental account is to be given back to the School District at the end of the financing period. After the Clark Education Foundation, LLC debt is paid via donations as mentioned above, the entire complex is to be deeded to the School District.

FINANCIAL TRENDS

The School District relies heavily on funding from the State of Ohio and Federal Government due to property values being lower in comparison with similar values across the State. Federal dollars are usually tied to the economic status of the students.

At the conclusion of the 2011 fiscal year, the Governor and State legislature passed House Bill 153 for fiscal years 2012 and 2013. Many of the requirements and funding formula were wiped out from the previous administration. Ohio was facing an \$8 billion shortfall due to the expiration of ARRA. Throughout the 2011 and 2012 fiscal years, the School District was preparing for major cuts.

In HB 153 the School District lost all of the Tangible Personal Property Reimbursement from the State. This was not due to be completely phased out until 2018 but instead was expedited for budget purposes. This will amount to about \$375,000 per year. HB 153 did, however, restore dollars (for the most part) that were going to be lost due the expiration of ARRA. When creating the formula for school districts, it was shared that total state dollars (tangible personal property, basic aid, special education, ARRA) were all totaled together along with per student property values. Using this approach, the School District will lose approximately \$679,000 per year.

Governor Kasich is also planning to create a new funding formula for K-12 education and this will have an impact on the finances of the School District. This model is expected to be utilized during the 2014-2015 fiscal years.

FINANCIAL PLANNING AND POLICIES

The School District welcomed the news of being released from Fiscal Caution on October 26, 2011, but there is still a significant amount of progress that needs to be made financially. The School District continues to lose enrollment and funding from the State.

If the School District continues to suffer financially due to inadequate local, State and federal funding, the School District will be forced to cut costs in order to balance the budget. Costs may be reduced as a result of:

1. Reducing the number of teachers, administrators, and classified staff via natural attrition or reduction-in-force;

2. Reducing/eliminating extended service and supplemental contracts;
3. Restricting or minimizing salary increases;
4. Reducing health costs by requiring employees to increase healthcare contributions, insure only School District employees and not spouses who are insured by other agencies, or through insurance plan modifications; and
5. Eliminating certain programs or courses.

Using the Performance Audit recommendations from 2002 and 2011, the School District considered the series of ideas and suggestions when making the important decisions necessary to establish financial stability to meet the needs of students and to improve educational standards. Certain recommendations are dependent on labor negotiations and the School District having a strong working relationship with each bargaining unit. This relationship has been instrumental in strengthening the School District's finances.

OTHER INFORMATION

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. Millhuff-Stang, CPA, Inc. conducted the School District's audit for fiscal year 2013. The Auditor's report on the School District's basic financial statements, combining statements and individual fund schedules are included in the financial section of this comprehensive annual financial report.

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certification of Achievement for Excellence in Financial Reporting to Portsmouth City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012. (This was the fourteenth consecutive year that the School District has achieved this prestigious award.) In order to be awarded a Certificate of Achievement, the School District must publish an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conform to program standards. This report is required to satisfy both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. It is the School District's belief that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

ASBO CERTIFICATE

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Portsmouth City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012.

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

ACKNOWLEDGMENTS

A note of sincere appreciation is extended to the many conscientious people who have contributed their time and effort to the preparation of this report. Appreciation is expressed to the Assistant Treasurer, Cathi Evans; and Accounts Payable Clerks, Judy Church and Pam Ervin. In addition, a special recognition goes to the Portsmouth High School Trojan Print Shop: Arthur Lard, Instructor, and students for their expertise in assembling and printing this report. A special thank you is also extended to the Auditor of State's Local Government Services Section for all of their efforts and contributions in the preparation of this Comprehensive Annual Financial Report.

Finally, the support and commitment to excellence by the Portsmouth City School District Board of Education was vital to the successful preparation and issuance of this report.

Respectfully submitted,



Dianna Reedy
Treasurer



Scott Dutey
Superintendent



Government Finance Officers Association

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

Presented to

**Portsmouth City School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO

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Association of School Business Officials International



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

Portsmouth City School District

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2012*

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



A handwritten signature in black ink, appearing to read 'Ron McCulley', written over a horizontal line.

Ron McCulley, CPPB, RSBO
President

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

John D. Musso, CAE, RSBA
Executive Director

Portsmouth City School District

*List of Principal Officials
June 30, 2013*

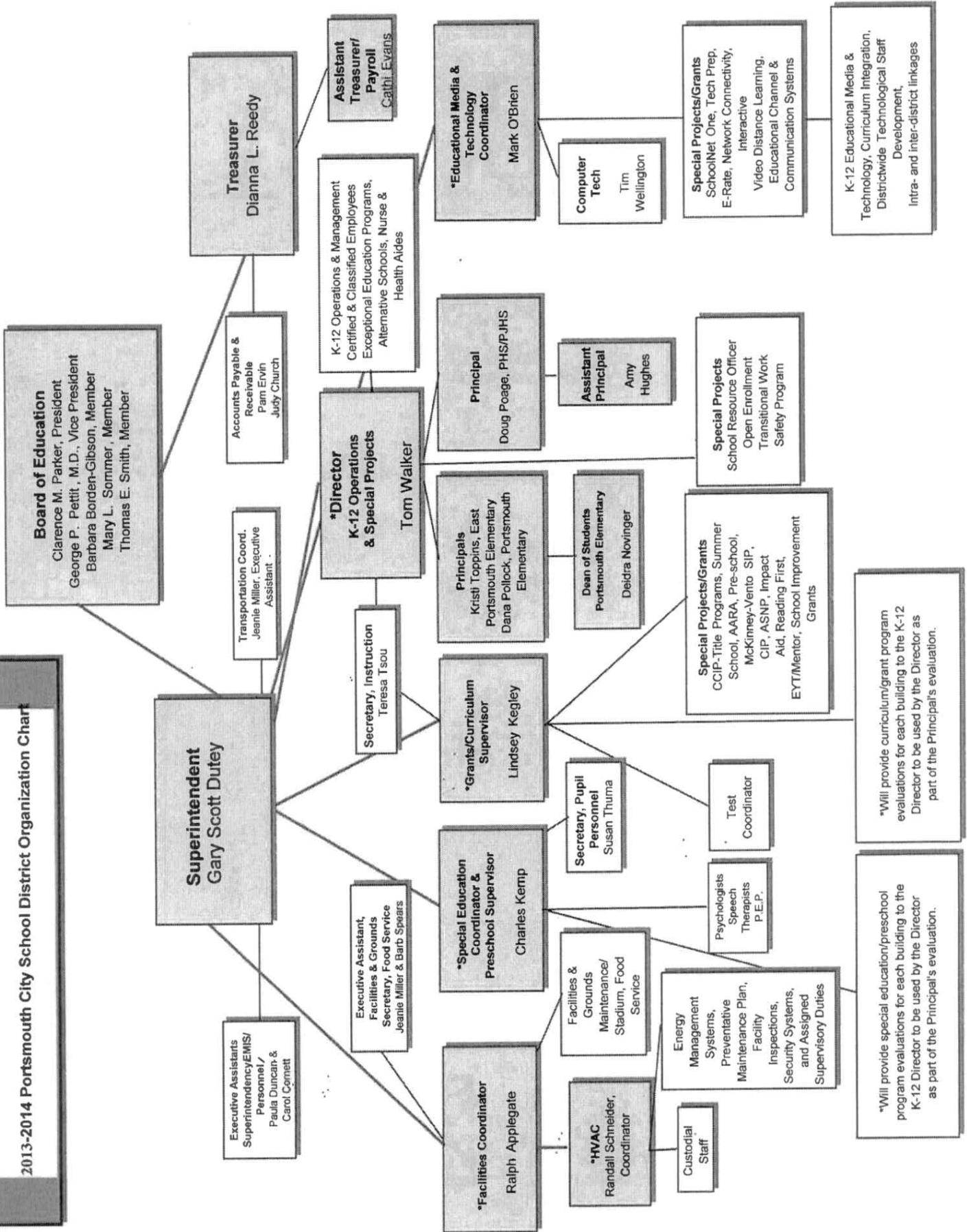
ELECTED OFFICIALS

President, Board of Education Mr. Clarence M. Parker
Vice President, Board of Education..... Dr. George P. Pettit
Board Member Mr. Thomas E. Smith
Board Member Mrs. Barbara Borden-Gibson
Board Member Mrs. Mary L. Sommer

ADMINISTRATIVE OFFICIALS

Superintendent.....Gary (Scott) Dutey
Treasurer..... Dianna L. Reedy
Facility Coordinator Ralph Applegate
Coordinator of State and Federal FundsLindsey Kegley
Director of Curriculum/Instruction.Lindsey Kegley
Director of Operations Thomas Walker
Coordinator of Educational Media/Technology Mark O'Brien
Assistant Treasurer..... Cathi Evans
Facilitator of Special NeedsCharles Kemp
Gifted Coordinator / CurriculumElizabeth Mounts
Safe Drug Free Coordinator..... Heather Johnson

2013-2014 Portsmouth City School District Organization Chart



*Will provide curriculum/grant program evaluations for each building to the K-12 Director to be used by the Director as part of the Principal's evaluation.

*Will provide special education/preschool program evaluations for each building to the K-12 Director to be used by the Director as part of the Principal's evaluation.

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FINANCIAL SECTION

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Independent Auditor's Report

Board of Education
Portsmouth City School District
724 Findlay Street
Portsmouth, Ohio 45662

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 Portsmouth City School District, Scioto County, Ohio (the School District), as of and for the year ended June 30, 2013, 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 the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Portsmouth City School District, Scioto County, Ohio, as of June 30, 2013, and the respective changes in financial position and the budgetary comparison for the General Fund thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 3 to the financial statements, during 2013, the School District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. We did not modify our opinions regarding these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 10 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2013 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.



Natalie Millhuff-Stang, CPA
President/Owner
Millhuff-Stang, CPA, Inc.

December 20, 2013

Portsmouth City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

The discussion and analysis of the Portsmouth City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2013. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, financial statements, and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

- In total, net position of governmental activities decreased \$2,835,922 from the prior fiscal year. This is primarily due to the discontinuation of the Education Jobs Grant and an increase in open enrollment expenses and current fiscal year depreciation of capital assets.
- General revenues accounted for \$22,327,183. Program specific revenues in the form of charges for services and sales, grants, contributions, and interest accounted for \$7,444,633. Total revenues for the School District were \$29,771,816.
- The School District had \$32,607,738 in expenses related to governmental activities; only \$7,444,633 of these expenses were offset by program specific charges for services and sales, grants, contributions, and interest. General revenues (primarily grants and entitlements and property taxes) of \$22,327,183 were not adequate to provide for these programs.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Portsmouth 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.

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

Reporting the School District as a Whole

One of the most important questions asked about the School District is "How did we do

Portsmouth City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

financially during fiscal year 2013?" The Statement of Net Position and the Statement of Activities, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current fiscal year's revenues and expenses regardless of when cash is received or paid.

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

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

- Governmental Activities – All of the School District's programs and services are reported here including instruction, support services, extracurricular activities, and food service operations.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page nine. 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 major funds, which are the General Fund and the Bond Retirement Debt Service Fund.

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

Portsmouth City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Fiduciary Funds - The School District's fiduciary funds are a private purpose trust fund and an agency fund. The School District's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. We exclude these activities from the School District's other financial statements because the School District cannot use these assets to finance its operations. The School District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. Fiduciary funds use the accrual basis of accounting.

The School District as a Whole

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

Table 1 provides a summary of the School District's net position for fiscal year 2013 and fiscal year 2012:

Table 1
Net Position

	2013	2012	Change
<u>Assets:</u>			
Current and Other Assets	\$12,851,050	\$14,833,222	(\$1,982,172)
Capital Assets, Net	55,886,878	57,124,851	(1,237,973)
<i>Total Assets</i>	<u>68,737,928</u>	<u>71,958,073</u>	<u>(3,220,145)</u>
<u>Deferred Outflows of Resources:</u>			
Deferred Charges on Refunding	433,112	491,546	(58,434)
<u>Liabilities:</u>			
Other Liabilities	2,708,041	2,598,870	109,171
Long-Term Liabilities	14,704,423	15,327,380	(622,957)
<i>Total Liabilities</i>	<u>17,412,464</u>	<u>17,926,250</u>	<u>(513,786)</u>
<u>Deferred Inflows of Resources:</u>			
Property Taxes	4,992,923	4,921,794	71,129
<u>Net Position:</u>			
Net Investment in Capital Assets	43,376,192	44,161,654	(785,462)
Restricted	4,263,779	4,747,385	(483,606)
Unrestricted	(874,318)	692,536	(1,566,854)
<i>Total Net Position</i>	<u>\$46,765,653</u>	<u>\$49,601,575</u>	<u>(\$2,835,922)</u>

Portsmouth City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Reclasses were made to the fiscal year 2012 amounts in Table 1 due to the implementation of GASB Statement No. 65. See Note 15.

Current and Other Assets decreased \$1,982,172 primarily due to a decrease in cash and cash equivalents. This decrease was primarily due to the discontinuation of the Education Jobs Grant. Another factor that reduced cash was an increase in open enrollment expenses due to students attending other school districts and/or community schools. Capital Assets, Net decreased \$1,237,973 which was due to current year depreciation exceeding current year additions.

Total Liabilities of the School District decreased \$513,786 which is primarily due to principal repayments on long-term debt.

The primary factor contributing to the decrease in Net Investment in Capital Assets from the prior fiscal year was that current year depreciation and asset disposals exceeded current year additions to capital assets. Restricted Net Position of the School District decreased \$483,606 when compared to the prior fiscal year. This decrease was primarily the result of revenues for the fiscal year, consisting of property taxes, homestead and rollback reimbursements, and interest, being less than the School District's annual debt payments.

Unrestricted Net Position of the School District decreased \$1,566,854 when compared to the prior fiscal year. This is related to an increase in open enrollment expenses and to the payment of expenses that were associated with Education Jobs Grant during fiscal year 2012 but were paid from unrestricted resources during fiscal year 2013.

Table 2 shows the changes in net position for fiscal years 2013 and 2012.

Table 2
Change in Net Position

	2013	2012	Increase/ (Decrease)
<u>Revenues:</u>			
Program Revenues:			
Charges for Services and Sales	\$1,074,052	\$1,512,808	(\$438,756)
Operating Grants, Contributions, and Interest	6,369,831	7,440,064	(1,070,233)
Capital Grants and Contributions	750	8,846	(8,096)
Total Program Revenues	7,444,633	8,961,718	(1,517,085)
General Revenues:			
Property Taxes	5,361,618	5,532,654	(171,036)
Grants and Entitlements not Restricted to Specific Programs	16,737,958	16,668,432	69,526
Contributions and Donations	13,553	16,055	(2,502)
Investment Earnings	20,862	17,287	3,575
Insurance Recoveries	72,261	0	72,261
Miscellaneous	120,931	47,249	73,682
Total General Revenues	22,327,183	22,281,677	45,506
Total Revenues	\$29,771,816	\$31,243,395	(\$1,471,579)

(continued)

Portsmouth City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Table 2
Change in Net Position
 (continued)

	2013	2012	Increase/ (Decrease)
<u>Program Expenses:</u>			
Instruction:			
Regular	\$14,007,162	\$13,977,856	\$29,306
Special	6,103,402	5,955,417	147,985
Vocational	340,318	441,078	(100,760)
Student Intervention Services	418,259	403,813	14,446
Support Services:			
Pupils	1,365,942	1,213,131	152,811
Instructional Staff	1,987,804	1,935,458	52,346
Board of Education	28,682	19,937	8,745
Administration	1,735,055	1,709,868	25,187
Fiscal	695,493	645,375	50,118
Business	107,601	98,227	9,374
Operation and Maintenance of Plant	2,608,690	2,672,950	(64,260)
Pupil Transportation	596,336	606,198	(9,862)
Central	41,843	23,704	18,139
Operation of Non-Instructional Services	1,509,415	1,558,422	(49,007)
Extracurricular Activities	375,081	352,078	23,003
Interest and Fiscal Charges	686,655	524,349	162,306
<i>Total Expenses</i>	<u>32,607,738</u>	<u>32,137,861</u>	<u>469,877</u>
Change in Net Position	(2,835,922)	(894,466)	(1,941,456)
<i>Net Position at Beginning of Year</i>	<u>49,601,575</u>	<u>50,496,041</u>	<u>(894,466)</u>
<i>Net Position at End of Year</i>	<u><u>\$46,765,653</u></u>	<u><u>\$49,601,575</u></u>	<u><u>(\$2,835,922)</u></u>

Program revenues, which are primarily represented by charges for tuition, fees, sales, and extracurricular activities, as well as restricted intergovernmental revenue were \$7,444,633 for fiscal year 2013. The most significant decrease in program revenues was in Operating Grants, Contributions, and Interest which resulted from the discontinuation of the Educational Jobs Grant.

As previously mentioned, general revenues were \$22,327,183 for fiscal year 2013. The majority of these revenues are in the form of Grants and Entitlements not Restricted to Specific Programs and Property Taxes. Total general revenues increased \$45,506, which is insignificant.

As should be expected, Instruction costs represent the largest of the School District's expenses for fiscal year 2013. Instruction expenses increased \$90,977 in fiscal year 2013 from fiscal year 2012, which is not significant. There was an increase in overall expenses of \$469,877, which was due to increases in various expense line items.

Portsmouth City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

The Statement of Activities shows the cost of program services and the charges for services and sales and grants and contributions, including interest, offsetting those services. The dependence upon tax revenues and unrestricted State entitlements for governmental activities was slightly more in fiscal year 2013 as program revenues provided less towards program costs. Only a few of the School District's programs receive a significant amount of program revenues to offset their costs. Regular Instruction, which represents expenses for general classroom instruction, receives a large amount of revenues to offset its costs. Another of these programs is Special Instruction which provides for its costs primarily in the form of operating grants restricted for special instruction. Another program which receives a large amount of revenues to offset costs is Operation of Non-Instructional Services. This is primarily due to cafeteria sales and State and federal subsidies and donated commodities for food service.

The School District's Funds

Information about the School District's major funds starts on page 14. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$29,868,484 and expenditures of \$32,119,584. The net change in fund balance for the fiscal year in the General Fund was a decrease of \$1,558,596 which was due to an increase in Regular Instruction expenditures related to increased open enrollment expenditures and to the payment of expenditures that were paid from the Education Jobs Grant Fund in the prior fiscal year.

The Bond Retirement Debt Service Fund balance decreased \$308,612. This was the result of revenues for the fiscal year, consisting of property taxes, homestead and rollback reimbursements, and interest, being less than the School District's annual debt payments.

General Fund - Budget Highlights

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

During the course of fiscal year 2013, the School District revised its budget as it attempted to deal with unexpected changes in revenues and expenditures.

A review of the budgetary comparison statement for the General Fund reflects a decrease of \$132,679 in revenues from the original budget to the final budget which is not significant. There was no difference in actual receipts from the final budget because the final amended certificate of estimated resources reflected actual revenue for the fiscal year-end in all funds.

Portsmouth City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

The total decrease in expenditures from the original to the final budget was \$82,054, which is not significant. There was no difference in actual expenditures made from the final budget because, prior to fiscal year-end, the School District passed a supplemental appropriation that reflected actual expenditures plus encumbrances for the fiscal year.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2013, the School District had \$55,886,878 invested in capital assets (net of accumulated depreciation). Additions to capital assets included a parcel of land related to the Athletic Complex project, educational equipment, and textbooks. Disposals for the fiscal year consisted of classroom equipment. For further information regarding the School District's capital assets, refer to Note 9 in the Notes to the Basic Financial Statements.

Debt

At June 30, 2013, the School District had \$13,107,836 in bonds and bond premiums outstanding, \$685,000 of which is due within one year. During fiscal year 2013, the School District entered into a capital lease liability in the amount of \$179,424 to finance copiers. At fiscal year-end, \$162,688 of the capital lease remained outstanding. For further information regarding the School District's long-term obligations, refer to Notes 14 and 15 in the Notes to the Basic Financial Statements.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Dianna Reedy, at Portsmouth City School District, 724 Findlay Street, Portsmouth, Ohio 45662, or e-mail at dianna.reedy@portsmouthtrojans.net.

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Portsmouth City School District
Statement of Net Position
June 30, 2013

	Governmental Activities
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	\$5,338,544
Accounts Receivable	3,293
Accrued Interest Receivable	3,481
Intergovernmental Receivable	727,284
Prepaid Items	32,420
Inventory Held for Resale	33,508
Materials and Supplies Inventory	14,789
Property Taxes Receivable	6,697,731
Capital Assets:	
Land, Paintings, and Construction in Progress	8,592,746
Depreciable Capital Assets, Net	47,294,132
<i>Total Assets</i>	68,737,928
<u>Deferred Outflows of Resources</u>	
Deferred Charges on Refunding	433,112
<u>Liabilities:</u>	
Accounts Payable	153,685
Accrued Wages and Benefits Payable	1,923,124
Intergovernmental Payable	560,672
Accrued Interest Payable	35,160
Matured Compensated Absences Payable	35,400
Long-Term Liabilities:	
Due Within One Year	1,018,390
Due in More Than One Year	13,686,033
<i>Total Liabilities</i>	17,412,464
<u>Deferred Inflows of Resources</u>	
Property Taxes	4,992,923
<u>Net Position:</u>	
Net Investment in Capital Assets	43,376,192
Restricted for:	
Debt Service	2,851,068
Capital Projects	49,707
School Facilities Maintenance	836,349
Food Service	56,879
Title I	161,373
Auxillary Services	100,833
Other Purposes	207,570
Unrestricted (Deficit)	(874,318)
<i>Total Net Position</i>	\$46,765,653

See accompanying notes to the basic financial statements

Portsmouth City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2013

	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Sales	Operating Grants, Contributions, and Interest	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
<u>Governmental Activities:</u>					
Instruction:					
Regular	\$14,007,162	\$718,223	\$7,660	\$0	(\$13,281,279)
Special	6,103,402	64,605	4,344,600	0	(1,694,197)
Vocational	340,318	0	82,272	0	(258,046)
Student Intervention Services	418,259	0	194,892	0	(223,367)
Support Services:					
Pupils	1,365,942	0	163,372	0	(1,202,570)
Instructional Staff	1,987,804	0	408,080	0	(1,579,724)
Board of Education	28,682	0	0	0	(28,682)
Administration	1,735,055	1,057	0	0	(1,733,998)
Fiscal	695,493	0	0	0	(695,493)
Business	107,601	0	0	0	(107,601)
Operation and Maintenance of Plant	2,608,690	38,264	0	0	(2,570,426)
Pupil Transportation	596,336	15,424	3,668	750	(576,494)
Central	41,843	2,757	0	0	(39,086)
Operation of Non-Instructional Services:					
Food Service Operations	1,300,826	129,369	890,506	0	(280,951)
Other	208,589	0	251,961	0	43,372
Extracurricular Activities	375,081	104,353	22,820	0	(247,908)
Interest and Fiscal Charges	686,655	0	0	0	(686,655)
Total Governmental Activities	\$32,607,738	\$1,074,052	\$6,369,831	\$750	(25,163,105)
<u>General Revenues:</u>					
Property Taxes Levied for:					
					4,167,324
					741,284
					453,010
Grants and Entitlements not Restricted to					
					16,737,958
					13,553
					20,862
					120,931
					72,261
Total General Revenues					22,327,183
Change in Net Position					(2,835,922)
Net Position at Beginning of Year					49,601,575
Net Position at End of Year					\$46,765,653

See accompanying notes to the basic financial statements

Portsmouth City School District

Balance Sheet

Governmental Funds

June 30, 2013

	General	Bond Retirement	Nonmajor Governmental Funds	Total Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$1,409,075	\$2,614,581	\$1,284,266	\$5,307,922
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	30,622	0	0	30,622
Receivables:				
Property Taxes	5,156,143	962,554	579,034	6,697,731
Accounts	3,293	0	0	3,293
Intergovernmental	107,845	0	619,439	727,284
Accrued Interest	3,481	0	0	3,481
Interfund	109,979	0	0	109,979
Prepaid Items	17,518	0	14,902	32,420
Materials and Supplies Inventory	11,477	0	3,312	14,789
Inventory Held for Resale	0	0	33,508	33,508
Total Assets	\$6,849,433	\$3,577,135	\$2,534,461	\$12,961,029
<u>Liabilities:</u>				
Accounts Payable	\$57,808	\$0	\$95,877	\$153,685
Accrued Wages and Benefits Payable	1,555,324	0	367,800	1,923,124
Intergovernmental Payable	463,445	0	97,227	560,672
Interfund Payable	0	0	109,979	109,979
Matured Compensated Absences Payable	35,400	0	0	35,400
Total Liabilities	2,111,977	0	670,883	2,782,860
<u>Deferred Inflows of Resources:</u>				
Property Taxes	3,801,869	690,907	500,147	4,992,923
Unavailable Revenue	1,042,900	207,870	460,936	1,711,706
Total Deferred Inflows of Resources	4,844,769	898,777	961,083	6,704,629
<u>Fund Balances:</u>				
Nonspendable	28,995	0	18,214	47,209
Restricted	30,622	2,678,358	1,067,857	3,776,837
Committed	702,063	0	75,704	777,767
Assigned	634,157	0	1,301	635,458
Unassigned (Deficit)	(1,503,150)	0	(260,581)	(1,763,731)
Total Fund Balances (Deficit)	(107,313)	2,678,358	902,495	3,473,540
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$6,849,433	\$3,577,135	\$2,534,461	\$12,961,029

See accompanying notes to the basic financial statements

Portsmouth City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 June 30, 2013*

Total Governmental Fund Balances \$3,473,540

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	7,583,999	
Paintings	53,043	
Construction in progress	955,704	
Depreciable capital assets	63,316,704	
Accumulated depreciation	<u>(16,022,572)</u>	
Total capital assets		55,886,878

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

Delinquent property taxes	1,283,140	
Intergovernmental	420,100	
Investment Earnings	1,168	
Accounts	<u>7,298</u>	
		1,711,706

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (35,160)

Deferred outflows of resources include deferred charges on refunding which do not provide current financial resources and, therefore are not reported in the funds. 433,112

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

General Obligation Bonds	(12,591,163)	
Bond Premiums	(516,673)	
Capital leases	(162,668)	
Compensated absences	<u>(1,433,919)</u>	
Total liabilities		<u>(14,704,423)</u>

Net Position of Governmental Activities \$46,765,653

See accompanying notes to the basic financial statements

Portsmouth City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2013

	General	Bond Retirement	Nonmajor Governmental Funds	Total Governmental Funds
<u>Revenues:</u>				
Property Taxes	\$4,120,391	\$728,109	\$528,082	\$5,376,582
Intergovernmental	18,821,221	142,964	4,272,140	23,236,325
Investment Earnings	22,266	0	96	22,362
Tuition and Fees	769,053	0	5,845	774,898
Extracurricular Activities	56,121	0	85,275	141,396
Rentals	25,176	0	0	25,176
Charges for Services	2,757	0	123,524	126,281
Contributions and Donations	8,776	0	35,757	44,533
Miscellaneous	116,055	0	4,876	120,931
Total Revenues	23,941,816	871,073	5,055,595	29,868,484
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	13,494,993	0	74,320	13,569,313
Special	3,785,520	0	1,949,373	5,734,893
Vocational	314,023	0	0	314,023
Student Intervention Services	172,259	0	189,591	361,850
Support Services:				
Pupils	1,155,627	0	143,469	1,299,096
Instructional Staff	1,328,301	0	416,572	1,744,873
Board of Education	28,682	0	0	28,682
Administration	1,398,652	0	144,169	1,542,821
Fiscal	576,699	33,532	63,903	674,134
Business	101,286	0	0	101,286
Operation and Maintenance of Plant	2,241,788	0	330,687	2,572,475
Pupil Transportation	515,050	0	0	515,050
Central	41,843	0	0	41,843
Operation of Non-Instructional Services:				
Food Service Operations	0	0	1,080,191	1,080,191
Other	1,098	0	267,052	268,150
Extracurricular Activities	271,124	0	100,691	371,815
Capital Outlay	179,424	0	500,045	679,469
Debt Service:				
Principal Retirement	67,755	710,000	0	777,755
Interest and Fiscal Charges	5,712	436,153	0	441,865
Total Expenditures	25,679,836	1,179,685	5,260,063	32,119,584
Excess of Revenues Under Expenditures	(\$1,738,020)	(\$308,612)	(\$204,468)	(\$2,251,100)

(continued)

Portsmouth City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2013
(continued)

	General	Bond Retirement	Nonmajor Governmental Funds	Total Governmental Funds
<u>Other Financing Sources:</u>				
Inception of Capital Leases	\$179,424	\$0	\$0	\$179,424
Insurance Recoveries	0	0	245,623	245,623
<i>Total Other Financing Sources</i>	<u>179,424</u>	<u>0</u>	<u>245,623</u>	<u>425,047</u>
Net Change in Fund Balances	(1,558,596)	(308,612)	41,155	(1,826,053)
Fund Balances at Beginning of Year	<u>1,451,283</u>	<u>2,986,970</u>	<u>861,340</u>	<u>5,299,593</u>
Fund Balances (Deficit) at End of Year	<u>(\$107,313)</u>	<u>\$2,678,358</u>	<u>\$902,495</u>	<u>\$3,473,540</u>

See accompanying notes to the basic financial statements

Portsmouth 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, 2013*

Net Change in Fund Balances - Total Governmental Funds (\$1,826,053)

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

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

Capital asset additions	956,050	
Depreciation expense	(1,981,662)	
Excess of depreciation over capital outlay expense		(1,025,612)

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

Insurance Recoveries	(173,362)	
Loss on disposal of capital assets	(38,999)	
		(212,361)

Because some revenues will not be collected for several months after the School District's fiscal year ends, they are not considered "available" revenues and are deferred in the governmental funds.

Delinquent property taxes	(14,964)	
Intergovernmental	(158,778)	
Investment Earnings	(1,488)	
Charges for Services	6,301	
		(168,929)

Some capital assets were financed through capital leases. In governmental funds, a capital lease arrangement is considered a source of financing, but in the Statement of Net Position, the lease obligation is reported as a liability.

(179,424)

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

Bond payments	710,000	
Capital lease payments	67,755	
		777,755

Amortization of bond premiums, bond discounts, deferred charges on the refunding of debt, accretion on bonds, as well as accrued interest payable on the bonds are not reported in the funds, but is allocated as an expense over the life of the debt in the Statement of Activities.

Accrued interest	(157,945)	
Amortization of bond premiums	72,931	
Amortization of deferred charges on refunding	(58,434)	
Accretion on bonds	(101,342)	
		(244,790)

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:

Grants Cancelled	(9,545)	
Decrease in compensated absences payable	53,037	
		43,492

43,492

Change in Net Position of Governmental Activities

(\$2,835,922)

See accompanying notes to the basic financial statements

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Portsmouth 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, 2013

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$4,035,500	\$4,125,697	\$4,125,697	\$0
Intergovernmental	18,855,472	18,821,221	18,821,221	0
Investment Earnings	20,000	21,015	21,015	0
Tuition and Fees	918,200	795,110	795,110	0
Rentals	25,000	5,651	5,651	0
Charges for Services	0	2,757	2,757	0
Contributions and Donations	5,500	4,455	4,455	0
Miscellaneous	61,375	12,462	12,462	0
<i>Total Revenues</i>	23,921,047	23,788,368	23,788,368	0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	13,366,895	13,312,544	13,312,544	0
Special	3,625,314	3,677,035	3,677,035	0
Vocational	415,860	307,199	307,199	0
Student Intervention Services	169,379	168,401	168,401	0
Support Services:				
Pupils	1,075,367	1,141,522	1,141,522	0
Instructional Staff	1,357,240	1,298,153	1,298,153	0
Board of Education	1,917	28,652	28,652	0
Administration	1,401,627	1,388,307	1,388,307	0
Fiscal	500,936	561,973	561,973	0
Business	48,895	52,251	52,251	0
Operation and Maintenance of Plant	2,365,328	2,288,000	2,288,000	0
Pupil Transportation	532,003	505,662	505,662	0
Central	32,070	44,537	44,537	0
Operation of Non-Instructional Services:				
Other	27	1,098	1,098	0
Extracurricular Activities	215,538	251,008	251,008	0
<i>Total Expenditures</i>	25,108,396	25,026,342	25,026,342	0
Excess of Revenues Under Expenditures	(\$1,187,349)	(\$1,237,974)	(\$1,237,974)	\$0

(continued)

Portsmouth 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, 2013
(continued)

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
<u>Other Financing Sources (Uses):</u>				
Proceeds from Sale of Capital Assets	\$500	\$0	\$0	\$0
Refund of Prior Year Expenditures	10,000	269	269	0
Transfers In	150,000	0	0	0
Transfers Out	(250,000)	(233,413)	(233,413)	0
Advances In	146,000	142,841	142,833	(8)
Advances Out	(120,008)	(109,987)	(109,979)	8
Refund of Prior Year Receipts	0	(19,254)	(19,254)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(63,508)</u>	<u>(219,544)</u>	<u>(219,544)</u>	<u>0</u>
Net Change in Fund Balance	(1,250,857)	(1,457,518)	(1,457,518)	0
Fund Balance at Beginning of Year - Restated (See Note 5)	1,967,738	1,967,738	1,967,738	0
Prior Year Encumbrances Appropriated	<u>84,768</u>	<u>84,768</u>	<u>84,768</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$801,649</u></u>	<u><u>\$594,988</u></u>	<u><u>\$594,988</u></u>	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements

Portsmouth City School District
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2013

	Private Purpose Trust	Agency
<u>Assets:</u>		
Equity in Pooled Cash and Cash Equivalents	\$1,401	\$4,885
<u>Liabilities:</u>		
Undistributed Monies	\$0	\$4,885
Net Position:		
Held in Trust for Scholarships	\$1,401	

See accompanying notes to the basic financial statements

Portsmouth City School District
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Fiscal Year Ended June 30, 2013

	Private Purpose Trust
	Scholarships
<u>Additions:</u>	
Gifts and Donations	\$1,053
<u>Deductions:</u>	
Scholarships	1,500
<i>Change in Net Position</i>	(447)
<i>Net Position at Beginning of Year</i>	1,848
<i>Net Position at End of Year</i>	\$1,401

See accompanying notes to the basic financial statements

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 1 – Description of the School District and Reporting Entity

Portsmouth 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 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 federal guidelines.

The School District serves an area of approximately 16 square miles. It is located in Scioto County and includes portions of Porter and Vernon Townships. It is staffed by 82 non-certificated employees, 155 certificated full-time personnel and 14 administrative employees who provide services to 1,943 students and other community members. The School District currently operates three instructional buildings and one administration building.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure the financial statements are not misleading. The School District consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For Portsmouth 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, and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the School District. The School District has no component units.

The following activities are included within the reporting entity:

Parochial Schools - Within the School District boundaries, Notre Dame Elementary and Notre Dame High School are operated as private schools. Current State legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the School District, as directed by the parochial schools. This activity is reflected in a nonmajor special revenue fund for financial reporting purposes.

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

The School District participates in three jointly governed organizations and one insurance purchasing pool. These organizations are presented in Note 17 to the basic financial statements. These organizations are:

Jointly Governed Organizations:

South Central Ohio Computer Association Council of Governments
Scioto County Career Technical Center
Coalition of Rural and Appalachian Schools

Insurance Purchasing Pool:

Ohio SchoolComp Group Retrospective Rating Program

Note 2 – Summary of Significant Accounting Policies

The financial statements of the Portsmouth 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 standards-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described below.

Basis of Presentation

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

Government-wide Financial Statements

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

Fund Financial Statements

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

Fund Accounting

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

Governmental Funds

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

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Bond Retirement Debt Service Fund – The Bond Retirement Fund accounts for and reports property taxes restricted for the payment of general obligation bond principal and interest.

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

Fiduciary Funds

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

Measurement Focus

Government-wide Financial Statements

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

Fund Financial Statements

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

The private purpose trust fund is reported using the flow of economic resources measurement focus.

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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 funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows / outflows of resources, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. “Measurable” means that the amount of the transaction can be determined, and “available” means that the resources are collectible within the current fiscal year, or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, “available” means expected to be received within 60 days of fiscal year-end.

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

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

Deferred Outflows/Inflows of Resources:

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. 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 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 life of the refunded or refunding debt.

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2013, but which were levied to finance fiscal year 2014 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District, unavailable revenue includes delinquent property taxes, interest, charges for services, and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

Expenses/Expenditures

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

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

Cash and Cash Equivalents

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

During fiscal year 2013, the School District's investments were limited to Federal Farm Credit Bank Corporation Bonds, Federal Home Loan Bank Bonds, Federal National Mortgage Association Bonds, Federal Home Loan Bank Discount Notes, and negotiable certificates of deposit. Investments are reported at fair value which is based on quoted market prices.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of investment earnings. Interest credited to the General Fund during fiscal year 2013 amounted to \$22,266, which includes \$12,367 assigned from other School District funds.

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Restricted Assets

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

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "Interfund Receivable/Payable". Interfund balances are eliminated on the Statement of Net Position.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2013, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the fiscal year in which services are consumed.

Inventory

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

Capital Assets

All capital assets of the School District are general capital assets that are associated with 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.

Capital assets are capitalized at cost (or estimated historical cost, which is determined by indexing the current replacement cost back to the year of acquisition) and updated for additions and retirements during the fiscal year. Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of \$1,000. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	5 - 10 years
Buildings and Improvements	50 years
Furniture, Fixtures, and Equipment	3 - 20 years
Vehicles	8 years
Textbooks	5 - 20 years

Compensated Absences

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

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent it is probable that benefits will result in termination payments. The liability is an estimate based on the School District's past experience of making termination payments.

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

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditures to the extent that 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.

Accrued Liabilities and Long-Term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the governmental funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. Bonds and capital leases that will be paid from governmental funds are recognized as an expenditure and liability in the governmental fund financial statements when due.

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Fund Balance

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

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

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

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

Assigned - Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by the Board of Education. In the general fund, assigned amounts represent intended uses established by the Board of Education or a School District official delegated that authority by resolution or by State Statute. The future appropriation amount assigned in the General Fund represents fiscal year 2014 appropriations that exceed estimated resources. State Statute authorizes the Treasurer to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. Assigned amounts in the General Fund also include amounts for employee benefits, amounts to be assigned by principals for extracurricular activities, and amounts assigned for staff development.

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

Net Position

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

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

Internal Activity

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

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

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

Budgetary Process

All funds, other than the agency fund, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, all of 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 has been established by the Board of Education at the fund level. The Treasurer has been authorized to allocate appropriations to the function and object level without resolution by the Board of Education.

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

The certificate of estimated resources may be amended during the fiscal year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. Before fiscal year-end, the School District requested and received an amended certificate of estimated resources that reflected actual revenue for the fiscal year-end in all funds.

The appropriations resolution is subject to amendment by the Board throughout the fiscal year with the restriction that appropriations may not exceed estimated revenues. The amounts reported as the original budgeted amounts in the budgetary statements reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior fiscal years. Prior to fiscal year-end, the School District passed a supplemental appropriation that reflected actual expenditures plus encumbrances for the fiscal year.

Bond Premiums and Compounded Interest on Capital Appreciation Bonds

For governmental activities, bond premiums are deferred and amortized over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Capital appreciation bonds are accreted each fiscal year for the compounded interest accrued during the fiscal year. Bond premiums and the compounded interest on the capital appreciation bonds are presented as an addition to the face amount of the bonds payable.

On the governmental fund financial statements, bond premiums are recognized in the period in which the bonds were issued. Accretion on the capital appreciation bonds is not reported. Interest on the capital appreciation bonds is recorded as an expenditure when the debt becomes due.

Deferred Charge on Refunding

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This deferred amount is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, using the effective interest method and is presented as deferred outflows of resources on the Statement of Net Position.

Estimates

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 3 – Changes in Accounting Principles

For fiscal year 2013, the School District has implemented Governmental Accounting Standard Board (GASB) Statement No. 60, "Accounting and Financial Reporting for Service Concession Arrangements," Statement No. 61, "Financial Reporting Entity: Omnibus," Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989, FASB and AICPA Pronouncements," Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position," Statement No. 65, "Items Previously Reported as Assets and Liabilities," and Statement No. 66, "Technical Corrections-2012-an amendment of GASB Statements No. 10 and No. 62."

GASB Statement No. 60 improves financial reporting by addressing issues related to service concession arrangements, which are a type of public-private or public-public partnership. The implementation of this statement did not result in any change in the School District's financial statements.

GASB Statement No. 61 modifies existing requirements for the assessment of potential component units in determining what should be included in the financial reporting entity, and financial reporting entity display and disclosure requirements. These changes were incorporated in the School District's fiscal year 2013 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 62 incorporates into GASB's authoritative literature certain FASB and AICPA pronouncements issued on or before November 30, 1989. The implementation of this statement did not result in any change in the School District's financial statements.

GASB Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related note disclosures. These changes were incorporated in the School District's fiscal year 2013 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 65 properly classifies certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or recognizes certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues). These changes were incorporated in the School District's fiscal year 2013 financial statements; however, there was no effect on beginning net position and/or fund balance.

GASB Statement No. 66 resolves conflicting accounting and financial reporting guidance that could diminish the consistency of financial reporting and thereby enhance the usefulness of the financial reports. The implementation of this statement did not result in any change in the School District's financial statements.

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 4 – Accountability

At June 30, 2013, the following funds had a deficit fund balance:

<u>Funds</u>	<u>Amounts</u>
General Fund	\$107,313
Special Revenue:	
District Managed Student Activities	11,434
Early Childhood Preschool	20,203
IDEA-B	67,280
Title I School Improvement, Sub A	5,254
Title I	72,429
Early Childhood Special Education	2,266
Title II-A	48,797
Miscellaneous Federal Grants	2,919
Capital Projects:	
Permanent Improvement Fund	15,097

The deficits in all other fund balances were due to accruals in GAAP. The General Fund deficit balance exists because sufficient revenues have not been generated to cover expenditures along with accruals associated with GAAP reporting. The General Fund is liable for any deficit in these funds and will provide transfers when cash is required not when accruals occur.

Note 5 – Budgetary Basis of Accounting

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

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

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

5. Investments are recorded at fair value (GAAP basis) rather than cost (budget basis).
6. Budgetary revenues and expenditures of the Uniform School Supplies, Rotary, Public School Support, Print Shop, Faculty/Memorial Fund, and Severance Special Revenue Funds are classified to the General Fund for GAAP reporting.

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

Net Change in Fund Balance	
GAAP Basis	(\$1,558,596)
Adjustments:	
Revenue Accruals	159,156
Expenditure Accruals	380,247
Inception of Capital Lease	(179,424)
Encumbrances	(20,059)
Advances (Net)	32,854
Transfers	(233,413)
Increase in Fair Value of Investments - 2012	2,612
Increase in Fair Value of Investments - 2013	(1,793)
Excess of revenues under expenditures for the Uniform School Supplies Fund	33
Excess of revenues under expenditures for the Rotary Fund	230
Excess of revenues over expenditures for the Public School Support Fund	(3,113)
Excess of revenues over expenditures for the Print Shop Fund	(1,873)
Excess of revenues under expenditures for the Faculty/Memorial Fund	148
Change in Fund Balance for the Severance Fund	(34,527)
Budget Basis	(\$1,457,518)

The beginning balance of the Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis) was restated from \$2,751,497 to \$1,967,378 due to certain funds that were included with the General Fund on a budgetary basis in fiscal year 2012 but were excluded from the General in fiscal year 2013. The funds are included on a GAAP basis for reporting purposes.

Note 6 – Deposits and Investments

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

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

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

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

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

1. United States Treasury bills, bonds, notes, 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;
4. Bonds and other obligations of the State of Ohio or Ohio Local Governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) above;
7. The State Treasurer's investment pool (STAROhio); and
8. Commercial paper and bankers acceptances if training requirements have been met.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Investments: As of June 30, 2013, the School District had the following investments:

	Fair Value	Investment Maturities (in Years)		S&P Rating	Percent of Total Investments
		Less than 1	1 - 4		
Federal Farm Credit Bank Corporation Bonds	\$100,014	\$100,014	\$0	AA+	3.50%
Federal Home Loan Bank Bonds	239,611	0	80,057	AA+	8.38%
Federal National Mortgage Association Bonds	158,540	0	318,094	AA+	5.55%
Federal Home Loan Bank Discount Notes	704,996	704,996	0	A-1+	24.67%
Negotiable Certificates of Deposit	1,655,089	996,230	658,859	N/A	57.90%
Totals	<u>\$2,858,250</u>	<u>\$1,801,240</u>	<u>\$1,057,010</u>		<u>100.00%</u>

Interest Rate Risk

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

Credit Risk

The School District’s investment policy limits investments to those authorized by State statute which restricts investments to those that are highly rated or issued by United States Government sponsored enterprises.

Concentration of Credit Risk

The School District’s investment policy places no limit on the amount it may invest in any one issuer. The percentage that each investment represents of the total investments is listed in the table above.

Note 7 – Property Taxes

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Property taxes include amounts levied against all real and public utility property located in the School District. Real property tax revenue received in calendar year 2013 represents collections of calendar year 2012 taxes. Real property taxes received in calendar year 2013 were levied after April 1, 2012, on the assessed value listed as of January 1, 2012, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2013 represents collections of calendar year 2012 taxes. Public utility real and tangible personal property taxes received in calendar year 2013 became a lien December 31, 2011, were levied after April 1, 2012 and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Scioto 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, 2013, are available to finance fiscal year 2013 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property and public utility property taxes that are measurable as of June 30, 2013 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows of resources - property taxes.

The amount available as an advance at June 30, 2013, was \$421,668 and is recognized as revenue: \$319,840 in the General Fund, \$63,777 in the Bond Retirement Debt Service Fund and \$38,051 in the Nonmajor Governmental Funds. The amount available as an advance at June 30, 2012, was \$428,960 and is recognized as revenue: \$325,146 in the General Fund, \$65,029 in the Bond Retirement Debt Service Fund and \$38,785 in the Nonmajor Governmental Funds.

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

The assessed values upon which fiscal year 2013 taxes were collected are:

	2012 Second- Half Collections		2013 First- Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$219,363,180	94.15%	\$216,280,540	93.64%
Public Utility Personal	13,634,070	5.85%	14,688,050	6.36%
Total Assessed Value	<u>\$232,997,250</u>	<u>100.00%</u>	<u>\$230,968,590</u>	<u>100.00%</u>
 Tax rate per \$1,000 of assessed valuation	 \$39.03		 \$39.03	

Note 8 – Receivables

Receivables at June 30, 2013, consisted of property taxes, accounts, intergovernmental grants, accrued interest, and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables except for delinquent property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

	<u>Amount</u>
<u>Governmental Activities:</u>	
Early Childhood Preschool	\$16,754
IDEA-B	85,967
Title I School Improvement, Sub A	18,564
Title I	433,141
Early Childhood Special Education	2,127
Title II-A	45,161
Title VI-B, Rural and Low-Income	17,725
Charges for Services for Providing Transportation	7,298
Charges for Services From Rental of Modular Building	19,525
Reimbursement from other governments	81,022
Total Intergovernmental Receivable	<u>\$727,284</u>

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Note 9 – Capital Assets

Capital assets activity for the fiscal year ended June 30, 2013, was as follows:

	Balance at 6/30/12	Additions	Deductions	Balance at 6/30/13
<u>Governmental Activities:</u>				
Capital Assets Not Being Depreciated:				
Land	\$7,547,801	\$36,198	\$0	\$7,583,999
Paintings	53,043	0	0	53,043
Construction in Progress	329,212	626,492	0	955,704
Total Capital Assets Not Being Depreciated	<u>7,930,056</u>	<u>662,690</u>	<u>0</u>	<u>8,592,746</u>
Capital Assets Being Depreciated:				
Land Improvements	4,656,096	0	0	4,656,096
Buildings and Improvements	52,001,901	0	(256,832)	51,745,069
Furniture, Fixtures, and Equipment	3,697,945	218,589	(870,559)	3,045,975
Vehicles	801,152	0	0	801,152
Textbooks	2,993,641	74,771	0	3,068,412
Total Capital Assets Being Depreciated	<u>64,150,735</u>	<u>293,360</u>	<u>(1,127,391)</u>	<u>63,316,704</u>
Less Accumulated Depreciation:				
Land Improvements	(1,288,759)	(232,805)	0	(1,521,564)
Buildings and Improvements	(8,021,672)	(1,395,280)	83,470	(9,333,482)
Furniture, Fixtures, and Equipment	(2,654,193)	(224,129)	831,560	(2,046,762)
Vehicles	(695,671)	(29,169)	0	(724,840)
Textbooks	(2,295,645)	(100,279)	0	(2,395,924)
Total Accumulated Depreciation	<u>(14,955,940)</u>	<u>(1,981,662) *</u>	<u>915,030</u>	<u>(16,022,572)</u>
Total Capital Assets Being Depreciated, Net	<u>49,194,795</u>	<u>(1,688,302)</u>	<u>(212,361)</u>	<u>47,294,132</u>
Governmental Activities Capital Assets, Net	<u>\$57,124,851</u>	<u>(\$1,025,612)</u>	<u>(\$212,361)</u>	<u>\$55,886,878</u>

Portsmouth City School District
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For the Fiscal Year Ended June 30, 2013

*Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$555,806
Special	400,561
Vocational	40,453
Student Intervention Services	56,409
Support Services:	
Pupils	72,664
Instructional Staff	223,820
Administration	176,013
Fiscal	26,215
Business	552
Operation and Maintenance of Plant	178,325
Pupil Transportation	78,354
Operation of Non-Instructional Services:	
Food Service Operations	161,689
Other	7,535
Extracurricular Activities	3,266
Total Depreciation Expense	<u><u>\$1,981,662</u></u>

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. The School District contracts with School Insurance Consultants, LLC (SIC) for insurance consulting services. The premium for this service is \$2.00 per student, subject to a \$3,500 minimum fee. The School District also pays to the awarded insurance agency an insurance premium that is based on types of coverage, limits of coverage, and deductibles that it selects. For the fiscal year, the School District contracted with Ohio Casualty for liability, property, inland marine, and automobile liability insurance coverage.

Coverage provided by the Hunter-Williams Insurance Agency is as follows:

Portsmouth City School District
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For the Fiscal Year Ended June 30, 2013

Building and Contents (including Boiler and Machinery and Inland Marine) - replacement cost (\$1,000 deductible)	\$69,289,619
Auto Liability:	
Liability - Any Auto	1,000,000
Medical Payments	5,000
Uninsured/Underinsured Motorists Coverage	1,000,000
Comprehensive - All (\$500 deductible)	Actual Cash Value
Collision - All (\$500 deductible)	Actual Cash Value
Hired Car Physical Damage	75,000
Comprehensive	Actual Cash Value
Collision	Actual Cash Value
General Liability:	
Each Occurrence Limit	1,000,000
Damage to Premises Rented - Limit	300,000
Medical Expense Limit (any one person)	15,000
Personal and Advertising Injury - Each Offense Limit	1,000,000
General Aggregate Limit	2,000,000
Products - Completed Operations Aggregate Limit	2,000,000
Excess Liability:	
Liability Limit - Each Accident	4,000,000
Liability Policy Aggregate	4,000,000

Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There were increases in insurance coverage in buildings and contents, liability limit for each accident, and liability policy aggregate. There were no significant reductions in coverage from the prior fiscal year.

Workers' Compensation

For fiscal year 2013, the School District participated in the Ohio SchoolComp Group Retrospective Rating Program (GRRP), an insurance purchasing pool (See Note 17). The intent of the GRRP is to reward participants that are able to keep their claims costs below a predetermined amount. As part of the GRRP, school districts join together as a group. Each school district continues to pay its own individual premium to the State. However, each school district has the opportunity to receive retrospective premium adjustments (refunds or assessments) at 12, 24, and 36 months after the end of the policy year. At the end of each policy year, the Bureau of Workers' Compensation (BWC) will take a snap-shot of the incurred claims losses (indemnity, medical, and reserves) for the entire group and calculate the group's retrospective premium. If the retrospective premium that is calculated is less than the group's total standard premium, the participants will receive a refund. However, if the retrospective premium is greater than the group's total standard premium, an assessment will be levied by BWC. Each group limits the maximum assessment by selecting a premium cap between five percent and 100 percent of merit rated premium. Participation in the GRRP is limited to school districts that can meet the GRRP's selection criteria. The firm of CompManagement, Inc. provides administrative, cost control, and actuarial services to the GRRP.

Note 11 – Defined Benefit Pension Plans

School Employees Retirement System

Plan Description – The School District participates in the School Employees Retirement System (SERS), a cost-sharing multiple-employer defined benefit pension plan. 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 and required supplementary information. That report can be obtained by visiting the SERS website at www.ohsers.org under Employers/Audit Resources.

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, 2013, the allocation to pension and death benefits was 13.10 percent. The remaining 0.90 percent of the 14 percent employer contribution rate is allocated to the Medicare B and Health Care funds. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2013, 2012, and 2011 were \$337,109, \$349,000 and \$318,060, respectively. The full amount has been contributed for fiscal years 2013, 2012, and 2011.

State Teachers Retirement System of Ohio

Plan Description – The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that can be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio Web site at www.strsoh.org.

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. 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.

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The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50. Benefits are established by Ohio Revised Code Chapter 3307.

A DB or Combined Plan member with five or more years of credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor 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 - Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon the recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The statutory maximum employee contribution rate will be increased one percent each year beginning July 1, 2013, until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2013, plan members were required to contribute 10 percent of their annual covered salary. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2013, 2012, and 2011 were \$1,328,266, \$1,224,760, and \$1,316,529, respectively. For fiscal year 2013, 83.92 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

Contributions made to STRS Ohio for the DC Plan and for fiscal year 2013 were \$1,260 made by the School District and \$900 made by the plan members. In addition, School District and member contributions of \$32,111 and \$22,936, respectively, were made during fiscal year 2013 for the defined contribution portion of the Combined Plan.

Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2013, four members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages paid.

Note 12 – Postemployment Benefits

School Employees Retirement System

Plan Description – The School District participates in two cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligation to contribute are established by SERS based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For fiscal year 2013, 0.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for fiscal year 2013, this amount was \$20,525. During fiscal year 2013, the School District paid \$43,286 in surcharge.

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The School District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011, were \$47,403, \$54,194, and \$57,843, respectively. The full amount has been contributed for fiscal years 2013, 2012, and 2011.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2013, this actuarially required allocation was 0.74 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2013, 2012, and 2011 were \$19,043, \$20,610, and \$20,468, respectively. The full amount has been contributed for fiscal years 2013, 2012, and 2011.

Portsmouth City School District
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State Teachers Retirement System of Ohio

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

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2013, STRS Ohio allocated employer contributions equal to one percent of covered payroll to post-employment health care. The School District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$102,174, \$94,212, and \$101,271, respectively. For fiscal year 2013, 83.92 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

Note 13 – Employee Benefits

Compensated Absences

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

Teachers earn sick leave at the rate of one and one-half days per month from September to June. Administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 240 days for teachers and 224 days for classified employees. Administrators can accumulate a maximum of the number of contract days plus 15. Upon retirement, payment is made for one-fourth of accrued, but unused sick leave credit to a maximum of 57 days for teachers and 56 days for classified employees. Administrators are paid for one-fourth of accrued, but unused sick leave with no maximum.

Portsmouth City School District
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Insurance

The School District provides medical insurance to all employees through Anthem. Certified employees are provided with life, dental and vision insurance through Guardian. Classified employees are provided with life, dental, and vision insurance through the Health Care Plan of AFSCME Local 2684. All employees are provided prescription drug coverage through the Health Care Plan of AFSCME Local 2684. Certified employees pay 11 percent of healthcare premiums. Classified employees pay five and a half percent of healthcare premiums.

Deferred Compensation

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

Note 14 – Leases – Lessee Disclosure

During fiscal year 2013, the School District entered into a new capitalized lease for copiers as well as retiring an old copier lease. Capital lease payments have been reclassified and are reflected as debt service expenditures in the basic financial statements for the governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis.

The copiers acquired by lease were capitalized in the amount of \$179,424, which is equal to the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded on the Statement of Net Position for governmental activities. Principal payments in fiscal year 2013 on both old and new leases totaled \$67,755 and were paid from the General Fund.

The assets acquired through the capital lease as of June 30, 2013, are as follows:

	<u>Asset Value</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
Asset:			
Furniture, Fixtures, and Equipment	<u>\$179,424</u>	<u>(\$22,428)</u>	<u>\$156,996</u>

Portsmouth City School District
Notes to the Basic Financial Statements
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The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of June 30, 2013:

Fiscal Year Ending June 30,	Total Payments
2014	\$50,546
2015	50,546
2016	50,546
2017	29,485
Total Outstanding Lease Liability	181,123
Less: Amount Representing Interest	(18,455)
Present Value of Net Minimum Lease Payments	\$162,668

During the current fiscal year and In prior fiscal years, the School District entered into noncancelable operating leases for the use of a stadium, postage machines, and a copier. Operating lease payments are reported as function expenditures in governmental funds and on budgetary statements. Total operating lease payments in fiscal year 2013 totaled \$17,413 in the General Fund.

The following is a schedule of the future minimum operating lease payments:

Fiscal Year Ending June 30,	Total Payments
2014	\$16,204
2015	16,204
2016	16,204
2017	16,204
2018	11,551
2019 - 2023	50,000
2024 - 2028	50,000
2029 - 2033	50,000
2034 - 2038	47,500
Total	\$273,867

Portsmouth City School District
Notes to the Basic Financial Statements
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Note 15 – Long-Term Obligations

The changes in the School District’s long-term obligations during fiscal year 2013 were as follows:

	Principal Outstanding 6/30/12	Additions	Deductions	Principal Outstanding 6/30/13	Due Within One Year
<u>Governmental Activities:</u>					
General Obligation Bonds:					
2002 Classroom Facilities:					
Serial Bonds 3.0 to 5.0%	\$590,000	\$0	\$590,000	\$0	\$0
2007 School Improvement					
Refunding Bonds:					
Serial Bonds 3.6 to 4.0%	9,120,000	0	75,000	9,045,000	0
Term Bonds 3.73%	325,000	0	0	325,000	0
Capital Appreciation					
Bonds 24.46%	75,000	0	0	75,000	0
Accretion on Capital					
Appreciation Bonds	206,408	72,079	0	278,487	0
Premium on Debt Issue	427,513	0	34,792	392,721	0
2012 Various Purpose School					
Improvement Refunding Bonds:					
Serial Bonds 1.5 to 2.0%	2,750,000	0	45,000	2,705,000	685,000
Capital Appreciation					
Bonds 20.65%	114,457	0	0	114,457	0
Accretion on Capital					
Appreciation Bonds	18,956	29,263	0	48,219	0
Premium on Debt Issue	162,091	0	38,139	123,952	0
Total General Obligation Bonds	13,789,425	101,342	782,931	13,107,836	685,000
Capital Leases	50,999	179,424	67,755	162,668	41,956
Compensated Absences	1,486,956	329,155	382,192	1,433,919	291,434
Total Governmental Activities					
Long-Term Obligations	<u>\$15,327,380</u>	<u>\$609,921</u>	<u>\$1,232,878</u>	<u>\$14,704,423</u>	<u>\$1,018,390</u>

The beginning total balance of long-term obligations was different from the ending total balance in fiscal year 2012 due to the implementation of GASB *Statement No. 65*. The loss on refunding reported in fiscal year 2012 as a reduction of long-term obligations was reported as deferred outflows on the Statement of Net Position in fiscal year 2013.

2002 Classroom Facilities General Obligation Bonds - On April 30, 2002, the School District issued \$17,070,000 in voted general obligation bonds for the purpose of constructing new classroom facilities. The bonds were issued for a 23 year period with final maturity in December 2024. The bonds will be retired from the Bond Retirement Fund. During fiscal year 2007, \$9,800,000 of these serial bonds were refunded. During fiscal year 2012, \$2,865,000 of these serial bonds were refunded.

Portsmouth City School District
Notes to the Basic Financial Statements
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The serial bonds of the 2002 Classroom Facilities General Obligation Bonds were retired during fiscal year 2013.

2007 School Improvement Refunding Bonds - On October 11, 2006, the School District issued \$9,800,000 in general obligation bonds for the purpose of advance refunding a portion of the 2002 Classroom Facilities General Obligation Serial Bonds.

The serial bonds of the 2007 School Improvement General Obligation Refunding Bonds, issued at \$9,400,000 with maturity dates of December 1, 2007, to December 1, 2012, and December 1, 2018, to December 1, 2024, are subject to optional redemption, in whole or in part on any date in any order of maturity and by lot within a maturity at the option of the issuer on or after December 1, 2016, at the redemption price of 100 percent.

The capital appreciation bonds of the 2007 School Improvement General Obligation Refunding Bonds, issued at \$75,000, are not subject to prior redemption. The capital appreciation bonds will mature in fiscal year 2018 in the amount of \$980,000. Accretion on the capital appreciation bonds for fiscal year 2013 was \$72,079.

The term bonds of the 2007 School Improvement General Obligation Refunding Bonds, issued at \$325,000, will mature on December 1, 2017.

2012 Various Purpose School Improvement Refunding Bonds - On September 14, 2011, the School District issued \$2,864,457 in general obligation bonds for the purpose of advance refunding a portion of the 2002 Classroom Facilities General Obligation Serial Bonds.

The serial bonds of the 2012 Various Purpose School Improvement General Obligation Refunding Bonds, issued at \$2,750,000 with maturity dates of December 1, 2012, to December 1, 2016, are not subject to redemption prior to maturity.

The capital appreciation bonds of the 2012 Various Purpose School Improvement General Obligation Refunding Bonds, issued at \$114,457, are not subject to redemption prior to maturity. The capital appreciation bonds will mature in fiscal year 2016 in the amount of \$260,000. Accretion on the capital appreciation bonds for fiscal year 2013 was \$29,263.

The bonds will be retired from the Bond Retirement Debt Service Fund.

Compensated absences will be paid from the General Fund.

The School District's overall legal debt margin was \$11,201,074 with an unvoted debt margin of \$230,969 at June 30, 2013.

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2013, are as follows:

Fiscal Year Ending June 30,	Serial/Term Bonds Principal	Serial/Term Bonds Interest	Capital Appreciation Principal	Capital Appreciation Interest	Total
2014	\$685,000	\$415,288	\$0	\$0	\$1,100,288
2015	710,000	401,725	0	0	1,111,725
2016	500,000	388,100	114,457	145,543	1,148,100
2017	1,135,000	371,600	0	0	1,506,600
2018	0	361,800	75,000	905,000	1,341,800
2019-2023	6,115,000	1,232,700	0	0	7,347,700
2024-2025	2,930,000	118,400	0	0	3,048,400
Total	<u>\$12,075,000</u>	<u>\$3,289,613</u>	<u>\$189,457</u>	<u>\$1,050,543</u>	<u>\$16,604,613</u>

Note 16 – Interfund Activity

As of June 30, 2013, interfund receivables and payables that resulted from various interfund transactions were as follows:

	Receivable
	General
Payable	
Nonmajor	
Governmental Funds	<u>\$109,979</u>

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

Note 17 – Jointly Governed Organizations and Insurance Purchasing Pool

Jointly Governed Organizations

South Central Ohio Computer Association Council of Governments (SCOCACoG)

The School District is a participant in the South Central Ohio Computer Association Council of Governments (SCOCACoG), which is organized under ORC Code Chapter 167 as a regional council of governments. SCOCACoG is an association of public school districts within the boundaries of Pickaway, Gallia, Adams, Brown, Highland, Pike, Ross, Scioto, Vinton, Jackson, and Lawrence Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The governing board of SCOCACoG consists of two representatives from each county in the SCOCACoG service region designated by the Ohio Department of Education and two representatives of the school treasurers. The

Portsmouth City School District
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Board exercises total control over the operations of SCOCACoG including budgeting, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. The School District paid SCOCACoG \$82,161 for services provided during the fiscal year. Financial information can be obtained from the SCOCA Council of Governments, Sandra Benson, Fiscal Officer, at P.O. Box 596, 175 Beaver Creek Rd., Piketon, Ohio, 45661

Scioto County Career Technical Center

The Scioto County Career Technical Center is a distinct political subdivision of the State of Ohio operated under the direction of a five member Board of Education, consisting of two representatives from the Portsmouth City School District and three representatives from the South Central Ohio Educational Service Center, which possesses its own budgeting and taxing authority. The Board exercises total control over the operations of the Technical Center including budgeting, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. To obtain financial information write to the Scioto County Career Technical Center at P.O. Box 766, Lucasville, Ohio 45648.

Coalition of Rural and Appalachian Schools

The Coalition of Rural and Appalachian Schools (the "Coalition") is a jointly governed organization of over 100 school districts in southeastern Ohio. The Coalition is operated by a board which is composed of 14 members. The board members are composed of one superintendent from each county elected by the school districts within that county. The Coalition provides various services for school district administrative personnel; gathers data regarding education conditions in the region; cooperates with other professional groups to assess and develop programs designed to meet the needs of member districts; and provides staff development programs for school district personnel. The Board exercises total control over the operations of the coalition including budgeting, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. The School District's membership fee was \$650 for fiscal year 2013.

Insurance Purchasing Pool

Ohio SchoolComp Group Retrospective Rating Program

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

Portsmouth City School District
Notes to the Basic Financial Statements
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Note 18 – Set-Aside Calculations

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

The following cash basis information identifies the change in the fiscal year-end set-aside amount for capital acquisitions. Disclosure of this information is required by State statute.

	Capital Acquisitions
Set-aside Balance as of June 30, 2012	\$0
Current Fiscal Year Set-aside Requirement	333,197
Current Fiscal Year Offsets	(698,292)
Qualifying Disbursements	(167,438)
Set-aside Balance as of June 30, 2013	(\$532,533)
Required Set-aside Balances Carried Forward	\$0

The School District had offsets and qualifying disbursements during the fiscal year that reduced the capital acquisitions set-aside amount below zero. The extra amount for capital acquisitions may not be used to reduce the set-aside requirement of future fiscal years. The negative amount is therefore not presented as being carried forward to the next fiscal year.

Note 19 – Significant Commitments

Contractual Commitments

The School District has entered into the following contracts as of June 30, 2013:

Contractor	Contract Amount	Amount Expended	Balance at 6/30/13
BB&E Contractor	\$214,000	\$201,394	\$12,606
Johnson Controls	70,413	2,428	67,985
Total	\$284,413	\$203,822	\$80,591

Portsmouth City School District
Notes to the Basic Financial Statements
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Encumbrances

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

General Fund	\$20,059
Nonmajor Governmental Funds	69,397
Total	<u><u>\$89,456</u></u>

Note 20 – Contingencies

Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and 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 affect of any such disallowed claims on the overall financial position of the School District at June 30, 2013, if applicable, cannot be determined at this time.

Litigation

The School District is party to legal proceedings. However, no liability has been accrued since the ultimate disposition of these claims and legal proceedings has yet to be determined and the amount of liability, if any, is not measurable.

Note 21 – Fund Balances

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

Portsmouth City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Fund Balances	General	Bond Retirement	Nonmajor Governmental Funds	Total
<i>Nonspendable</i>				
Prepays	\$17,518	\$0	\$14,902	\$32,420
Inventory	11,477	0	3,312	14,789
<i>Total Nonspendable</i>	28,995	0	18,214	47,209
<i>Restricted for</i>				
Bus Purchases	30,622	0	0	30,622
Debt Payment	0	2,678,358	0	2,678,358
Food Service Operations	0	0	53,565	53,565
Autism Grant	0	0	595	595
Special Donations	0	0	32,517	32,517
Facilities Maintenance	0	0	829,695	829,695
Auxillary Service Non Public	0	0	100,883	100,883
SchoolNet Praise	0	0	2,977	2,977
Vocational Education Enhancements	0	0	714	714
Reading First Grant	0	0	43,158	43,158
Rural and Low-Income Title VI-B	0	0	3,753	3,753
<i>Total Restricted</i>	30,622	2,678,358	1,067,857	3,776,837
<i>Committed to</i>				
Future Severance Payments	702,063	0	0	702,063
Special Donations	0	0	75,704	75,704
<i>Total Committed</i>	702,063	0	75,704	777,767
<i>Assigned to</i>				
Employee Benefits	176,059	0	0	176,059
Purchases on Order	17,279	0	0	17,279
Future Appropriations	404,362	0	0	404,362
Public School Support	36,457	0	0	36,457
Staff Development	0	0	1,301	1,301
<i>Total Assigned</i>	634,157	0	1,301	635,458
<i>Unassigned (Deficit)</i>	(1,503,150)	0	(260,581)	(1,763,731)
<i>Total Fund Balances (Deficit)</i>	(\$107,313)	\$2,678,358	\$902,495	\$3,473,540

Note 22 – Subsequent Event

After fiscal year end, the School District entered into a lease for copiers in the amount of \$242,000.

PORTSMOUTH CITY SCHOOL DISTRICT
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Portsmouth City School District

Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS

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

Nonmajor Special Revenue Funds

Food Service Fund

This fund accounts for and reports lunchroom sales restricted to the food service operations of the School District.

Other Local Programs Fund

This fund is used to account for and report local grants and donations that are restricted by the grantor or donor to expend for specified purposes. This fund also accounts for assigned monies used for various staff development, academic and sports activities that do not meet the definition of restricted programs. (No budgetary schedule is presented for this fund due to no activity.)

Special Donations Fund

This fund accounts for and reports committed monies received as a result of certain contributions and donations given to the School District. By resolution, monies receipted into this fund are to be used for a variety of purposes, all of which must promote education within the School District. Such items can include operating or capital costs of any existing or new innovative programs, scholarships for students or teachers, and assisting students with financial needs. This fund also accounts for and reports restricted monies received as a result of certain contributions and donations given to the School District which are to be used solely for scholarships. Each contributor has specified restrictions that are placed on each of these scholarships (i.e. the scholarship is to be awarded to a student pursuing a career in nursing).

School Facilities Maintenance Fund

This fund accounts for and reports property taxes revenues that are restricted to expenditures for the maintenance and upkeep of School District classroom facilities.

District Managed Student Activities Fund

This fund accounts for and reports extracurricular revenues, primarily fees that are restricted by State Law to student activity programs which have student participation, but do not have student management of the programs.

(continued)

Portsmouth City School District

Nonmajor Governmental Fund Descriptions - (continued)

Nonmajor Special Revenue Funds - (continued)

Auxiliary Services Non Public

This fund accounts for and reports restricted State grants to provide services and materials to pupils attending non public schools within the School District.

Early Childhood Preschool Fund

This fund accounts for and reports restricted State grant monies used to fund the preschool program required by State Law to be provided to three and four year old children of income-eligible families.

SchoolNet Praise Fund Fund

This fund accounts for and reports restricted State grants used for Ohio Educational Computer Network connections.

Vocational Education Enhancement Fund

This fund accounts for and reports restricted State grants used to fund vocational enhancements such as expanding enrollment in vocational programs, to enable students to develop career plans and goals, and to replace or update equipment used in the instruction of educational programs. (No budgetary schedule is presented for this fund due to no activity.)

Miscellaneous State Grants Fund

This fund accounts for and reports restricted grants received from various State agencies which are not classified elsewhere. (No budgetary schedule is presented for this fund due to no activity.)

Education Jobs Fund

To account for and report restricted federal grants used to provide compensation and benefits and other expenses, such as support services, necessary to retain existing employees, to recall or rehire former employees, and to hire new employees, in order to provide early childhood, elementary or secondary educational and related services.

IDEA-B Fund

This fund accounts for and reports restricted federal grants used to offer full educational opportunities to handicapped children at the preschool, elementary and secondary levels, and to assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

Title II-D Technology Fund

This fund accounts for and reports restricted federal grants allocated from the American Recovery and Reinvestment Act to Ohio for professional development and student learning.

(continued)

Portsmouth City School District

Nonmajor Governmental Fund Descriptions - (continued)

Nonmajor Special Revenue Funds - (continued)

Title I – School Improvement, Sub A Fund

This fund accounts for and reports restricted federal grants allocated from the American Recovery and Reinvestment Act to Ohio for distribution to school districts based on four distinct funding formulas as affected by census poverty data. The funding is to provide supplemental funding to economically disadvantaged school districts and some of their eligible schools for improving educational outcomes for students who are failing or at risk of failing to meet State standards.

Title I Fund

To account for and report restricted federal grants restricted to the special educational needs of educationally deprived children.

Early Childhood Special Education Fund

This fund accounts for and reports restricted federal grants used to support preschool improvement and expansion of services for handicapped children ages three through five years.

Title II-A Fund

This fund accounts for and reports restricted federal grants used to help schools increase student academic achievement through improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and principals in the schools; and hold schools accountable for improvements in student academic achievements.

Miscellaneous Federal Grants Fund

This fund accounts for and reports various restricted federal grants received from federal agencies which are not classified elsewhere.

Uniform School Supplies Fund

This fund accounts for and reports the purchase and sale of school supplies, such as workbooks, as adopted by the Board of Education. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Rotary Fund

This fund accounts for and reports donations to the traffic scouts which are used for activities such as field trips. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

(continued)

Portsmouth City School District

Nonmajor Governmental Fund Descriptions - (continued)

Nonmajor Special Revenue Funds - (continued)

Public School Support Fund

This fund accounts for and reports individual school sites sales revenue such as vending machines sales, and expenditures for field trips, assemblies, and other activity costs. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source. The Board of Education grants the principal of each site the authority to spend monies on allowable activities.

Print Shop Fund

This fund accounts for and reports sales revenue and expenditures incurred for services provided by the School District's print shop. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Faculty/Memorial Fund

This fund accounts for receipts from vending sales in faculty lounges. The receipts are used to purchase supplies for the vending machines. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Severance Fund

This fund accounts for and reports cash that is accumulated for the payment of termination benefits (sick and vacation leave) upon retirement or payment of salaries when there are an unusual number of pays in a fiscal year. This fund is included with the general fund for GAAP reporting as it does not have a restricted revenue source.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are established to account for and report financial resources that are restricted, committed or assigned to capital outlays including acquisition or construction of capital facilities and other capital outlays. The following is a description of the School District's nonmajor Capital Projects Fund:

Permanent Improvement Fund

This fund accounts for and reports restricted transactions relating to the School District's classroom facilities project, the remaining balance of which is being used for acquiring, constructing, or improving School District facilities. This fund also accounts for committed monies relating to the School District's Board of Education, by resolution, moving a portion of General Fund tax dollars and associated intergovernmental revenues to this fund for the purpose of acquiring, constructing, or improving of such permanent improvements.

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Portsmouth City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2013

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$1,254,512	\$29,754	\$1,284,266
Receivables:			
Property Taxes	91,010	488,024	579,034
Intergovernmental	619,439	0	619,439
Prepaid Items	14,902	0	14,902
Materials and Supplies Inventory	3,312	0	3,312
Inventory Held for Resale	33,508	0	33,508
<i>Total Assets</i>	<u>\$2,016,683</u>	<u>\$517,778</u>	<u>\$2,534,461</u>
<u>Liabilities:</u>			
Accounts Payable	\$19,138	\$76,739	\$95,877
Accrued Wages and Benefits Payable	367,800	0	367,800
Intergovernmental Payable	97,227	0	97,227
Interfund Payable	109,979	0	109,979
<i>Total Liabilities</i>	<u>594,144</u>	<u>76,739</u>	<u>670,883</u>
<u>Deferred Inflows of Resources:</u>			
Property Taxes	78,193	421,954	500,147
Unavailable Revenue	426,754	34,182	460,936
<i>Total Deferred Inflows of Resources</i>	<u>504,947</u>	<u>456,136</u>	<u>961,083</u>
<u>Fund Balances:</u>			
Nonspendable	18,214	0	18,214
Restricted	1,067,857	0	1,067,857
Committed	75,704	0	75,704
Assigned	1,301	0	1,301
Unassigned (Deficit)	(245,484)	(15,097)	(260,581)
<i>Total Fund Balances (Deficit)</i>	<u>917,592</u>	<u>(15,097)</u>	<u>902,495</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$2,016,683</u>	<u>\$517,778</u>	<u>\$2,534,461</u>

Portsmouth City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2013

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Revenues:</u>			
Property Taxes	\$77,157	\$450,925	\$528,082
Intergovernmental	4,205,224	66,916	4,272,140
Investment Earnings	96	0	96
Tuition and Fees	5,845	0	5,845
Extracurricular Activities	85,275	0	85,275
Charges for Services	123,524	0	123,524
Contributions and Donations	35,757	0	35,757
Miscellaneous	4,876	0	4,876
<i>Total Revenues</i>	<u>4,537,754</u>	<u>517,841</u>	<u>5,055,595</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	74,320	0	74,320
Special	1,949,373	0	1,949,373
Student Intervention Services	189,591	0	189,591
Support Services:			
Pupils	143,469	0	143,469
Instructional Staff	416,572	0	416,572
Administration	144,169	0	144,169
Fiscal	42,024	21,879	63,903
Operation and Maintenance of Plant	330,687	0	330,687
Operation of Non-Instructional Services:			
Food Service Operations	1,080,191	0	1,080,191
Other	267,052	0	267,052
Extracurricular Activities	100,691	0	100,691
Capital Outlay	290	499,755	500,045
<i>Total Expenditures</i>	<u>4,738,429</u>	<u>521,634</u>	<u>5,260,063</u>
Excess of Revenues Under Expenditures	(200,675)	(3,793)	(204,468)
<u>Other Financing Sources:</u>			
Insurance Recoveries	245,623	0	245,623
Net Change in Fund Balances	44,948	(3,793)	41,155
Fund Balances (Deficit) at Beginning of Year	872,644	(11,304)	861,340
Fund Balances (Deficit) at End of Year	<u>\$917,592</u>	<u>(\$15,097)</u>	<u>\$902,495</u>

Portsmouth City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2013

	Food Service	Other Local Programs	Special Donations	School Facilities Maintenance
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$132,008	\$1,896	\$108,221	\$824,462
Receivables:				
Property Taxes	0	0	0	91,010
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	0
Materials and Supplies Inventory	3,312	0	0	0
Inventory Held for Resale	33,508	0	0	0
Total Assets	\$168,828	\$1,896	\$108,221	\$915,472
<u>Liabilities:</u>				
Accounts Payable	\$0	\$0	\$0	\$930
Accrued Wages and Benefits Payable	76,976	0	0	0
Intergovernmental Payable	34,975	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	111,951	0	0	930
<u>Deferred Inflows of Resources:</u>				
Property Taxes	0	0	0	78,193
Unavailable Revenue	0	0	0	6,654
Total Deferred Inflows of Resources	0	0	0	84,847
<u>Fund Balances:</u>				
Nonspendable	3,312	0	0	0
Restricted	53,565	595	32,517	829,695
Committed	0	0	75,704	0
Assigned	0	1,301	0	0
Unassigned (Deficits)	0	0	0	0
Total Fund Balances (Deficits)	56,877	1,896	108,221	829,695
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$168,828	\$1,896	\$108,221	\$915,472

<u>District Managed Student Activities</u>	<u>Auxiliary Services Non Public</u>	<u>Early Childhood Preschool</u>	<u>SchoolNet Praise</u>	<u>Vocational Education Enhancement</u>	<u>Miscellaneous State Grants</u>
\$14,880	\$120,174	\$472	\$2,977	\$714	\$46,911
0	0	0	0	0	0
0	0	16,754	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$14,880</u>	<u>\$120,174</u>	<u>\$17,226</u>	<u>\$2,977</u>	<u>\$714</u>	<u>\$46,911</u>
\$325	\$12,313	\$0	\$0	\$0	\$0
0	5,595	15,220	0	0	0
0	1,383	2,880	0	0	0
25,989	0	2,575	0	0	0
<u>26,314</u>	<u>19,291</u>	<u>20,675</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
0	0	16,754	0	0	0
<u>0</u>	<u>0</u>	<u>16,754</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
0	100,883	0	2,977	714	46,911
0	0	0	0	0	0
0	0	0	0	0	0
(11,434)	0	(20,203)	0	0	0
<u>(11,434)</u>	<u>100,883</u>	<u>(20,203)</u>	<u>2,977</u>	<u>714</u>	<u>46,911</u>
<u>\$14,880</u>	<u>\$120,174</u>	<u>\$17,226</u>	<u>\$2,977</u>	<u>\$714</u>	<u>\$46,911</u>

(continued)

Portsmouth City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2013
(continued)

	IDEA-B	Title I School Improvement, Sub A	Title I	Early Childhood Special Education
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$0	\$0	\$0
Receivables:				
Property Taxes	0	0	0	0
Intergovernmental	85,967	18,564	433,141	2,127
Prepaid Items	274	12,575	2,053	0
Materials and Supplies Inventory	0	0	0	0
Inventory Held for Resale	0	0	0	0
Total Assets	\$86,241	\$31,139	\$435,194	\$2,127
<u>Liabilities:</u>				
Accounts Payable	\$0	\$0	\$1,322	\$0
Accrued Wages and Benefits Payable	49,160	0	183,745	1,050
Intergovernmental Payable	12,032	0	38,516	432
Interfund Payable	6,362	17,829	50,238	784
Total Liabilities	67,554	17,829	273,821	2,266
<u>Deferred Inflows of Resources:</u>				
Property Taxes	0	0	0	0
Unavailable Revenue	85,967	18,564	233,802	2,127
Total Deferred Inflows of Resources	85,967	18,564	233,802	2,127
<u>Fund Balances:</u>				
Nonspendable	274	12,575	2,053	0
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned (Deficits)	(67,554)	(17,829)	(74,482)	(2,266)
Total Fund Balances (Deficits)	(67,280)	(5,254)	(72,429)	(2,266)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$86,241	\$31,139	\$435,194	\$2,127

Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$0	\$1,797	\$1,254,512
0	0	91,010
45,161	17,725	619,439
0	0	14,902
0	0	3,312
0	0	33,508
<u>\$45,161</u>	<u>\$19,522</u>	<u>\$2,016,683</u>
\$0	\$4,248	\$19,138
36,054	0	367,800
7,009	0	97,227
5,734	468	109,979
<u>48,797</u>	<u>4,716</u>	<u>594,144</u>
0	0	78,193
45,161	17,725	426,754
<u>45,161</u>	<u>17,725</u>	<u>504,947</u>
0	0	18,214
0	0	1,067,857
0	0	75,704
0	0	1,301
<u>(48,797)</u>	<u>(2,919)</u>	<u>(245,484)</u>
<u>(48,797)</u>	<u>(2,919)</u>	<u>917,592</u>
<u>\$45,161</u>	<u>\$19,522</u>	<u>\$2,016,683</u>

Portsmouth City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013

	Food Service	Other Local Programs	Special Donations	School Facilities Maintenance
<u>Revenues:</u>				
Property Taxes	\$0	\$0	\$0	\$77,157
Intergovernmental	890,494	0	0	102,566
Investment Earnings	12	0	35	0
Tuition and Fees	5,845	0	0	0
Extracurricular Activities	0	0	0	0
Charges for Services	123,524	0	0	0
Contributions and Donations	0	0	32,945	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>1,019,875</u>	<u>0</u>	<u>32,980</u>	<u>179,723</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	0	0	7,119	0
Special	0	0	0	0
Student Intervention Services	0	0	0	0
Support Services:				
Pupils	0	0	15,000	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
Fiscal	131	0	0	3,348
Operation and Maintenance of Plant	6,077	0	38,087	286,523
Operation of Non-Instructional Services:				
Food Service Operations	1,080,120	0	71	0
Other	0	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	290	0
<i>Total Expenditures</i>	<u>1,086,328</u>	<u>0</u>	<u>60,567</u>	<u>289,871</u>
Excess of Revenues Over (Under) Expenditures	(66,453)	0	(27,587)	(110,148)
<u>Other Financing Sources:</u>				
Insurance Recoveries	0	0	0	245,623
Net Change in Fund Balances	(66,453)	0	(27,587)	135,475
Fund Balances (Deficits) at Beginning of Year	<u>123,330</u>	<u>1,896</u>	<u>135,808</u>	<u>694,220</u>
Fund Balances (Deficits) at End of Year	<u><u>\$56,877</u></u>	<u><u>\$1,896</u></u>	<u><u>\$108,221</u></u>	<u><u>\$829,695</u></u>

<u>District Managed Student Activities</u>	<u>Auxiliary Services Non Public</u>	<u>Early Childhood Preschool</u>	<u>SchoolNet Praise</u>	<u>Vocational Education Enhancement</u>	<u>Miscellaneous State Grants</u>
\$0	\$0	\$0	\$0	\$0	\$0
0	251,961	106,758	5,400	0	0
0	49	0	0	0	0
0	0	0	0	0	0
85,275	0	0	0	0	0
0	0	0	0	0	0
2,812	0	0	0	0	0
4,876	0	0	0	0	0
<u>92,963</u>	<u>252,010</u>	<u>106,758</u>	<u>5,400</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
0	0	88,046	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	31,400	2,900	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	227,026	0	0	0	0
100,691	0	0	0	0	0
0	0	0	0	0	0
<u>100,691</u>	<u>227,026</u>	<u>119,446</u>	<u>2,900</u>	<u>0</u>	<u>0</u>
(7,728)	24,984	(12,688)	2,500	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(7,728)	24,984	(12,688)	2,500	0	0
<u>(3,706)</u>	<u>75,899</u>	<u>(7,515)</u>	<u>477</u>	<u>714</u>	<u>46,911</u>
<u>(\$11,434)</u>	<u>\$100,883</u>	<u>(\$20,203)</u>	<u>\$2,977</u>	<u>\$714</u>	<u>\$46,911</u>

(continued)

Portsmouth City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013
(continued)

	Education Jobs	IDEA-B	Title II-D Technology	Title I School Improvement, Sub A
<u>Revenues:</u>				
Property Taxes	\$0	\$0	\$0	\$0
Intergovernmental	41,558	533,340	27,032	61,046
Investment Earnings	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>41,558</u>	<u>533,340</u>	<u>27,032</u>	<u>61,046</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	0	0	27,032	40,169
Special	421	261,848	0	0
Student Intervention Services	0	0	0	0
Support Services:				
Pupils	0	63,430	0	0
Instructional Staff	0	85,234	0	35,609
Administration	0	144,169	0	0
Fiscal	0	9,157	0	0
Operation and Maintenance of Plant	0	0	0	0
Operation of Non-Instructional Services:				
Food Service Operations	0	0	0	0
Other	0	485	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>421</u>	<u>564,323</u>	<u>27,032</u>	<u>75,778</u>
Excess of Revenues Over (Under) Expenditures	41,137	(30,983)	0	(14,732)
<u>Other Financing Sources:</u>				
Insurance Recoveries	0	0	0	0
Net Change in Fund Balances	41,137	(30,983)	0	(14,732)
Fund Balances (Deficits) at Beginning of Year	<u>(41,137)</u>	<u>(36,297)</u>	<u>0</u>	<u>9,478</u>
Fund Balances (Deficits) at End of Year	<u><u>\$0</u></u>	<u><u>(\$67,280)</u></u>	<u><u>\$0</u></u>	<u><u>(\$5,254)</u></u>

Title I	Early Childhood Special Education	Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$77,157
1,886,535	8,660	271,874	18,000	4,205,224
0	0	0	0	96
0	0	0	0	5,845
0	0	0	0	85,275
0	0	0	0	123,524
0	0	0	0	35,757
0	0	0	0	4,876
<u>1,886,535</u>	<u>8,660</u>	<u>271,874</u>	<u>18,000</u>	<u>4,537,754</u>
0	0	0	0	74,320
1,303,724	0	295,334	0	1,949,373
189,591	0	0	0	189,591
42,791	0	0	22,248	143,469
251,601	9,828	0	0	416,572
0	0	0	0	144,169
24,817	129	3,974	468	42,024
0	0	0	0	330,687
0	0	0	0	1,080,191
39,541	0	0	0	267,052
0	0	0	0	100,691
0	0	0	0	290
<u>1,852,065</u>	<u>9,957</u>	<u>299,308</u>	<u>22,716</u>	<u>4,738,429</u>
34,470	(1,297)	(27,434)	(4,716)	(200,675)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>245,623</u>
34,470	(1,297)	(27,434)	(4,716)	44,948
<u>(106,899)</u>	<u>(969)</u>	<u>(21,363)</u>	<u>1,797</u>	<u>872,644</u>
<u>(\$72,429)</u>	<u>(\$2,266)</u>	<u>(\$48,797)</u>	<u>(\$2,919)</u>	<u>\$917,592</u>

Portsmouth City School District

Fiduciary Fund Description

AGENCY FUND

The Agency Fund is used to account for assets held by the School District as an agent for individuals, private organizations, other governmental units, and/or other funds.

Student Managed Activity

This fund accounts for and reports student activity programs which have student participation in the activity and have students involved in the management of the program.

Portsmouth City School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2013

	Balance at 6/30/2012	Additions	Deletions	Balance at 6/30/2013
STUDENT MANAGED ACTIVITY				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$3,305	\$10,678	\$9,098	\$4,885
<u>Liabilities:</u>				
Undistributed Monies	\$3,305	\$10,678	\$9,098	\$4,885

PORTSMOUTH CITY SCHOOL DISTRICT
INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property Taxes	\$4,125,697	\$4,125,697	\$0
Intergovernmental	18,821,221	18,821,221	0
Investment Earnings	21,015	21,015	0
Tuition and Fees	795,110	795,110	0
Rentals	5,651	5,651	0
Charges for Services	2,757	2,757	0
Contributions and Donations	4,455	4,455	0
Miscellaneous	12,462	12,462	0
Total Revenues	23,788,368	23,788,368	0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries	4,083,365	4,083,365	0
Fringe Benefits	1,758,597	1,758,597	0
Purchased Services	7,409,090	7,409,090	0
Materials and Supplies	59,722	59,722	0
Capital Outlay	226	226	0
Other	1,544	1,544	0
Total Regular	13,312,544	13,312,544	0
Special:			
Salaries	2,277,531	2,277,531	0
Fringe Benefits	1,101,981	1,101,981	0
Purchased Services	282,023	282,023	0
Materials and Supplies	13,712	13,712	0
Capital Outlay	1,788	1,788	0
Total Special	3,677,035	3,677,035	0
Vocational:			
Salaries	198,229	198,229	0
Fringe Benefits	100,779	100,779	0
Materials and Supplies	5,338	5,338	0
Capital Outlay	2,853	2,853	0
Total Vocational	307,199	307,199	0
Student Intervention Services:			
Salaries	126,259	126,259	0
Fringe Benefits	35,293	35,293	0
Purchased Services	6,849	6,849	0
Total Student Intervention Services	168,401	168,401	0
Total Instruction	\$17,465,179	\$17,465,179	\$0

(continued)

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2013
(continued)

	Final Budgeted Amount	Actual	Variance Positive (Negative)
Support Services:			
Pupils:			
Salaries	\$695,693	\$695,693	\$0
Fringe Benefits	248,949	248,949	0
Purchased Services	195,880	195,880	0
Materials and Supplies	1,000	1,000	0
	<hr/>	<hr/>	<hr/>
Total Pupils	1,141,522	1,141,522	0
Instructional Staff:			
Salaries	747,380	747,380	0
Fringe Benefits	424,362	424,362	0
Purchased Services	65,700	65,700	0
Materials and Supplies	34,493	34,493	0
Capital Outlay	25,963	25,963	0
Other	255	255	0
	<hr/>	<hr/>	<hr/>
Total Instructional Staff	1,298,153	1,298,153	0
Board of Education:			
Salaries	7,250	7,250	0
Fringe Benefits	1,991	1,991	0
Purchased Services	10,053	10,053	0
Materials and Supplies	320	320	0
Other	9,038	9,038	0
	<hr/>	<hr/>	<hr/>
Total Board of Education	28,652	28,652	0
Administration:			
Salaries	715,476	715,476	0
Fringe Benefits	455,225	455,225	0
Purchased Services	196,677	196,677	0
Materials and Supplies	14,373	14,373	0
Capital Outlay	5,955	5,955	0
Other	601	601	0
	<hr/>	<hr/>	<hr/>
Total Administration	1,388,307	1,388,307	0
Fiscal:			
Salaries	132,620	132,620	0
Fringe Benefits	78,326	78,326	0
Purchased Services	139,463	139,463	0
Materials and Supplies	2,733	2,733	0
Capital Outlay	2,340	2,340	0
Other	206,491	206,491	0
	<hr/>	<hr/>	<hr/>
Total Fiscal	\$561,973	\$561,973	\$0

(continued)

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2013
(continued)

	Final Budgeted Amount	Actual	Variance Positive (Negative)
Business:			
Salaries	\$39,335	\$39,335	\$0
Fringe Benefits	7,527	7,527	0
Purchased Services	4,905	4,905	0
Materials and Supplies	484	484	0
Total Business	52,251	52,251	0
Operation and Maintenance of Plant:			
Salaries	835,641	835,641	0
Fringe Benefits	562,686	562,686	0
Purchased Services	731,826	731,826	0
Materials and Supplies	156,690	156,690	0
Capital Outlay	1,007	1,007	0
Other	150	150	0
Total Operation and Maintenance of Plant	2,288,000	2,288,000	0
Pupil Transportation:			
Salaries	184,611	184,611	0
Fringe Benefits	185,923	185,923	0
Purchased Services	73,322	73,322	0
Materials and Supplies	61,736	61,736	0
Other	70	70	0
Total Pupil Transportation	505,662	505,662	0
Central:			
Salaries	16,752	16,752	0
Fringe Benefits	25,602	25,602	0
Purchased Services	2,183	2,183	0
Total Central	44,537	44,537	0
Total Support Services	7,309,057	7,309,057	0
Operation of Non-Instructional Services:			
Other:			
Fringe Benefits	23	23	0
Purchased Services	1,075	1,075	0
Total Operation of Non-Instructional Services	\$1,098	\$1,098	\$0

(continued)

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Budget Basis)
General Fund
For the Fiscal Year Ended June 30, 2013
(continued)

	Final Budgeted Amount	Actual	Variance Positive (Negative)
Extracurricular Activities:			
Academic Oriented Activities:			
Salaries	\$13,046	\$13,046	\$0
Fringe Benefits	2,212	2,212	0
Purchased Services	6,989	6,989	0
Materials and Supplies	7,761	7,761	0
Capital Outlay	4,120	4,120	0
Total Academic Oriented Activities	34,128	34,128	0
Sports Oriented Activities:			
Salaries	144,097	144,097	0
Fringe Benefits	30,463	30,463	0
Purchased Services	9,616	9,616	0
Capital Outlay	25,315	25,315	0
Total Sports Oriented Activities	209,491	209,491	0
School and Public Service Co-Curricular Activities:			
Salaries	6,348	6,348	0
Fringe Benefits	1,041	1,041	0
Total School and Public Service Co-Curricular Activities	7,389	7,389	0
Total Extracurricular Activities	251,008	251,008	0
<i>Total Expenditures</i>	25,026,342	25,026,342	0
Excess of Revenues Under Expenditures	(1,237,974)	(1,237,974)	0
<i>Other Financing Sources (Uses):</i>			
Refund of Prior Year Expenditures	269	269	0
Transfers Out	(233,413)	(233,413)	0
Advances In	142,841	142,833	(8)
Advances Out	(109,987)	(109,979)	8
Refund of Prior Year Receipts	(19,254)	(19,254)	0
<i>Total Other Financing Sources (Uses)</i>	(219,544)	(219,544)	0
Net Change in Fund Balance	(1,457,518)	(1,457,518)	0
Fund Balance at Beginning of Year - Restated (See Note 5)	1,967,738	1,967,738	0
Prior Year Encumbrances Appropriated	84,768	84,768	0
Fund Balance at End of Year	\$594,988	\$594,988	\$0

Portsmouth 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, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property Taxes	\$729,361	\$729,361	\$0
Intergovernmental	142,964	142,964	0
<i>Total Revenues</i>	<u>872,325</u>	<u>872,325</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Fiscal:			
Other	33,532	33,532	0
Debt Service:			
Principal Retirement	710,000	710,000	0
Interest and Fiscal Charges	436,153	436,153	0
Total Debt Service	<u>1,146,153</u>	<u>1,146,153</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,179,685</u>	<u>1,179,685</u>	<u>0</u>
Net Change in Fund Balance	(307,360)	(307,360)	0
Fund Balance at Beginning of Year	<u>2,921,941</u>	<u>2,921,941</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,614,581</u></u>	<u><u>\$2,614,581</u></u>	<u><u>\$0</u></u>

Portsmouth 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, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$935,768	\$935,768	\$0
Investment Earnings	12	12	0
Tuition and Fees	5,845	5,845	0
Charges for Services	123,524	123,524	0
<i>Total Revenues</i>	<u>1,065,149</u>	<u>1,065,149</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Fiscal:			
Purchased Services	331	331	0
Operation and Maintenance of Plant:			
Purchased Services	5,385	5,385	0
Materials and Supplies	692	692	0
Total Operation and Maintenance of Plant	<u>6,077</u>	<u>6,077</u>	<u>0</u>
Total Support Services	<u>6,408</u>	<u>6,408</u>	<u>0</u>
Operation of Non-Instructional Services:			
Food Service Operations:			
Salaries	398,388	398,388	0
Fringe Benefits	203,373	203,373	0
Purchased Services	1,502	1,502	0
Materials and Supplies	486,156	486,156	0
Capital Outlay	765	765	0
Total Operation of Non-Instructional Services	<u>1,090,184</u>	<u>1,090,184</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,096,592</u>	<u>1,096,592</u>	<u>0</u>
Net Change in Fund Balance	(31,443)	(31,443)	0
Fund Balance at Beginning of Year	162,695	162,695	0
Prior Year Encumbrances Appropriated	556	556	0
Fund Balance at End of Year	<u><u>\$131,808</u></u>	<u><u>\$131,808</u></u>	<u><u>\$0</u></u>

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Special Donations Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Investment Earnings	\$35	\$35	\$0
Contributions and Donations	32,945	32,945	0
<i>Total Revenues</i>	<u>32,980</u>	<u>32,980</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Capital Outlay	150	150	0
Other	7,276	7,276	0
Total Instruction	<u>7,426</u>	<u>7,426</u>	<u>0</u>
Support Services:			
Pupils:			
Other	15,000	15,000	0
Operation of Maintenance and Plant:			
Capital Outlay	38,087	38,087	0
Total Support Services	<u>53,087</u>	<u>53,087</u>	<u>0</u>
Operation of Non-Instructional Services:			
Services:			
Food Service Operations:			
Salaries	62	62	0
Fringe Benefits	9	9	0
Total Operation of Non-Instructional Services	<u>71</u>	<u>71</u>	<u>0</u>
Capital Outlay:			
Building Acquisition and Construction Services:			
Materials and Supplies	290	290	0
<i>Total Expenditures</i>	<u>60,874</u>	<u>60,874</u>	<u>0</u>
Net Change in Fund Balance	(27,894)	(27,894)	0
Fund Balance at Beginning of Year	135,808	135,808	0
Prior Year Encumbrances Appropriated	307	307	0
Fund Balance at End of Year	<u>\$108,221</u>	<u>\$108,221</u>	<u>\$0</u>

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
School Facilities Maintenance Special Revenue Fund
For the Fiscal Year Ended June 30, 2013*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property Taxes	\$77,264	\$77,264	\$0
Intergovernmental	102,566	102,566	0
<i>Total Revenues</i>	<u>179,830</u>	<u>179,830</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Fiscal:			
Other	3,348	3,348	0
Operation and Maintenance of Plant:			
Purchased Services	54,434	54,434	0
Materials and Supplies	229,327	229,327	0
Total Operation and Maintenance of Plant	<u>283,761</u>	<u>283,761</u>	<u>0</u>
<i>Total Expenditures</i>	<u>287,109</u>	<u>287,109</u>	<u>0</u>
Excess of Revenues Under Expenditures	<u>(107,279)</u>	<u>(107,279)</u>	<u>0</u>
<u>Other Financing Sources (Uses):</u>			
Insurance Recoveries	245,623	245,623	0
Refund of Prior Year Receipts	(2,637)	(2,637)	0
Total Other Financing Sources (Uses)	<u>242,986</u>	<u>242,986</u>	<u>0</u>
Net Change in Fund Balance	135,707	135,707	0
Fund Balance at Beginning of Year	<u>688,755</u>	<u>688,755</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$824,462</u></u>	<u><u>\$824,462</u></u>	<u><u>\$0</u></u>

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)*
District Managed Student Activities Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Extracurricular Activities	\$85,275	\$85,275	\$0
Contributions and Donations	2,812	2,812	0
Miscellaneous	5,000	5,000	0
<i>Total Revenues</i>	<u>93,087</u>	<u>93,087</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Extracurricular Activities:			
Academic Oriented Activities:			
Materials and Supplies	130	130	0
Sports Oriented Activities:			
Salaries	3,565	3,565	0
Fringe Benefits	121	121	0
Purchased Services	47,373	47,373	0
Materials and Supplies	27,310	27,310	0
Capital Outlay	18,199	18,199	0
Total Sports Oriented Activities	<u>96,568</u>	<u>96,568</u>	<u>0</u>
School and Public Service Co-Curricular Activities:			
Purchased Services	4,647	4,647	0
Materials and Supplies	218	218	0
Total School and Public Service Co-Curricular Activities	<u>4,865</u>	<u>4,865</u>	<u>0</u>
<i>Total Expenditures</i>	<u>101,563</u>	<u>101,563</u>	<u>0</u>
Excess of Revenues Under Expenditures	<u>(8,476)</u>	<u>(8,476)</u>	<u>0</u>
<u>Other Financing Sources (Uses):</u>			
Advances In	25,989	25,989	0
Advances Out	(9,035)	(9,035)	0
<i>Total Other Financing Sources (Uses)</i>	<u>16,954</u>	<u>16,954</u>	<u>0</u>
Net Change in Fund Balance	8,478	8,478	0
Fund Balance at Beginning of Year	5,652	5,652	0
Prior Year Encumbrances Appropriated	750	750	0
Fund Balance at End of Year	<u>\$14,880</u>	<u>\$14,880</u>	<u>\$0</u>

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Auxiliary Services Non Public Special Revenue Fund
For the Fiscal Year Ended June 30, 2013*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$251,961	\$251,961	\$0
Investment Earnings	49	49	0
<i>Total Revenues</i>	<u>252,010</u>	<u>252,010</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Salaries	50,970	50,970	0
Fringe Benefits	12,241	12,241	0
Purchased Services	83,216	83,216	0
Materials and Supplies	118,963	118,963	0
Capital Outlay	25,860	25,860	0
<i>Total Expenditures</i>	<u>291,250</u>	<u>291,250</u>	<u>0</u>
Net Change in Fund Balance	(39,240)	(39,240)	0
Fund Balance at Beginning of Year	87,417	87,417	0
Prior Year Encumbrances Appropriated	4,482	4,482	0
Fund Balance at End of Year	<u><u>\$52,659</u></u>	<u><u>\$52,659</u></u>	<u><u>\$0</u></u>

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)*
Early Childhood Preschool Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$114,223	\$114,223	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special:			
Salaries	51,893	51,893	0
Fringe Benefits	34,988	34,988	0
Total Instruction	86,881	86,881	0
Support Services:			
Instructional Staff:			
Salaries	18,224	18,224	0
Fringe Benefits	13,063	13,063	0
Total Support Services	31,287	31,287	0
<i>Total Expenditures</i>	118,168	118,168	0
Excess of Revenues Under Expenditures	(3,945)	(3,945)	0
<u>Other Financing Sources:</u>			
Advances In	2,575	2,575	0
Net Change in Fund Balance	(1,370)	(1,370)	0
Fund Balance at Beginning of Year	1,842	1,842	0
Fund Balance at End of Year	\$472	\$472	\$0

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
SchoolNet Praise Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$5,400	\$5,400	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff:			
Purchased Services	2,900	2,900	0
Net Change in Fund Balance	2,500	2,500	0
Fund Balance at Beginning of Year	477	477	0
Fund Balance at End of Year	<u>\$2,977</u>	<u>\$2,977</u>	<u>\$0</u>

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)*
Education Jobs Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$90,277	\$90,277	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries	48,654	48,654	0
Fringe Benefits	27,097	27,097	0
Total Regular	75,751	75,751	0
Special:			
Salaries	13,514	13,514	0
Fringe Benefits	9,785	9,785	0
Total Special	23,299	23,299	0
<i>Total Expenditures</i>	99,050	99,050	0
Net Change in Fund Balance	(8,773)	(8,773)	0
Fund Balance at Beginning of Year	8,773	8,773	0
Fund Balance at End of Year	\$0	\$0	\$0

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)*
IDEA-B Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$565,949	\$565,949	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special:			
Salaries	197,528	197,528	0
Fringe Benefits	71,759	71,759	0
Purchased Services	487	487	0
Total Instruction	269,774	269,774	0
Support Services:			
Pupils:			
Purchased Services	62,487	62,487	0
Materials and Supplies	943	943	0
Total Support Services	63,430	63,430	0
Instructional Staff:			
Salaries	44,481	44,481	0
Fringe Benefits	40,431	40,431	0
Purchased Services	240	240	0
Total Instructional Staff	85,152	85,152	0
Administration:			
Salaries and Wages	111,950	111,950	0
Fringe Benefits	28,247	28,247	0
Purchased Services	1,884	1,884	0
Materials and Supplies	434	434	0
Total Administration	\$142,515	\$142,515	\$0

(continued)

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
IDEA-B Special Revenue Fund
For the Fiscal Year Ended June 30, 2013
(continued)

	Final Budgeted Amount	Actual	Variance Positive (Negative)
Fiscal:			
Other	\$9,157	\$9,157	\$0
Total Support Services	300,254	300,254	0
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	405	405	0
Materials and Supplies	80	80	0
Total Community Services	485	485	0
<i>Total Expenditures</i>	570,513	570,513	0
Excess of Revenues Under Expenditures	(4,564)	(4,564)	0
<u>Other Financing Sources (Uses):</u>			
Advances In	6,362	6,362	0
Advances Out	(5,913)	(5,913)	0
<i>Total Other Financing Sources (Uses)</i>	449	449	0
Net Change in Fund Balance	(4,115)	(4,115)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	4,115	4,115	0
Fund Balance at End of Year	\$0	\$0	\$0

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Title II-D Technology Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$30,715	\$30,715	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff:			
Materials and Supplies	3,865	3,865	0
Capital Outlay	23,167	23,167	0
<i>Total Expenditures</i>	27,032	27,032	0
Excess of Revenues Over Expenditures	3,683	3,683	0
<u>Other Financing Uses:</u>			
Advances Out	(27,683)	(27,683)	0
Net Change in Fund Balance	(24,000)	(24,000)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	24,000	24,000	0
Fund Balance at End of Year	\$0	\$0	\$0

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Title I School Improvement, Sub A Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$103,572	\$103,572	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Purchased Services	31,950	31,950	0
Materials and Supplies	3,578	3,578	0
Total Instruction	35,528	35,528	0
Support Services:			
Instructional Staff:			
Salaries	5,700	5,700	0
Fringe Benefits	879	879	0
Purchased Services	37,365	37,365	0
Total Instructional Staff	43,944	43,944	0
<i>Total Expenditures</i>	79,472	79,472	0
Excess of Revenues Over Expenditures	24,100	24,100	0
<u>Other Financing Sources (Uses):</u>			
Advances In	17,829	17,829	0
Advances Out	(46,782)	(46,782)	0
<i>Total Other Financing Sources (Uses)</i>	(28,953)	(28,953)	0
Net Change in Fund Balance	(4,853)	(4,853)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	4,255	4,255	0
Fund Balance (Deficit) at End of Year	(\$598)	(\$598)	\$0

Portsmouth 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, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$1,782,102	\$1,782,102	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special:			
Salaries	857,606	857,606	0
Fringe Benefits	421,816	421,816	0
Purchased Services	12,306	12,306	0
Materials and Supplies	8,882	8,882	0
Total Special	1,300,610	1,300,610	0
Student Intervention Services:			
Salaries	130,747	130,747	0
Fringe Benefits	48,442	48,442	0
Purchased Services	14,874	14,874	0
Total Student Intervention Services	194,063	194,063	0
Total Instruction	1,494,673	1,494,673	0
Support Services:			
Pupils:			
Purchased Services	42,791	42,791	0
Instructional Staff:			
Salaries	149,337	149,337	0
Fringe Benefits	60,606	60,606	0
Purchased Services	37,665	37,665	0
Materials and Supplies	81	81	0
Total Instructional Staff	247,689	247,689	0
Fiscal:			
Other	24,817	24,817	0
Total Support Services	\$315,297	\$315,297	\$0

(continued)

Portsmouth 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, 2013
(continued)

	Final Budgeted Amount	Actual	Variance Positive (Negative)
Operation of Non-Instructional Services:			
Community Recreation Services:			
Salaries	\$16,210	\$16,210	\$0
Fringe Benefits	2,504	2,504	0
Purchased Services	17,081	17,081	0
Materials and Supplies	3,879	3,879	0
	<u>0</u>	<u>0</u>	<u>0</u>
Total Operation of Non-Instructional Services	<u>39,674</u>	<u>39,674</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,849,644</u>	<u>1,849,644</u>	<u>0</u>
Excess of Revenues Under Expenditures	<u>(67,542)</u>	<u>(67,542)</u>	<u>0</u>
<u>Other Financing Sources (Uses):</u>			
Refund of Prior Year Expenditures	52	52	0
Advances In	50,238	50,238	0
Advances Out	(15,311)	(15,311)	0
	<u>34,979</u>	<u>34,979</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>34,979</u>	<u>34,979</u>	<u>0</u>
Net Change in Fund Balance	(32,563)	(32,563)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>31,479</u>	<u>31,479</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u><u>(\$1,084)</u></u>	<u><u>(\$1,084)</u></u>	<u><u>\$0</u></u>

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Early Childhood Special Education Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$8,660	\$8,660	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff:			
Salaries	4,068	4,068	0
Fringe Benefits	5,322	5,322	0
Purchased Services	89	89	0
Total Instructional Staff	9,479	9,479	0
Fiscal:			
Other	129	129	0
<i>Total Expenditures</i>	9,608	9,608	0
Excess of Revenues Under Expenditures	(948)	(948)	0
<u>Other Financing Sources:</u>			
Advances In	784	784	0
Net Change in Fund Balance	(164)	(164)	0
Fund Balance at Beginning of Year	164	164	0
Fund Balance at End of Year	\$0	\$0	\$0

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Title II-A Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$290,907	\$290,907	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special:			
Salaries	190,215	190,215	0
Fringe Benefits	101,986	101,986	0
Total Instruction	292,201	292,201	0
Support Services:			
Fiscal			
Other	3,974	3,974	0
<i>Total Expenditures</i>	296,175	296,175	0
Excess of Revenues Under Expenditures	(5,268)	(5,268)	0
<u>Other Financing Sources (Uses):</u>			
Advances In	5,734	5,734	0
Advances Out	(466)	(466)	0
<i>Total Other Financing Sources (Uses)</i>	5,268	5,268	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

Portsmouth 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, 2013*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$18,000	\$18,000	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils:			
Purchased Services	18,000	18,000	0
Fiscal:			
Other	468	468	0
<i>Total Expenditures</i>	18,468	18,468	0
Excess of Revenues Under Expenditures	(468)	(468)	0
<u>Other Financing Sources:</u>			
Advances In	468	468	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	1,797	1,797	0
Fund Balance at End of Year	\$1,797	\$1,797	\$0

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Uniform School Supplies Special Revenue Fund
For the Fiscal Year Ended June 30, 2013*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Extracurricular Activities	\$17,319	\$17,319	\$0
Miscellaneous	2,406	2,406	0
<i>Total Revenues</i>	<u>19,725</u>	<u>19,725</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Pupils:			
Materials and Supplies	2,363	2,363	0
Extracurricular Activities:			
School and Public Service Co-Curricular Activities:			
Materials and Supplies	<u>17,395</u>	<u>17,395</u>	<u>0</u>
<i>Total Expenditures</i>	<u>19,758</u>	<u>19,758</u>	<u>0</u>
Net Change in Fund Balance	(33)	(33)	0
Fund Balance at Beginning of Year	<u>8,856</u>	<u>8,856</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$8,823</u></u>	<u><u>\$8,823</u></u>	<u><u>\$0</u></u>

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Rotary Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Extracurricular Activities	\$2,167	\$2,167	\$0
Miscellaneous	10,360	10,360	0
<i>Total Revenues</i>	<u>12,527</u>	<u>12,527</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils:			
Purchased Services	407	407	0
Extracurricular Activities:			
School and Public Service Co-Curricular Activities:			
Purchased Services	12,350	12,350	0
<i>Total Expenditures</i>	<u>12,757</u>	<u>12,757</u>	<u>0</u>
Net Change in Fund Balance	(230)	(230)	0
Fund Balance at Beginning of Year	2,648	2,648	0
Fund Balance at End of Year	<u><u>\$2,418</u></u>	<u><u>\$2,418</u></u>	<u><u>\$0</u></u>

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Public School Support Special Revenue Fund
For the Fiscal Year Ended June 30, 2013*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Extracurricular Activities	\$1,057	\$1,057	\$0
Miscellaneous	6,194	6,194	0
Gifts and Donations	4,321	4,321	0
<i>Total Revenues</i>	<u>11,572</u>	<u>11,572</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Materials and Supplies	3,018	3,018	0
Special:			
Materials and Supplies	27	27	0
Total Instruction	<u>3,045</u>	<u>3,045</u>	<u>0</u>
Support Services:			
Pupils:			
Other	1,000	1,000	0
Administration:			
Purchased Services	899	899	0
Materials and Supplies	3,515	3,515	0
Total Administration	<u>4,414</u>	<u>4,414</u>	<u>0</u>
Total Support Services	<u>5,414</u>	<u>5,414</u>	<u>0</u>
<i>Total Expenditures</i>	<u>8,459</u>	<u>8,459</u>	<u>0</u>
Net Change in Fund Balance	3,113	3,113	0
Fund Balance at Beginning of Year	<u>33,344</u>	<u>33,344</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$36,457</u></u>	<u><u>\$36,457</u></u>	<u><u>\$0</u></u>

Portsmouth City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Print Shop Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Extracurricular Activities	\$35,578	\$35,578	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Vocational:			
Salaries	1,975	1,975	0
Fringe Benefits	277	277	0
Total Instruction	2,252	2,252	0
Support Services:			
Fiscal:			
Other	1,431	1,431	0
Business:			
Purchased Services	92	92	0
Materials and Supplies	28,358	28,358	0
Capital Outlay	1,572	1,572	0
Total Business	30,022	30,022	0
Total Support Services	31,453	31,453	0
<i>Total Expenditures</i>	33,705	33,705	0
Excess of Revenues Over Expenditures	1,873	1,873	0
Net Change in Fund Balance	1,873	1,873	0
Fund Balance at Beginning of Year	32,346	32,346	0
Fund Balance at End of Year	\$34,219	\$34,219	\$0

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Faculty/Memorial Fund Special Revenue Fund
For the Fiscal Year Ended June 30, 2013*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Miscellaneous	\$339	\$339	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Materials and Supplies	487	487	0
Net Change in Fund Balance	(148)	(148)	0
Fund Balance at Beginning of Year	1,114	1,114	0
Fund Balance at End of Year	\$966	\$966	\$0

Portsmouth City School District
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Severance Special Revenue Fund
For the Fiscal Year Ended June 30, 2013*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries	100,364	100,364	0
Special:			
Salaries	35,950	35,950	0
Vocational:			
Salaries	19,430	19,430	0
Fringe Benefits	282	282	0
Total Vocational	19,712	19,712	0
Total Instruction	156,026	156,026	0
Support Services:			
Pupils:			
Salaries	12,447	12,447	0
Instructional Staff:			
Salaries	7,162	7,162	0
Fringe Benefits	104	104	0
Total Instructional Staff	7,266	7,266	0
Fiscal:			
Salaries	9,807	9,807	0
Fringe Benefits	142	142	0
Total Fiscal	9,949	9,949	0
Operation and Maintenance of Plant:			
Salaries	13,151	13,151	0
Fringe Benefits	47	47	0
Total Operation and Maintenance of Plant	13,198	13,198	0
Total Support Services	42,860	42,860	0
Total Expenditures	198,886	198,886	0
Excess of Revenues Under Expenditures	(198,886)	(198,886)	0
<u>Other Financing Sources:</u>			
Transfers In	233,413	233,413	0
Net Change in Fund Balance	34,527	34,527	0
Fund Balance at Beginning of Year	705,447	705,447	0
Fund Balance at End of Year	<u>\$739,974</u>	<u>\$739,974</u>	<u>\$0</u>

Portsmouth 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, 2013

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property Taxes	\$451,552	\$451,552	\$0
Intergovernmental	66,916	66,916	0
<i>Total Revenues</i>	<u>518,468</u>	<u>518,468</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Fiscal:			
Other	21,879	21,879	0
Capital Outlay:			
Site Acquisition Services:			
Purchased Services	2,140	2,140	0
Capital Outlay	36,198	36,198	0
Total Site Acquisition Services	<u>38,338</u>	<u>38,338</u>	<u>0</u>
Site Improvement Services:			
Purchased Services	108,652	108,652	0
Materials and Supplies	234,930	234,930	0
Capital Outlay	114,179	114,179	0
Total Site Improvement Services	<u>457,761</u>	<u>457,761</u>	<u>0</u>
Architecture and Engineering Services:			
Purchased Services	12,200	12,200	0
Total Capital Outlay	<u>508,299</u>	<u>508,299</u>	<u>0</u>
<i>Total Expenditures</i>	<u>530,178</u>	<u>530,178</u>	<u>0</u>
Excess of Revenues Under Expenditures	(11,710)	(11,710)	0
<u>Other Financing Uses:</u>			
Advances Out	(37,643)	(37,643)	0
Net Change in Fund Balance	(49,353)	(49,353)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	79,107	79,107	0
Fund Balance at End of Year	<u><u>\$29,754</u></u>	<u><u>\$29,754</u></u>	<u><u>\$0</u></u>

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STATISTICAL SECTION

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STATISTICAL TABLES

This part of the Portsmouth City School District's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School District's overall financial health.

<u>CONTENTS</u>	<u>PAGES</u>
Financial Trends	108-121
These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	
Revenue Capacity	122-133
These schedules contain information to help the reader assess the School District's most significant local revenue sources.	
Debt Capacity	134-139
These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	
Demographic and Economic Information	140-143
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School District's financial activities take place.	
Operating Information	144-163
These schedules contain service and capital assets data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

Portsmouth City School District
Net Position by Component
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2004	2005	2006
Net Investment in Capital Assets	\$19,628,944	\$47,821,407	\$53,930,015
Restricted	41,319,641	13,801,697	5,658,264
Unrestricted (Deficit)	(395,286)	443,079	(24,392)
<i>Total Net Position</i>	<u>\$60,553,299</u>	<u>\$62,066,183</u>	<u>\$59,563,887</u>

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$49,868,043	\$47,745,755	\$46,147,550	\$44,092,020	\$44,790,154	\$44,161,654	\$43,376,192
4,578,776	5,294,118	5,667,882	5,972,961	4,874,569	4,747,385	4,263,779
<u>275,794</u>	<u>(589,170)</u>	<u>(298,058)</u>	<u>950,415</u>	<u>831,318</u>	<u>692,536</u>	<u>(874,318)</u>
<u>\$54,722,613</u>	<u>\$52,450,703</u>	<u>\$51,517,374</u>	<u>\$51,015,396</u>	<u>\$50,496,041</u>	<u>\$49,601,575</u>	<u>\$46,765,653</u>

Portsmouth City School District
Changes in Net Position
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2004	2005	2006
Expenses:			
Current:			
Instruction:			
Regular	\$10,475,429	\$10,608,667	\$12,169,231
Special	5,685,775	5,436,258	6,622,247
Vocational	436,071	431,277	380,329
Student Intervention Services	0	0	445,405
Intergovernmental	38,500	35,000	43,500
Support Services:			
Pupils	1,249,081	1,121,140	1,760,834
Instructional Staff	2,170,104	1,987,011	2,352,092
Board of Education	14,780	16,589	17,703
Administration	1,491,750	1,367,234	1,566,110
Fiscal	618,945	642,889	655,226
Business	117,910	109,044	117,299
Operation and Maintenance of Plant	2,241,541	1,795,612	2,053,486
Pupil Transportation	449,424	375,360	633,970
Central	58,711	22,133	30,025
Operation of Non-Instructional Services:			
Food Service Operations	993,307	1,003,493	1,195,821
Other	250,077	203,699	227,513
Extracurricular Activities	241,093	252,910	290,208
Interest and Fiscal Charges	892,098	860,111	825,820
<i>Total Expenses</i>	<u>27,424,596</u>	<u>26,268,427</u>	<u>31,386,819</u>
Program Revenues:			
Charges for Services and Sales:			
Instruction:			
Regular	682,970	601,777	546,511
Special	251,524	37,294	0
Support Services:			
Pupils	0	35,426	384
Instructional Staff	40,228	41,114	0
Administration	0	0	1,529
Business	5,698	6,913	4,703
Operation and Maintenance of Plant	148,712	145,301	34,135
Pupil Transportation	1,501	0	1,000
Central	0	0	0
Operation of Non-Instructional Services:			
Food Service Operations	211,138	206,136	191,444
Extracurricular Activities	66,276	78,653	93,600
Total Charges for Services	<u>1,408,047</u>	<u>1,152,614</u>	<u>873,306</u>
Operating Grants, Contributions, and Interest	4,923,390	4,749,113	5,849,948
Capital Grants and Contributions	53,438	0	0
<i>Total Program Revenues</i>	<u>6,384,875</u>	<u>5,901,727</u>	<u>6,723,254</u>
<i>Net Expense</i>	<u>(\$21,039,721)</u>	<u>(\$20,366,700)</u>	<u>(\$24,663,565)</u>

2007 (1)	2008	2009	2010 (2)	2011	2012	2013
\$12,640,485	\$13,103,606	\$13,573,992	\$13,753,627	\$13,689,351	\$13,977,856	\$14,007,162
5,788,924	5,396,013	4,950,325	5,879,260	6,090,527	5,955,417	6,103,402
410,481	452,153	507,713	480,887	441,427	441,078	340,318
1,174,211	1,422,054	1,541,524	1,164,825	883,606	403,813	418,259
38,500	43,500	35,600	29,000	37,500	0	0
1,704,291	1,736,450	1,610,831	1,430,317	1,237,058	1,213,131	1,365,942
2,044,780	1,900,014	2,244,651	2,372,062	2,200,333	1,935,458	1,987,804
19,611	22,717	24,501	30,589	20,334	19,937	28,682
1,814,350	1,957,080	1,838,174	1,776,063	1,762,928	1,709,868	1,735,055
678,032	798,597	750,674	669,614	590,995	645,375	695,493
91,249	76,236	76,787	82,268	96,868	98,227	107,601
2,761,532	2,640,319	2,867,303	3,114,874	2,886,014	2,672,950	2,608,690
751,522	696,035	592,894	595,484	633,169	606,198	596,336
90,398	77,150	344,578	62,866	96,569	23,704	41,843
1,270,836	1,192,836	1,134,696	1,241,298	1,260,493	1,280,076	1,300,826
224,685	239,402	227,667	220,403	232,488	278,346	208,589
301,445	321,079	338,911	477,581	250,238	352,078	375,081
763,791	641,868	640,624	637,143	621,052	524,349	686,655
<u>32,569,123</u>	<u>32,717,109</u>	<u>33,301,445</u>	<u>34,018,161</u>	<u>33,030,950</u>	<u>32,137,861</u>	<u>32,607,738</u>
722,722	833,866	702,476	813,908	771,521	903,769	718,223
21,557	8,057	9,661	12,305	69,056	103,938	64,605
0	0	0	0	0	0	0
0	0	0	0	0	0	0
10,031	13,836	7,975	7,235	4,697	3,211	1,057
0	0	0	0	0	0	0
38,401	23,101	41,926	19,038	54,594	44,611	38,264
42,650	2,106	8,045	1,638	25,800	40,978	15,424
0	0	0	129,892	0	129,323	2,757
231,560	142,910	172,450	177,183	159,151	159,477	129,369
69,494	115,273	86,911	144,916	110,431	127,501	104,353
<u>1,136,415</u>	<u>1,139,149</u>	<u>1,029,444</u>	<u>1,306,115</u>	<u>1,195,250</u>	<u>1,512,808</u>	<u>1,074,052</u>
5,929,213	6,290,703	7,105,527	8,124,682	7,220,511	7,440,064	6,369,831
226,000	81,352	37,777	30,123	0	8,846	750
<u>7,291,628</u>	<u>7,511,204</u>	<u>8,172,748</u>	<u>9,460,920</u>	<u>8,415,761</u>	<u>8,961,718</u>	<u>7,444,633</u>
<u>(\$25,277,495)</u>	<u>(\$25,205,905)</u>	<u>(\$25,128,697)</u>	<u>(\$24,557,241)</u>	<u>(\$24,615,189)</u>	<u>(\$23,176,143)</u>	<u>(\$25,163,105)</u>

(continued)

Portsmouth City School District
Changes in Net Position
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)
(continued)

Fiscal Year	2004	2005	2006
General Revenues:			
Property Taxes Levied for:			
General Purposes	\$4,395,841	\$4,644,731	\$4,776,914
Debt Service	1,049,924	1,228,724	1,267,834
Capital Outlay	79,690	88,356	89,670
Grants and Entitlements not Restricted to Specific Programs			
Operating	14,682,918	15,183,620	15,174,137
Capital	0	0	0
Contributions and Donations	17,724	10,270	96,988
Investment Earnings	116,557	516,895	659,852
Miscellaneous	74,774	206,988	95,874
Gain on Sale of Capital Assets	0	0	0
Gain on Early Retirement of Capital Lease	2,492	0	0
Insurance Recoveries	0	0	0
<i>Total General Revenues</i>	<u>20,419,920</u>	<u>21,879,584</u>	<u>22,161,269</u>
<i>Change in Net Position</i>	<u>(\$619,801)</u>	<u>\$1,512,884</u>	<u>(\$2,502,296)</u>

* The School District was awarded a grant in the amount of \$52,617,286 on December 14, 2001, from the Ohio School Facilities Commission for the construction of new facilities. At June 30, 2007, the new facilities were complete and it was determined that \$2,476,078 of the grant would not be received. Therefore, revenue was reduced since the total amount of the grant had been reported as revenue in fiscal year 2002, the year of the grant award.

(1) Special Instruction expenses decreased significantly from fiscal year 2006 to fiscal year 2007 due to cuts in Title I funding and a shift in spending from special education programs to student intervention programs.

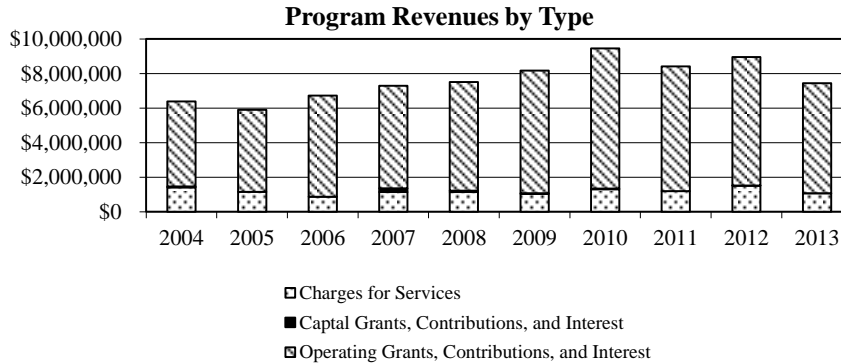
Expenses in Operation and Maintenance of Plant increased significantly from fiscal year 2006 to fiscal year 2007 due to increases in purchases of supplies and maintenance costs related to the new buildings.

(2) Restated in fiscal year 2010.

2007	2008	2009	2010 (2)	2011	2012	2013
\$4,643,256	\$4,614,506	\$4,541,034	\$4,319,587	\$4,288,395	\$4,238,222	\$4,167,324
1,236,071	1,270,249	1,277,487	1,227,943	1,054,789	835,829	741,284
87,507	84,971	83,405	80,238	251,604	458,603	453,010
15,979,356	16,535,835	17,914,549	18,319,840	18,375,417	16,668,432	16,737,958
(2,476,078) *	0	0	0	0	0	0
21,861	7,276	122,502	6,566	33,469	16,055	13,553
495,355	228,426	93,194	27,280	18,364	17,287	20,862
448,893	140,770	163,197	74,005	73,796	47,249	120,931
0	51,962	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	72,261
20,436,221	22,933,995	24,195,368	24,055,459	24,095,834	22,281,677	22,327,183
(\$4,841,274)	(\$2,271,910)	(\$933,329)	(\$501,782)	(\$519,355)	(\$894,466)	(\$2,835,922)

Portsmouth City School District
Program Revenues by Function/Program
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2004	2005	2006
Function / Program:			
Instruction:			
Regular	\$2,042,953	\$776,829	\$655,376
Special	2,108,342	2,525,523	2,961,157
Vocational	132,085	133,713	123,342
Student Intervention Services	0	0	0
Intergovernmental	38,500	35,000	43,500
Support Services:			
Pupils	229,734	334,395	903,686
Instructional Staff	293,214	748,177	740,038
Administration	0	0	1,529
Fiscal	1,000	0	22,066
Business	5,698	6,913	4,703
Operation and Maintenance of Plant	249,966	145,301	34,135
Pupil Transportation	12,039	11,266	20,486
Central	8,097	6,557	6,799
Operation of Non-Instructional Services:			
Food Service Operations	968,424	896,858	863,570
Other	204,488	202,317	234,370
Extracurricular Activities	90,335	78,878	108,497
Total Program Revenues	<u>\$6,384,875</u>	<u>\$5,901,727</u>	<u>\$6,723,254</u>



(1) Restated in fiscal year 2010.

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010 (1)</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$780,193	\$835,334	\$706,481	\$827,825	\$916,517	\$1,566,622	\$725,883
2,862,385	3,009,488	3,773,426	4,257,939	4,227,133	4,615,363	4,409,205
108,519	108,312	80,633	81,164	85,817	82,642	82,272
594,453	637,011	824,849	822,038	697,931	233,939	194,892
38,500	43,500	35,600	29,000	37,500	0	0
695,466	687,936	518,201	438,918	275,148	136,581	163,372
626,664	727,823	748,494	1,080,460	634,328	456,523	408,080
10,431	13,836	7,975	7,235	4,697	120,063	1,057
18,789	0	0	0	0	0	0
0	0	0	0	0	0	0
264,401	101,443	41,926	49,161	54,594	44,611	38,264
55,794	16,034	39,699	36,657	29,106	50,705	19,842
7,190	7,436	6,196	134,892	5,000	129,323	2,757
947,947	989,939	1,013,715	1,175,655	1,096,700	1,144,936	1,019,875
200,688	213,690	277,667	293,680	240,759	252,519	251,961
80,208	119,422	97,886	226,296	110,531	127,891	127,173
<u>\$7,291,628</u>	<u>\$7,511,204</u>	<u>\$8,172,748</u>	<u>\$9,460,920</u>	<u>\$8,415,761</u>	<u>\$8,961,718</u>	<u>\$7,444,633</u>

Portsmouth City School District
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2004	2005	2006
General Fund:			
Nonspendable	\$0	\$0	\$0
Restricted	0	0	0
Committed	0	0	0
Assigned	0	0	0
Unassigned	0	0	0
Reserved	853,449	853,035	570,286
Unreserved, Designated for:			
Future Severance Payments	0	0	144,916
Employee Health Benefits	0	0	0
Unreserved (Deficit)	213,041	970,227	297,480
<i>Total General Fund</i>	1,066,490	1,823,262	1,012,682
All Other Governmental Funds:			
Nonspendable	0	0	0
Restricted	0	0	0
Committed	0	0	0
Assigned	0	0	0
Unassigned (Deficit)	0	0	0
Reserved	227,587	210,291	2,600,479
Unreserved, Undesignated Reported in:			
Special Revenue Funds	549,751	655,987	823,534
Debt Service Fund	925,963	1,198,864	1,526,591
Capital Projects Funds	21,837,486	15,763,438	3,042,442
<i>Total All Other Governmental Funds</i>	23,540,787	17,828,580	7,993,046
<i>Total Governmental Funds</i>	\$24,607,277	\$19,651,842	\$9,005,728

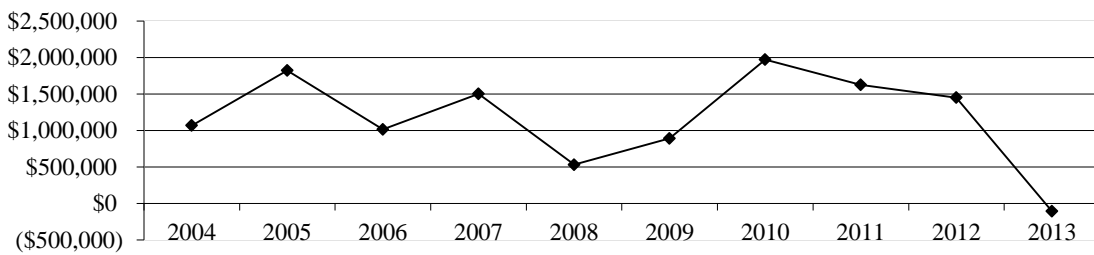
* The School District received \$1,500,000 from the sale of Anthem stock that was a result of the demutualization of Anthem.

** The School District was awarded a grant in the amount of \$52,617,286 on December 14, 2001, from the Ohio School Facilities Commission for the construction of new facilities.

(1) Restated in fiscal year 2010. The School District implemented GASB 54 in fiscal year 2011.

2007	2008	2009	2010 (1)	2011	2012	2013
\$0	\$0	\$0	\$36,693	\$38,557	\$33,211	\$28,995
0	0	0	182,690	35,610	29,872	30,622
0	0	0	393,349	617,396	705,447	702,063
0	0	0	145,220	73,334	682,753	634,157
0	0	0	1,215,268	861,787	0	(1,503,150)
386,658	318,879	493,013	0	0	0	0
39,497	0	0	0	0	0	0
260,012	115,237	17,994	0	0	0	0
816,255	95,854	379,036	0	0	0	0
<u>1,502,422</u>	<u>529,970</u>	<u>890,043</u>	<u>1,973,220</u>	<u>1,626,684</u>	<u>1,451,283</u>	<u>(107,313)</u>
0	0	0	43,465	2,453	22,248	18,214
0	0	0	5,349,820	4,113,660	3,955,969	3,746,215
0	0	0	113,090	260,436	107,349	75,704
0	0	0	941	1,301	1,301	1,301
0	0	0	(315,471)	(318,838)	(238,557)	(260,581)
314,250	153,620	248,389	0	0	0	0
422,042	829,331	659,756	0	0	0	0
1,572,878	1,884,722	2,160,713	0	0	0	0
2,632,126	2,603,996	2,414,136	0	0	0	0
<u>4,941,296</u>	<u>5,471,669</u>	<u>5,482,994</u>	<u>5,191,845</u>	<u>4,059,012</u>	<u>3,848,310</u>	<u>3,580,853</u>
<u>\$6,443,718</u>	<u>\$6,001,639</u>	<u>\$6,373,037</u>	<u>\$7,165,065</u>	<u>\$5,685,696</u>	<u>\$5,299,593</u>	<u>\$3,473,540</u>

Fund Balance of the General Fund



Portsmouth City School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2004	2005	2006	2007
<u>Revenues:</u>				
Property Taxes	\$5,540,481	\$5,843,336	\$6,113,783	\$5,950,227
Intergovernmental	37,997,577	42,090,396	24,873,719	22,285,912
Investment Earnings	143,042	513,626	663,175	500,962
Tuition and Fees	878,400	708,727	581,230	769,582
Extracurricular Activities	97,985	86,933	100,858	85,294
Rentals	148,712	145,301	3,407	19,175
Charges for Services	276,341	202,898	186,765	226,760
Contributions and Donations	17,457	47,420	220,770	299,081
Miscellaneous	108,472	206,457	96,895	612,970
<i>Total Revenues</i>	<u>45,208,467</u>	<u>49,845,094</u>	<u>32,840,602</u>	<u>30,749,963</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	10,370,515	10,452,972	11,449,775	11,198,436
Special	5,638,357	5,466,596	5,685,519	5,283,592
Vocational	357,922	364,702	282,628	372,088
Student Intervention Services	0	0	445,405	1,033,777
Intergovernmental	38,500	35,000	43,500	71,834
Support Services:				
Pupils	1,172,511	1,133,842	1,551,356	1,580,635
Instructional Staff	2,118,813	1,952,423	1,948,181	1,867,975
Board of Education	14,914	16,589	17,703	19,341
Administration	1,389,199	1,372,555	1,373,106	1,497,568
Fiscal	580,902	636,210	618,325	637,334
Business	159,315	75,031	119,389	61,244
Operation and Maintenance of Plant	1,713,799	1,595,541	1,864,911	2,411,030
Pupil Transportation	569,236	396,939	423,496	628,841
Central	55,389	22,133	30,025	69,681
Operation of Non-Instructional Services	1,272,591	1,239,057	1,168,103	1,273,249
Extracurricular Activities	248,846	257,171	286,170	270,860
Capital Outlay	12,799,738	28,587,294	14,932,204	3,708,759
Debt Service:				
Principal Retirement	521,813	461,304	520,604	243,579
Interest and Fiscal Charges	765,790	744,136	729,816	721,991
Capital Appreciation Bonds Interest	0	0	0	207,456
Issuance Costs	0	0	0	159,703
<i>Total Expenditures</i>	<u>39,788,150</u>	<u>54,809,495</u>	<u>43,490,216</u>	<u>33,318,973</u>
Excess of Revenues Over (Under) Expenditures	<u>\$5,420,317</u>	<u>(\$4,964,401)</u>	<u>(\$10,649,614)</u>	<u>(\$2,569,010)</u>

2008	2009	2010	2011	2012	2013
\$5,846,283	\$5,815,069	\$5,490,584	\$5,384,638	\$5,406,665	\$5,376,582
22,889,706	24,755,768	26,442,427	25,502,504	24,084,849	23,236,325
220,765	104,549	27,295	18,407	15,670	22,362
853,102	731,539	835,597	845,385	1,006,073	774,898
140,440	107,503	170,000	152,657	171,640	141,396
5,001	25,454	4,580	42,241	25,027	25,176
138,500	166,934	295,598	185,422	315,645	126,281
91,535	25,002	103,294	53,832	18,420	44,533
140,770	162,797	74,004	42,943	78,584	120,931
<u>30,326,102</u>	<u>31,894,615</u>	<u>33,443,379</u>	<u>32,228,029</u>	<u>31,122,573</u>	<u>29,868,484</u>
11,922,586	12,541,748	12,888,840	13,229,670	13,175,623	13,569,313
5,082,517	4,710,824	5,599,597	5,915,073	5,731,335	5,734,893
414,553	468,224	442,357	411,459	422,490	314,023
1,422,054	1,506,816	1,223,490	948,950	359,941	361,850
43,500	35,600	29,000	37,500	0	0
1,581,368	1,499,536	1,313,347	1,133,381	1,119,554	1,299,096
1,672,959	1,962,474	2,276,496	2,033,051	1,781,000	1,744,873
22,717	24,501	30,589	20,334	19,937	28,682
1,579,663	1,571,955	1,549,841	1,545,930	1,565,886	1,542,821
765,319	724,687	646,529	661,337	620,254	674,134
61,376	61,611	67,125	84,098	85,285	101,286
2,540,184	2,692,751	2,957,556	2,740,942	2,514,806	2,572,475
584,863	477,755	488,643	532,207	535,935	515,050
77,150	344,578	62,866	96,569	23,704	41,843
1,244,908	1,207,375	1,307,829	1,295,735	1,403,498	1,348,341
318,507	336,435	478,267	353,297	348,408	371,815
462,503	437,044	412,407	1,454,974	620,168	679,469
216,638	528,277	596,429	634,590	672,945	777,755
621,758	614,266	603,516	578,301	452,429	441,865
237,558	0	0	0	0	0
0	0	0	0	60,338	0
<u>30,872,681</u>	<u>31,746,457</u>	<u>32,974,724</u>	<u>33,707,398</u>	<u>31,513,536</u>	<u>32,119,584</u>
<u>(\$546,579)</u>	<u>\$148,158</u>	<u>\$468,655</u>	<u>(\$1,479,369)</u>	<u>(\$390,963)</u>	<u>(\$2,251,100)</u>

(continued)

Portsmouth City School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(continued)

	2004	2005	2006	2007
<i>Other Financing Sources (Uses):</i>				
Refunding General Obligation Bonds Issued	\$0	\$0	\$0	\$9,800,000
Premium on Debt Issuance	0	0	0	466,546
Payment to Refunded Bond Escrow Agent	0	0	0	(10,266,546)
Proceeds from Sale of Capital Assets	0	0	3,500	7,000
Inception of Capital Leases	0	8,966	0	0
Insurance Recoveries	0	0	0	0
Transfers In	73,100	315,710	220,267	306,451
Transfers Out	(73,100)	(315,710)	(220,267)	(306,451)
<i>Total Other Financing Sources (Uses)</i>	0	8,966	3,500	7,000
Net Change in Fund Balances	<u>\$5,420,317</u>	<u>(\$4,955,435)</u>	<u>(\$10,646,114)</u>	<u>(\$2,562,010)</u>
Debt Service as a Percentage of Noncapital Expenditures	4.8%	4.6%	4.0%	3.1%

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$0	\$0	\$0	\$0	\$2,864,457	\$0
0	0	0	0	190,695	0
0	0	0	0	(3,057,702)	0
104,500	0	325,000	0	7,410	0
0	223,240	0	0	0	179,424
0	0	0	0		245,623
113,451	2,943	2,233,098	1,915	3,420	0
<u>(113,451)</u>	<u>(2,943)</u>	<u>(2,233,098)</u>	<u>(1,915)</u>	<u>(3,420)</u>	<u>0</u>
<u>104,500</u>	<u>223,240</u>	<u>325,000</u>	<u>0</u>	<u>4,860</u>	<u>425,047</u>
<u><u>(\$442,079)</u></u>	<u><u>\$371,398</u></u>	<u><u>\$793,655</u></u>	<u><u>(\$1,479,369)</u></u>	<u><u>(\$386,103)</u></u>	<u><u>(\$1,826,053)</u></u>
3.5%	3.6%	3.7%	3.8%	3.7%	3.9%

Portsmouth City School District
Assessed Valuation and Estimated Actual Value of Taxable Property
Last Ten Collection (Calendar) Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value			Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU	Estimated Actual Value	Assessed Value	Estimated Actual Value
2004	\$126,824,450	\$54,816,720	\$518,974,771	\$15,627,110	\$62,508,440
2005	138,236,930	59,627,020	565,325,571	15,406,410	61,625,640
2006	138,193,810	61,781,900	571,359,171	15,599,920	62,399,680
2007	137,372,790	64,103,370	575,646,171	15,387,970	61,551,880
2008	151,287,800	66,721,490	622,883,686	13,091,910	52,367,640
2009	151,433,790	66,832,190	623,617,086	13,210,120	52,840,480
2010	150,905,230	66,796,810	622,005,829	13,210,120	52,840,480
2011	154,845,580	66,282,840	631,795,486	13,344,030	53,376,120
2012	154,328,280	65,034,900	626,751,943	13,634,070	54,536,280
2013	153,817,100	62,463,440	617,944,400	14,688,050	58,752,200

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax has been phased out. The assessment percent was 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008, and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers, except telephone companies whose last year to pay tangible personal property tax is 2010. The percentages for telecommunications are 10.0 percent for 2009, 5.0 for 2010 and zero for 2011.

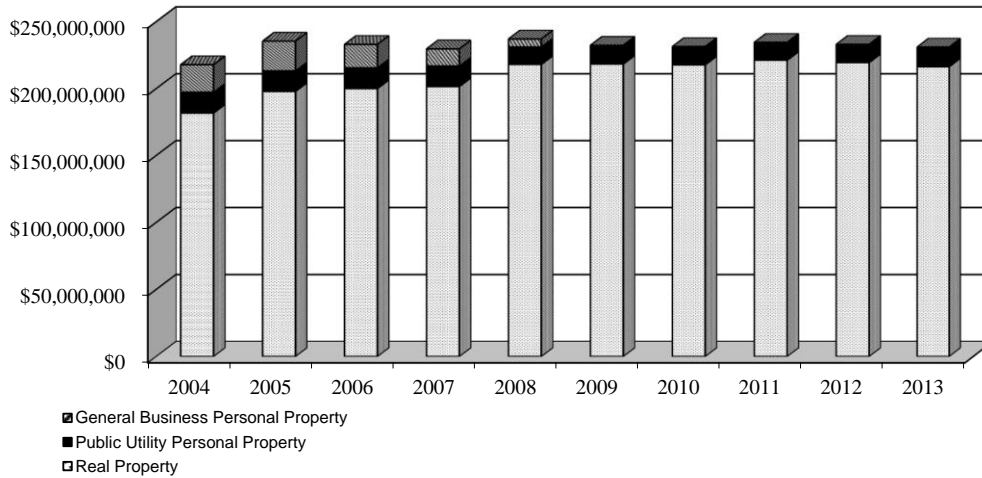
The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent and 2 1/2 percent rollbacks, and homestead exemptions before being billed. The 10 percent rollback for commercial/industrial property was eliminated in 2006.

Source: Ohio Department of Taxation

(1) Ratio represents assessed value/total estimated actual value.

Tangible Personal Property		Total			Weighted Average Tax Rate (per \$1,000 of assessed value)
General Business		Assessed Value	Estimated Actual Value	Ratio (1)	
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio (1)	
\$20,558,371	\$82,233,484	\$217,826,651	\$663,716,695	32.82%	25.28
22,180,082	88,720,328	235,450,442	715,671,539	32.90%	25.08
17,455,515	93,096,080	233,031,145	726,854,931	32.06%	24.84
12,786,263	102,290,104	229,650,393	739,488,155	31.06%	24.61
5,951,460	95,223,360	237,052,660	770,474,686	30.77%	23.90
828,540	8,285,400	232,304,640	684,742,966	33.93%	23.65
435,460	8,709,200	231,347,620	683,555,509	33.84%	23.63
0	0	234,472,450	685,171,606	34.22%	23.50
0	0	232,997,250	681,288,223	34.20%	23.53
0	0	230,968,590	676,696,600	34.13%	23.58

Assessed Value of Taxable Property



Portsmouth City School District
Principal Property Taxpayers
Real Property Tax
2013 and 2004

Tax Payer	2013		Percentage of Real Property Assessed Valuation
	Assessed Value	Rank	
Neal and Vicky Hatcher	\$3,467,850	1	1.60%
Hillview Retirement Center	2,714,180	2	1.25%
Southern Ohio Medical Center Title Holding	2,600,630	3	1.20%
OSCO Industries, Inc.	1,431,570	4	0.66%
Norfolk Southern Railway Company	1,059,540	5	0.49%
Scioto Memorial Hospital C/O Olde Market Square	856,600	6	0.40%
OHI Asset III PA Trust	851,060	7	0.39%
Trustees Portsmouth, Inc.	849,260	8	0.39%
Forest Heights	837,180	9	0.39%
PGS Rentals Inc.	810,500	10	0.37%
Liberty Nursing Properties of Portsmouth	-		-
Fifth Third Bank	-		-
Total	15,478,370		7.14%
All Others	200,802,170		92.86%
Total Assessed Valuation	<u>\$216,280,540</u>		<u>100.00%</u>

Source: Scioto County Auditor

2004		
Assessed Value	Rank	Percentage of Real Property Assessed Valuation
\$2,399,480	2	1.32%
1,956,360	3	1.08%
4,430,780	1	2.44%
-		-
-		-
931,000	6	0.51%
-		-
-		-
-		-
-		-
1,310,210	4	0.72%
<u>1,076,120</u>	5	<u>0.59%</u>
12,103,950		6.66%
<u>169,537,220</u>		<u>93.34%</u>
<u><u>\$181,641,170</u></u>		<u><u>100.00%</u></u>

Portsmouth City School District
Principal Property Taxpayers
Public Utility Personal Property Tax
2013 and 2004

Tax Payer	2013		Percentage of Public Utility Property Assessed Valuation
	Assessed Value	Rank	
Ohio Power	\$12,459,560	1	84.83%
Columbia Gas	2,097,600	2	14.29%
Tennessee Gas Pipeline Company	69,730	3	0.47%
RBS Asset Finance	35,330	4	0.24%
General Electric Capital Co.	15,040	5	0.10%
BLX 13 Inc.	7,960	6	0.05%
Columbia Gas Transmission Corporation	2,830	7	0.02%
Verizon North	-		-
N & W Railway	-		-
Total	14,688,050		100.00%
All Others	0		0.00%
Total Assessed Valuation	<u>\$14,688,050</u>		<u>100.00%</u>

Source: Scioto County Auditor

2004		
Assessed Value	Rank	Percentage of Public Utility Property Assessed Valuation
\$8,203,640	1	52.50%
1,409,720	4	9.02%
-		-
-		-
-		-
-		-
-		-
2,598,980	2	16.63%
2,093,920	3	13.40%
14,306,260		91.55%
1,320,850		8.45%
<u>\$15,627,110</u>		<u>100.00%</u>

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

	2004	2005
UNVOTED MILLAGE:		
Operating	\$3.66	\$3.66
Permanent Improvement	0.00	0.00
Debt	0.00	0.00
VOTED MILLAGE - BY LEVY:		
1976 Current Expense		
Residential/Agricultural Real	\$8.50	\$8.66
Commercial/Industrial and Public Utility Real	8.67	8.69
General Business and Public Utility Personal	18.07	18.07
1979 Current Expense		
Residential/Agricultural Real	3.29	3.30
Commercial/Industrial and Public Utility Real	3.17	3.16
General Business and Public Utility Personal	6.40	6.40
1988 Current Expense		
Residential/Agricultural Real	4.58	4.38
Commercial/Industrial and Public Utility Real	4.71	4.49
General Business and Public Utility Personal	6.40	6.40
2001 Bond Levy (\$11,550,000)		
Residential/Agricultural Real	4.00	4.00
Commercial/Industrial and Public Utility Real	4.00	4.00
General Business and Public Utility Personal	4.00	4.00
2001 Site Acquisition (\$5,520,000)		
Residential/Agricultural Real	2.00	2.00
Commercial/Industrial and Public Utility Real	2.00	2.00
General Business and Public Utility Personal	2.00	2.00
2001 Classroom Facilities		
Residential/Agricultural Real	0.44	0.40
Commercial/Industrial and Public Utility Real	0.46	0.43
General Business and Public Utility Personal	0.50	0.50
2005 Permanent Improvement - Recurring		
Residential/Agricultural Real	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00
General Business and Public Utility Personal	0.00	0.00

2006	2007	2008	2009	2010	2011	2012	2013
\$3.66	\$3.66	\$3.66	\$3.66	\$3.66	\$3.66	\$3.66	\$3.66
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
\$8.67	\$8.68	\$8.81	\$8.83	\$8.83	\$9.48	\$10.11	\$10.14
8.70	8.78	8.75	8.80	8.80	9.28	9.92	9.95
18.07	18.07	18.07	18.07	18.07	18.07	18.07	18.07
3.30	3.31	3.32	3.32	3.32	3.53	3.74	3.76
3.16	3.19	3.18	3.19	3.19	3.37	3.59	3.60
6.40	6.40	6.40	6.40	6.40	6.40	6.40	6.40
4.39	4.39	4.21	4.22	4.22	4.33	4.59	4.50
4.50	4.54	4.42	4.44	4.44	4.68	4.83	4.85
6.40	6.40	6.40	6.40	6.40	6.40	6.40	6.40
4.00	4.00	4.00	4.00	4.00	3.25	2.50	2.50
4.00	4.00	4.00	4.00	4.00	3.25	2.50	2.50
4.00	4.00	4.00	4.00	4.00	3.25	2.50	2.50
2.00	2.00	2.00	2.00	2.00	1.75	1.50	1.50
2.00	2.00	2.00	2.00	2.00	1.75	1.50	1.50
2.00	2.00	2.00	2.00	2.00	1.75	1.50	1.50
0.40	0.40	0.36	0.36	0.36	0.36	0.36	0.36
0.43	0.43	0.41	0.41	0.41	0.44	0.44	0.44
0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

(continued)

Portsmouth City School District
Property Tax Rates (Per \$1,000 of Assessed Valuation)
Direct and Overlapping Governments
Last Ten Collection (Calendar) Years
(continued)

	2004	2005
TOTAL VOTED MILLAGE BY TYPE OF PROPERTY		
Residential/Agricultural Real	\$22.81	\$22.74
Commercial/Industrial and Public Utility Real	23.01	22.77
General Business and Public Utility Personal	37.37	37.37
WEIGHTED AVERAGE	25.28	25.08
TOTAL MILLAGE BY TYPE OF PROPERTY		
Residential/Agricultural Real	\$26.47	\$26.40
Commercial/Industrial and Public Utility Real	26.67	26.43
General Business and Public Utility Personal	41.03	41.03
OVERLAPPING RATES BY TAXING DISTRICT		
TOWNSHIPS:		
Residential/Agricultural Real	0.30 - 2.92	0.27 - 2.92
Commercial/Industrial and Public Utility Real	0.36 - 2.92	0.35 - 2.92
General Business and Public Utility Personal	0.50 - 2.92	0.50 - 2.92
CORPORATIONS:		
Residential/Agricultural Real	0.30 - 4.29	0.30 - 4.29
Commercial/Industrial and Public Utility Real	0.30 - 4.29	0.30 - 4.29
General Business and Public Utility Personal	0.30 - 4.29	0.30 - 4.29
SCIOTO COUNTY JOINT VOCATIONAL SCHOOL DISTRICT:		
Residential/Agricultural Real	0.61 - 0.73	0.61 - 0.72
Commercial/Industrial and Public Utility Real	0.46 - 0.86	0.43 - 0.81
General Business and Public Utility Personal	0.50 - 1.50	1.37 - 1.50
COUNTY AND OTHER UNITS:		
Residential/Agricultural Real	0.10 - 2.08	0.09 - 2.08
Commercial/Industrial and Public Utility Real	0.15 - 2.08	0.14 - 2.08
General Business and Public Utility Personal	0.20 - 2.08	0.20 - 2.08
LIBRARY		
Residential/Agricultural Real	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00
General Business and Public Utility Personal	0.00	0.00

Source: Ohio Department of Taxation

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

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

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

2006	2007	2008	2009	2010	2011	2012	2013
\$22.76	\$22.78	\$22.70	\$22.73	\$22.73	\$22.70	\$22.80	\$22.76
22.79	22.94	22.76	22.84	22.84	22.77	22.78	22.84
37.37	37.37	37.37	37.37	37.37	36.37	35.37	35.37
24.84	24.61	23.90	23.65	23.63	23.50	23.53	23.58
\$26.42	\$26.44	\$26.36	\$26.39	\$26.39	\$26.36	\$26.46	\$26.42
26.45	26.60	26.42	26.50	26.50	26.43	26.44	26.50
41.03	41.03	41.03	41.03	41.03	40.03	39.03	39.03
0.27 - 2.92	0.27 - 2.92	0.24 - 2.92	0.24 - 2.92	0.24 - 2.92	0.23 - 2.92	0.23 - 2.92	0.23 - 2.92
0.35 - 2.92	0.35 - 2.92	0.34 - 2.92	0.34 - 2.92	0.35 - 2.92	0.37 - 2.92	0.36 - 2.92	0.36 - 2.92
0.50 - 3.00	0.50 - 3.00	0.50 - 3.00	0.50 - 3.00	0.50 - 3.00	0.50 - 3.00	0.50 - 3.00	0.50 - 3.00
0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29
0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29
0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29	0.30 - 4.29
0.61 - 0.73	0.61 - 0.72	0.59 - 0.71	0.59 - 0.72	0.59 - 0.72	0.56 - 0.72	0.56 - 0.72	0.56 - 0.72
0.43 - 0.74	0.64 - 0.83	0.61 - 0.80	0.67 - 0.80	0.63 - 0.74	0.64 - 0.83	0.66 - 0.85	0.66 - 0.85
1.00 - 1.50	1.00 - 1.50	1.00 - 1.50	1.00 - 1.50	1.00 - 1.50	1.00 - 1.50	1.00 - 1.50	1.00 - 1.50
0.09 - 3.30	0.09 - 3.30	0.09 - 3.01	0.09 - 3.02	0.08 - 3.03	0.08 - 2.85	0.08 - 2.86	0.09 - 2.86
0.14 - 3.30	0.14 - 3.30	0.13 - 3.17	0.13 - 3.18	0.14 - 3.25	0.14 - 3.29	0.14 - 3.30	0.14 - 3.30
0.20 - 3.30	0.20 - 3.30	0.20 - 3.30	0.20 - 3.30	0.20 - 3.30	0.20 - 3.30	0.20 - 3.30	0.20 - 3.30
0.00	0.00	0.00	0.00	0.00	0.94	0.95	0.95
0.00	0.00	0.00	0.00	0.00	1.00	1.00	1.00
0.00	0.00	0.00	0.00	0.00	1.00	1.00	1.00

Portsmouth City School District
*Property Tax Levies and Collections - Real, Public Utility Personal
and General Business Personal Property
Last Ten Collection (Calendar) Years*

Collection Year (1)	Total Tax Levied (2)	Current Tax Collection (3)	Percent of Current Levy Collected	Delinquent Tax Collection (4)	Total Tax Collections
2003	\$6,152,078	\$4,275,122	69.49%	\$251,084	\$4,526,206
2004	6,390,997	4,471,383	69.96%	224,048	4,695,431
2005	6,155,199	5,475,920	88.96%	294,474	5,770,394
2006	7,176,401	5,498,085	76.61%	334,023	5,832,108
2007	6,453,333	5,540,706	85.86%	277,855	5,818,561
2008	6,538,915	5,317,607	81.32%	291,377	5,608,984
2009	6,331,636	5,087,391	80.35%	331,404	5,418,795
2010	6,378,276	5,122,326	80.31%	291,367	5,413,693
2011	6,367,959	5,122,410	80.44%	331,016	5,453,426
2012	6,284,548	5,048,790	80.34%	394,034	5,442,824

Source: Scioto County Auditor

- (1) The 2013 information cannot be presented because all collections have not been made by June 30, 2013.
- (2) Taxes levied and collected are presented on a cash basis because that is the manner that information is maintained by the County Auditor.
- (3) State reimbursements of rollback and homestead exemptions are not included.
- (4) Penalties and interest are included since, by Ohio law, they become part of the tax obligation as assessment occurs.

<u>Percent Of Total Collections To Total Levy</u>	<u>Outstanding Delinquent Taxes (3)</u>	<u>Percent of Outstanding Delinquent Taxes To Total Tax Levied</u>
73.57%	\$529,657	8.61%
73.47%	744,845	11.65%
93.75%	832,330	13.52%
81.27%	836,619	11.66%
90.16%	567,644	8.80%
85.78%	687,143	10.51%
85.58%	782,672	12.36%
84.88%	911,979	14.30%
85.64%	1,133,570	17.80%
86.61%	1,258,187	20.02%

Portsmouth City School District
*Ratio of Debt to Estimated Actual Value,
 Personal Income and Debt Per Capita
 Last Ten Fiscal Years*

Fiscal Year	General Obligation Bonds (1)	EPA Asbestos Loan (1)	Capital Leases (1)	Total Outstanding Debt	Estimated Actual Value (2)
2004	\$16,848,207	\$49,990	\$173,169	\$17,071,366	\$663,716,695
2005	16,595,089	35,707	95,114	16,725,910	715,671,539
2006	16,267,255	21,423	3,794	16,292,472	726,854,931
2007	15,911,027	7,139	2,043	15,920,209	739,488,155
2008	15,476,755	0	0	15,476,755	770,474,686
2009	14,972,234	0	214,963	15,187,197	684,742,966
2010	14,450,128	0	163,534	14,613,662	683,555,509
2011	13,902,337	0	108,944	14,011,281	685,171,606
2012	13,297,879	0	50,999	13,348,878	681,288,223
2013	13,107,836	0	162,668	13,270,504	676,696,600

Source: (1) School District Financial Records
 (2) Scioto County Auditor
 (3) Census data for 2000 and 2010 census
 (4) Computation of per capita personal income multiplied by population

<u>Population (3)</u>	<u>Personal Income (4)</u>	<u>Ratio of Debt to Estimated Actual Value</u>	<u>Ratio of Debt to Personal Income</u>	<u>Debt Per Capita</u>
20,909	\$315,265,902	2.57%	5.41%	\$816.46
20,909	315,265,902	2.34%	5.31%	799.94
20,909	315,265,902	2.24%	5.17%	779.21
20,909	315,265,902	2.15%	5.05%	761.40
20,909	315,265,902	2.01%	4.91%	740.20
20,909	315,265,902	2.22%	4.82%	726.35
20,909	315,265,902	2.14%	4.64%	698.92
20,226	321,836,112	2.04%	4.35%	692.74
20,226	321,836,112	1.96%	4.15%	659.99
20,226	321,836,112	1.96%	4.12%	656.11

Portsmouth City School District
*Ratio of General Obligation Bonded Debt to
 Estimated Actual Value and General Obligation Bonded Debt Per Capita
 Last Ten Fiscal Years*

Fiscal Year	General Obligation Bonded Debt (1)	Estimated Actual Value (2)	Population (3)	Ratio of General Obligation Debt to Estimated Actual Value	General Obligation Debt Per Capita
2004	\$16,848,207	\$663,716,695	20,909	2.54%	\$805.79
2005	16,595,089	715,671,539	20,909	2.32%	793.68
2006	16,267,255	726,854,931	20,909	2.24%	778.00
2007	15,911,027	739,488,155	20,909	2.15%	760.97
2008	15,476,755	770,474,686	20,909	2.01%	740.20
2009	14,972,234	684,742,966	20,909	2.19%	716.07
2010	14,450,128	683,555,509	20,909	2.11%	691.10
2011	13,902,337	685,171,606	20,226	2.03%	687.35
2012	13,297,879	681,288,223	20,226	1.95%	657.46
2013	13,107,836	676,696,600	20,226	1.94%	648.07

(1) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.

Source: (2) Scioto County Auditor
 (3) Census data for 2000 and 2010 census

Portsmouth City School District
Computation of Direct and Overlapping Debt
 June 30, 2013

Jurisdiction	Debt Attributable to Governmental Activities (1)	Percentage Applicable to District (2)	Amount Applicable to District
Direct:			
Portsmouth City School District:			
General Obligation Bonds	\$13,107,836	100.00%	\$13,107,836
Capital Lease Obligation	<u>162,668</u>	100.00	<u>162,668</u>
Total Direct Debt	<u>13,270,504</u>		<u>13,270,504</u>
Overlapping:			
Scioto County:			
General Obligation Bonds	9,008,478	24.08	2,169,242
Loan Obligation	11,323	24.08	2,727
Bond Anticipation Notes	487,000	24.08	117,270
Capital Lease Obligation	1,753,044	24.08	422,133
Scioto County Career Technical Center:			
Loan Obligation	80,300	24.30	19,513
Capital Lease Obligation	3,150,000	24.30	765,450
City of Portsmouth:			
General Obligation Bonds	1,520,000	100.00	1,520,000
Capital Lease Obligation	<u>840,435</u>	100.00	<u>840,435</u>
Total Overlapping Debt	<u>16,850,580</u>		<u>5,856,770</u>
Total Direct and Overlapping Debt	<u><u>\$30,121,084</u></u>		<u><u>\$19,127,274</u></u>

Source: Ohio Municipal Advisory Council

(1) Represents General Obligation Bonded Debt Only

(2) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision.

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

Portsmouth City School District
Computation of Legal Debt Margin
Last Ten Fiscal Years

	2004	2005	2006
Total Assessed Valuation	\$217,826,651	\$235,450,442	\$233,031,145
Less Railroad and Telephone Property Valuation	0	0	(4,636,680)
Less General Business Tangible Personal Property Valuation	0	0	(17,455,515)
Total Assessed Valuation used to Calculate Legal Debt Margin (1)	217,826,651	235,450,442	210,938,950
Overall debt limitation - 9.0% of assessed valuation (2)	19,604,399	21,190,540	18,984,506
Gross indebtedness authorized by the School District	16,494,990	16,120,707	15,691,423
Less exempt debt:			
EPA Asbestos Loan	(49,990)	(35,707)	(21,423)
Debt within 9.0% limitation	16,445,000	16,085,000	15,670,000
Less amount available in the debt service fund	(981,047)	(1,270,369)	(1,593,664)
Net debt within 9.0% limitation	15,463,953	14,814,631	14,076,336
Legal debt margin within 9.0% limitation	\$4,140,446	\$6,375,909	\$4,908,170
Legal Debt Margin as a Percentage of the Debt Limit	21.1%	30.1%	25.9%
Unvoted debt limitation .10% of assessed valuation (2)	\$217,827	\$235,450	\$210,939
Gross indebtedness authorized by the School District	49,990	35,707	21,423
Less exempt debt:			
EPA Asbestos Loan	(49,990)	(35,707)	(21,423)
Legal debt margin within .10% limitation	\$217,827	\$235,450	\$210,939
Unvoted Legal Debt Margin as a Percentage of the Excess of Revenues Over (Under) Expenditures	100.0%	100.0%	100.0%

Source: Scioto County Auditor and School District Records

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

(2) Ohio Bond Law sets a limit of 9 percent for voted debt and .10 percent for unvoted debt.

2007	2008	2009	2010	2011	2012	2013
\$229,650,393	\$237,052,660	\$232,304,640	\$231,347,620	\$234,472,450	\$232,997,250	\$230,968,590
(3,882,440)	(2,663,890)	(1,832,410)	(828,540)	0	0	0
<u>(12,786,263)</u>	<u>(5,951,460)</u>	<u>(828,540)</u>	<u>(435,460)</u>	<u>0</u>	<u>0</u>	<u>0</u>
212,981,690	228,437,310	229,643,690	230,083,620	234,472,450	232,997,250	230,968,590
19,168,352	20,559,358	20,667,932	20,707,526	21,102,521	20,969,753	20,787,173
15,449,595	15,235,000	14,715,000	14,170,000	13,590,000	12,974,457	12,264,457
<u>(7,139)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
15,442,456	15,235,000	14,715,000	14,170,000	13,590,000	12,974,457	12,264,457
<u>(1,636,739)</u>	<u>(1,951,714)</u>	<u>(2,243,808)</u>	<u>(3,060,637)</u>	<u>(3,118,408)</u>	<u>(2,986,970)</u>	<u>(2,678,358)</u>
13,805,717	13,283,286	12,471,192	11,109,363	10,471,592	9,987,487	9,586,099
<u>\$5,362,635</u>	<u>\$7,276,072</u>	<u>\$8,196,740</u>	<u>\$9,598,163</u>	<u>\$10,630,929</u>	<u>\$10,982,266</u>	<u>\$11,201,074</u>
28.0%	35.4%	39.7%	46.4%	50.4%	52.4%	53.9%
<u>\$212,982</u>	<u>\$228,437</u>	<u>\$229,644</u>	<u>\$230,084</u>	<u>\$234,472</u>	<u>\$232,997</u>	<u>\$230,969</u>
7,139	0	0	0	0	0	0
<u>(7,139)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$212,982</u>	<u>\$228,437</u>	<u>\$229,644</u>	<u>\$230,084</u>	<u>\$234,472</u>	<u>\$232,997</u>	<u>\$230,969</u>
100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Portsmouth City School District
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population (1)	Total Personal Income (2)	Per Capita Personal Income (1)	Median Household Income (1)	Median Age (1)
2004	20,909	\$315,265,902	\$15,078	\$23,004	38
2005	20,909	315,265,902	15,078	23,004	38
2006	20,909	315,265,902	15,078	23,004	38
2007	20,909	315,265,902	15,078	23,004	38
2008	20,909	315,265,902	15,078	23,004	38
2009	20,909	315,265,902	15,078	23,004	38
2010	20,909	315,265,902	15,078	23,004	38
2011	20,226	321,836,112	15,912	24,562	38
2012	20,226	321,836,112	15,912	24,562	38
2013	20,226	321,836,112	15,912	24,562	38

Source: (1) U.S. Census Bureau
(2) Computation of per capita personal income multiplied by population
(3) School District Records
(4) Ohio Department of Job and Family Services
(5) Ohio Department of Taxation

<u>Educational Attainment: Bachelor's Degree or Higher (1)</u>	<u>School Enrollment (3)</u>	<u>Scioto County Unemployment Rate (4)</u>	<u>State of Ohio Unemployment Rate (4)</u>	<u>U.S.A. Unemployment Rate (4)</u>	<u>Total Assessed Property Value (5)</u>
12.50%	2,172	8.10%	6.00%	5.50%	\$217,826,651
12.50	2,079	8.40	5.70	5.00	235,450,442
12.50	1,982	7.40	5.20	4.80	233,031,145
12.50	2,119	7.80	6.10	4.70	229,650,393
12.50	2,132	8.30	6.70	5.50	237,052,660
12.50	2,101	12.90	11.20	9.70	232,304,640
12.50	2,163	13.50	10.50	9.50	231,347,620
11.30	2,120	12.50	8.80	9.20	234,472,450
11.30	2,066	11.10	7.20	8.30	232,997,250
11.30	1,943	11.60	7.20	7.60	230,968,590

Portsmouth City School District
Principal Employers
Fiscal Years 2013 and 2004

Employer	2013		
	Total Employees	Rank	Percentage of Total Employees
Southern Ohio Medical Center	2,509	1	38.09%
Shawnee State University	1,526	2	23.17
Scioto County	694	3	10.54
Community Action Organization	409	4	6.21
State of Ohio	312	5	4.74
Norfolk and Southern Railway	301	6	4.57
City of Portsmouth	263	7	3.99
Portsmouth City School District	251	8	3.81
OSCO Industries, Inc.	231	9	3.51
Southern Ohio Medical Care Foundation	89	10	1.37
Ohio Troopers Coalition	-		-
Kroger	-		-
Total Employees	<u>6,585</u>		<u>100.00%</u>

Source: City of Portsmouth

2004		
Total Employees	Rank	Percentage of Total Employees
2,024	1	33.67%
1,499	2	24.93
694	3	11.54
200	9	3.33
350	4	5.82
-		-
290	6	4.82
274	7	4.56
292	5	4.86
-		-
212	8	3.53
177	10	2.94
<u>6,012</u>		<u>100.00%</u>

Portsmouth City School District
Building Statistics
Last Ten Fiscal Years

	2004	2005
Portsmouth Middle/High School (1)		
Constructed in 1906		
Total Building Square Footage	177,653	177,653
Acreage	4.00	4.00
Enrollment Grades 9-12 (Fiscal Years 1997 - 2005)	486	732
Enrollment Grades 7-12 (Beginning in Fiscal Year 2006)	N/A	N/A
Student Capacity	1,064	1,064
Regular Instructional Classrooms	33	37
Regular Instructional Teachers	29	40
Special Instructional Classrooms	4	4
Special Instructional Teachers	5	5
Extracurricular Space - Gymnasium Square Footage	18,992	18,992
Cafeteria Facilities Square Footage	3,500	3,500
Library/Media Center Square Footage	2,924	2,924
Portsmouth High/Junior High School (2)		
Constructed in 2007		
Total Building Square Footage	N/A	N/A
Acreage	N/A	N/A
Enrollment Grades 7-12	N/A	N/A
Student Capacity	N/A	N/A
Regular Instructional Classrooms	N/A	N/A
Regular Instructional Teachers	N/A	N/A
Special Instructional Classrooms	N/A	N/A
Special Instructional Teachers	N/A	N/A
Extracurricular Space - Gymnasium Square Footage	N/A	N/A
Cafeteria Facilities Square Footage	N/A	N/A
Library/Media Center Square Footage	N/A	N/A
U.S. Grant Middle School (3)		
Constructed in 1930 with additions in 1958		
Total Building Square Footage	60,930	N/A
Acreage	1.38	N/A
Enrollment Grades 7-8	305	N/A
Student Capacity	403	N/A
Regular Instructional Classrooms	20	N/A
Regular Instructional Teachers	12	N/A
Special Instructional Classrooms	5	N/A
Special Instructional Teachers	1	N/A
Extracurricular Space - Gymnasium Square Footage	11,163	N/A
Cafeteria Facilities Square Footage	1,618	N/A
Library/Media Center Square Footage	1,253	N/A

Portsmouth City School District
Building Statistics
Last Ten Fiscal Years
(continued)

	2004	2005
East Portsmouth Elementary School (4)		
Constructed in 2005		
Total Building Square Footage	N/A	N/A
Acreage	N/A	N/A
Enrollment Grades K-8	N/A	N/A
Student Capacity	N/A	N/A
Regular Instructional Classrooms	N/A	N/A
Regular Instructional Teachers	N/A	N/A
Special Instructional Classrooms	N/A	N/A
Special Instructional Teachers	N/A	N/A
Extracurricular Space - Gymnasium Square Footage	N/A	N/A
Cafeteria Facilities Square Footage	N/A	N/A
Library/Media Center Square Footage	N/A	N/A
McKinley Elementary School (1)		
Constructed in 1916 with additions in 1955		
Total Building Square Footage	64,450	64,450
Acreage	2.02	2.02
Enrollment Grades 6-8 (Fiscal Years 1997 - 2000)	N/A	N/A
Enrollment Grades 4-6 (Beginning in Fiscal Year 2001)	448	298
Student Capacity	427	427
Regular Instructional Classrooms	22	22
Regular Instructional Teachers	19	18
Special Instructional Classrooms	6	6
Special Instructional Teachers	7	7
Extracurricular Space - Gymnasium Square Footage	6,148	6,148
Cafeteria Facilities Square Footage	1,904	1,904
Library/Media Center Square Footage	2,160	2,160
Wilson Elementary School (1)		
Constructed in 1926 with additions in 1957		
Total Building Square Footage	61,790	61,790
Acreage	2.00	2.00
Enrollment Grades K-5 (Fiscal Years 1997 - 2000)	N/A	N/A
Enrollment Grades K-3 (Beginning in Fiscal Year 2001)	305	402
Student Capacity	522	522
Regular Instructional Classrooms	20	20
Regular Instructional Teachers	17	16
Special Instructional Classrooms	8	8
Special Instructional Teachers	3	2
Extracurricular Space - Gymnasium Square Footage	3,990	3,990
Cafeteria Facilities Square Footage	3,990	3,990
Library/Media Center Square Footage	828	828

2006	2007	2008	2009	2010	2011	2012	2013
45,779	45,779	45,779	45,779	45,779	45,779	45,779	45,779
23.29	23.29	23.29	23.29	23.29	23.29	23.29	23.29
231	247	255	204	247	246	258	229
390	390	390	390	390	390	390	390
14	14	14	14	14	14	14	12
14	14	14	14	14	14	14	14
5	5	5	5	5	5	5	5
2	4	4	4	5	5	5	5
3,769	3,769	3,769	3,769	3,769	3,769	3,769	3,769
3,857	3,857	3,857	3,857	3,857	3,857	3,857	3,857
1,106	1,106	1,106	1,106	1,106	1,106	1,106	1,106
64,450	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2.02	N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
350	N/A	N/A	N/A	N/A	N/A	N/A	N/A
427	N/A	N/A	N/A	N/A	N/A	N/A	N/A
22	N/A	N/A	N/A	N/A	N/A	N/A	N/A
13	N/A	N/A	N/A	N/A	N/A	N/A	N/A
6	N/A	N/A	N/A	N/A	N/A	N/A	N/A
4	N/A	N/A	N/A	N/A	N/A	N/A	N/A
6,148	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1,904	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2,160	N/A	N/A	N/A	N/A	N/A	N/A	N/A
61,790	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2.00	N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
320	N/A	N/A	N/A	N/A	N/A	N/A	N/A
522	N/A	N/A	N/A	N/A	N/A	N/A	N/A
20	N/A	N/A	N/A	N/A	N/A	N/A	N/A
14	N/A	N/A	N/A	N/A	N/A	N/A	N/A
8	N/A	N/A	N/A	N/A	N/A	N/A	N/A
3	N/A	N/A	N/A	N/A	N/A	N/A	N/A
3,990	N/A	N/A	N/A	N/A	N/A	N/A	N/A
3,990	N/A	N/A	N/A	N/A	N/A	N/A	N/A
828	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(continued)

Portsmouth City School District
Building Statistics
Last Ten Fiscal Years
(continued)

	2004	2005
Roosevelt Elementary School (1)		
Constructed in 1929 with additions in 1956 and 1958		
Total Building Square Footage	32,224	32,224
Acreage	3.79	3.79
Enrollment Grades K-5 (Fiscal Years 1997 - 2000)	N/A	N/A
Enrollment Grades K-3 (Beginning in Fiscal Year 2001)	317	329
Student Capacity	258	258
Regular Instructional Classrooms	11	11
Regular Instructional Teachers	15	15
Special Instructional Classrooms	1	1
Special Instructional Teachers	3	3
Extracurricular Space - Gymnasium Square Footage	4,230	4,230
Cafeteria Facilities Square Footage	4,230	4,230
Library/Media Center Square Footage	1,280	1,280
Harding Elementary School (5)		
Constructed in 1929 with additions in 1959		
Total Building Square Footage	41,455	41,455
Acreage	2.00	2.00
Enrollment Grades K-6	311	318
Student Capacity	332	332
Regular Instructional Classrooms	17	17
Regular Instructional Teachers	16	17
Special Instructional Classrooms	3	3
Special Instructional Teachers	3	2
Extracurricular Space - Gymnasium Square Footage	4,600	4,600
Cafeteria Facilities Square Footage	4,600	4,600
Library/Media Center Square Footage	1,012	1,012
Portsmouth Elementary School (2)		
Constructed in 2007		
Total Building Square Footage	N/A	N/A
Acreage	N/A	N/A
Enrollment Grades K-6	N/A	N/A
Student Capacity	N/A	N/A
Regular Instructional Classrooms	N/A	N/A
Regular Instructional Teachers	N/A	N/A
Special Instructional Classrooms	N/A	N/A
Special Instructional Teachers	N/A	N/A
Extracurricular Space - Gymnasium Square Footage	N/A	N/A
Cafeteria Facilities Square Footage	N/A	N/A
Library/Media Center Square Footage	N/A	N/A

Source: School District Records

N/A - Not Available

- (1) Portsmouth Middle/High School, McKinley Elementary School, Wilson Elementary School, and Roosevelt Elementary School were demolished in fiscal year 2007.
- (2) Portsmouth High/Junior High School and Portsmouth Elementary School were constructed in fiscal year 2007.
- (3) U.S. Grant Middle School was demolished in fiscal year 2005.
- (4) East Portsmouth Elementary School was constructed in fiscal year 2006.
- (5) Harding Elementary School was demolished in fiscal year

Portsmouth City School District

Employees by Function

Last Ten Fiscal Years

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<i>Governmental Activities</i>				
Instruction:				
Regular	111.00	107.00	102.00	103.00
Special	40.00	40.00	39.50	36.00
Vocational	5.00	5.00	4.00	4.00
Support Services:				
Pupils				
Student Facilitator	1.00	1.00	1.00	1.00
Pupil Personnel Facilitator	0.50	1.00	1.00	1.00
Secretary	1.00	1.00	1.00	1.00
Guidance Counselors	6.00	6.00	5.00	5.00
Psychologists	3.50	2.00	3.00	3.00
Speech and Language Pathologists	2.00	2.00	2.00	2.00
Data Facilitators	1.00	2.00	10.50	4.00
Test Coordinator	1.00	1.00	0.00	0.00
Nurse	1.00	1.00	1.00	1.00
Nurse Aides	2.00	2.00	2.00	2.00
Attendance Officer	1.00	1.00	1.00	1.00
Instructional Staff				
Directors	2.00	2.00	2.00	2.00
Coordinator	1.00	1.00	0.00	2.00
Secretary	1.00	1.00	2.00	2.00
Aides/Paraprofessionals	23.00	26.00	26.00	20.00
Librarians	2.00	2.00	2.00	2.00
Supervisor Technical Support	1.00	1.00	1.00	1.00
Administration				
Superintendent	1.00	1.00	1.00	1.00
Coordinator	0.00	0.00	0.00	0.00
Executive Assistants	2.00	2.00	2.00	2.00
Principals/Assistant Principals	5.00	5.00	4.00	5.00
Dean	1.00	1.00	1.00	1.00
Secretaries	10.00	9.00	8.00	18.00
Fiscal				
Treasurer	1.00	1.00	1.00	1.00
Assistant Treasurer	0.00	0.00	0.00	0.00
Secretaries	3.00	3.00	3.00	3.00

2008	2009	2010	2011	2012	2013
105.00	114.50	114.00	113.00	110.25	109.00
32.00	31.25	34.00	34.00	32.25	30.00
4.00	4.25	4.00	4.00	3.50	3.00
1.00	0.00	0.00	0.00	0.00	0.00
1.00	0.00	0.00	0.00	0.00	0.00
1.00	1.00	1.00	1.00	1.00	1.00
5.00	5.00	5.00	5.00	5.00	5.00
3.00	3.00	2.00	2.00	2.00	2.00
3.00	3.00	3.00	3.00	3.00	3.00
4.00	4.00	4.00	1.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
1.00	1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	2.00	2.00
1.00	1.00	1.00	1.00	0.00	0.00
2.00	2.00	1.00	1.00	1.00	1.00
4.00	1.00	2.00	2.00	2.00	2.00
1.00	1.00	1.00	1.00	1.00	1.00
22.00	19.00	21.00	21.00	20.00	19.00
2.00	2.00	2.00	2.00	2.00	2.00
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	1.00
4.00	0.00	0.00	0.00	0.00	0.00
2.00	2.00	2.00	2.00	2.00	2.00
5.00	5.00	4.00	4.00	3.00	4.00
1.00	1.00	1.00	1.00	1.00	1.00
16.00	8.00	8.00	8.00	8.00	8.00
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	1.00
3.00	2.00	2.00	2.00	2.00	2.00

(continued)

Portsmouth City School District

Employees by Function

Last Ten Fiscal Years

(continued)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Business				
Director	0.50	0.50	0.50	1.50
Executive Assistant	0.50	0.50	0.50	0.50
Operation and Maintenance of Plant				
Executive Assistant	0.50	0.50	0.50	0.50
Custodians	16.50	16.50	16.50	18.00
Maintenance	2.00	2.00	2.00	2.00
Pupil Transportation				
Bus Drivers	7.00	7.00	7.00	7.00
Operation of Non-Instructional Services:				
Food Service Opoerations				
Director	0.50	0.50	0.50	0.50
Manager	1.00	1.00	1.00	1.00
Secretary	1.00	1.00	1.00	1.00
Cooks	15.00	16.00	14.00	14.00
Courier	0.50	0.50	0.50	0.00
<i>Total Number of Employees</i>	<u>274.00</u>	<u>273.00</u>	<u>270.00</u>	<u>270.00</u>

Method: Using 1.0 for each full-time employee and either 0.25 or 0.50 for part-time and seasonal employees.

Source: School District Records (Count is taken on June 30th of each fiscal year)

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
1.50	1.50	1.50	1.50	1.50	1.50
0.50	0.50	0.50	0.50	0.50	0.50
0.50	0.50	0.50	0.50	0.50	0.50
17.00	18.00	18.00	18.00	18.00	18.00
2.00	2.00	2.00	2.00	2.00	2.00
8.00	7.00	7.00	7.00	6.00	6.00
0.50	0.50	0.50	0.50	0.50	0.50
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	1.00
15.00	17.00	18.00	18.00	19.00	18.00
0.00	0.00	0.00	0.00	0.00	0.00
<u>276.00</u>	<u>266.00</u>	<u>269.00</u>	<u>265.00</u>	<u>256.00</u>	<u>251.00</u>

Portsmouth City School District

Per Pupil Cost

Last Ten Fiscal Years

<u>Year</u>	<u>General Government Expenditures (1)</u>	<u>Average Daily Membership</u>	<u>Per Pupil Cost</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>
2004	\$39,788,150	2,172	\$18,319	166	13.08
2005	54,809,495	2,079	26,363	166	12.52
2006	43,490,216	1,982	21,943	167	11.87
2007	33,318,973	2,119	15,724	172	12.32
2008	30,872,681	2,132	14,481	175	12.18
2009	31,746,457	2,101	15,110	169	12.43
2010	32,974,724	2,163	15,245	170	12.72
2011	33,707,398	2,120	15,900	165	12.85
2012	31,513,536	2,066	15,253	159	12.99
2013	32,119,584	1,943	16,531	155	12.54

Source: School District Records

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

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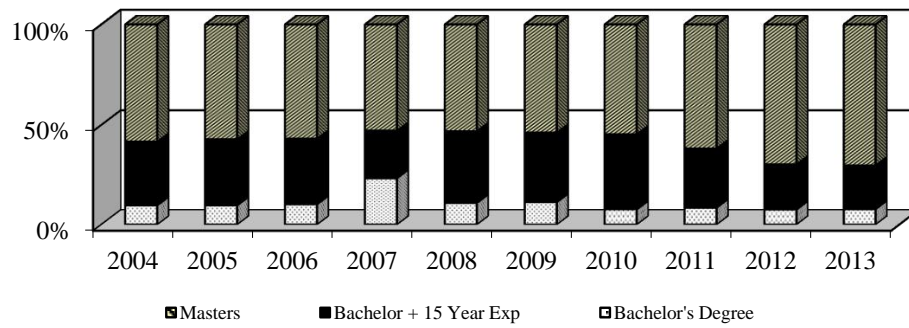
Portsmouth City School District
Full-Time Equivalent Teachers by Education
Last Ten Fiscal Years

Degree	2004	2005	2006
Bachelor's Degree	16	16	17
Bachelor + 15 Years Experience	53	55	55
Master's Degree	97	95	95
Total	<u>166</u>	<u>166</u>	<u>167</u>

Source: School District Records

2007	2008	2009	2010	2011	2012	2013
40	19	19	13	14	12	12
41	63	59	64	49	36	34
91	93	91	93	102	111	109
172	175	169	170	165	159	155

Full-Time Equivalent Teachers by Education



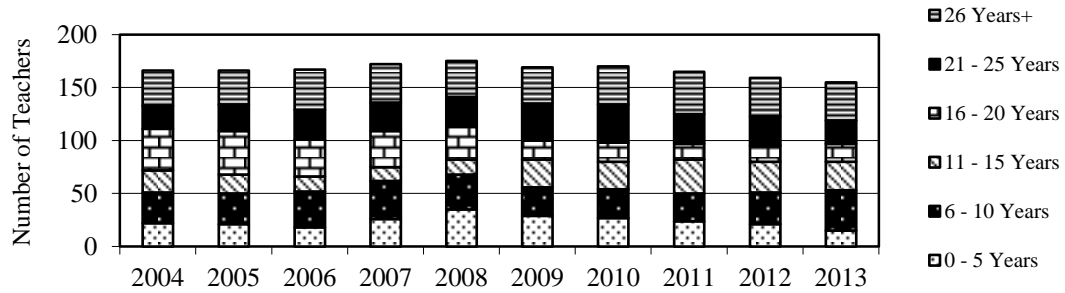
Portsmouth City School District
Full-Time Equivalent Teachers by Years of Experience
Last Ten Fiscal Years

<u>Years of Experience</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
0 - 5	22	21	18
6 - 10	29	29	34
11 - 15	21	18	14
16 - 20	39	41	35
21 - 25	22	25	28
26 and over	<u>33</u>	<u>32</u>	<u>38</u>
Total	<u><u>166</u></u>	<u><u>166</u></u>	<u><u>167</u></u>

Source: School District Records

2007	2008	2009	2010	2011	2012	2013
26	35	29	27	24	21	15
36	33	27	27	26	30	38
13	14	26	26	32	29	27
34	31	18	18	15	15	17
27	28	35	36	28	28	22
36	34	34	36	40	36	36
172	175	169	170	165	159	155

Full-Time Equivalent Teachers by Years of Experience



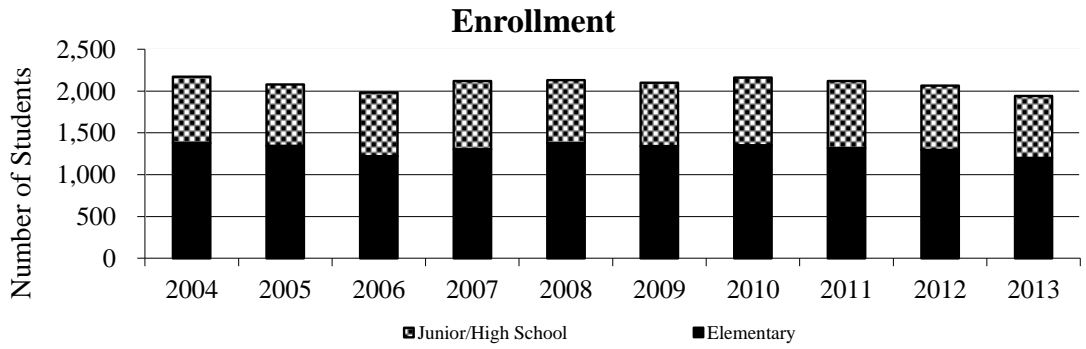
Portsmouth City School District

Enrollment

Last Ten Fiscal Years

<u>Year</u>	<u>Preschool</u>	<u>K</u>	<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>5</u>
2004	27	209	223	167	166	172	240
2005	37	209	218	183	158	144	158
2006	34	196	201	193	168	158	149
2007	40	212	220	188	200	180	143
2008	37	200	223	211	201	208	159
2009	87	195	206	182	187	159	160
2010	106	208	191	182	170	177	157
2011	99	219	202	157	163	147	166
2012	101	186	199	180	154	174	143
2013	85	203	192	146	158	137	157

6	7	8	9	10	11	12	Total
177	142	163	129	142	116	99	2,172
240	145	119	121	126	114	107	2,079
122	166	139	104	118	127	107	1,982
121	136	170	147	118	127	117	2,119
138	122	128	156	126	110	113	2,132
166	114	130	136	145	122	112	2,101
162	164	109	141	110	161	125	2,163
165	164	156	124	112	106	140	2,120
159	147	151	164	96	111	101	2,066
125	142	142	148	127	86	95	1,943



Portsmouth City School District
Percentage of Students who Receive Free and Reduced Lunches
Last Ten Fiscal Years

District Buildings	2004	2005	2006	2007
Portsmouth Middle/High School (1)	40.95%	51.64%	55.85%	N/A
Portsmouth High/Junior High School (2)	N/A	N/A	N/A	64.04%
U.S. Grant Middle School (3)	65.25%	N/A	N/A	N/A
East Portsmouth Elementary School (4)	N/A	N/A	84.85%	85.43%
McKinley Elementary School (1)	76.12%	100.00%	78.86%	N/A
Wilson Elementary School (1)	98.03%	72.89%	100.00%	N/A
Roosevelt Elementary School (1)	53.31%	54.41%	58.44%	N/A
Harding Elementary School (5)	73.63%	75.16%	N/A	N/A
Portsmouth Elementary School (2)	N/A	N/A	N/A	82.21%
District-Wide	66.99%	67.87%	73.66%	75.60%

Source: Food Service Director Records

N/A - Not Available

- (1) Portsmouth Middle/High School, McKinley Elementary School, Wilson Elementary School, and Roosevelt Elementary School were demolished in fiscal year 2007.
- (2) Portsmouth High/Junior High School and Portsmouth Elementary School were constructed in fiscal year 2007.
- (3) U.S. Grant Middle School was demolished in fiscal year 2005.
- (4) East Portsmouth Elementary School was constructed in fiscal year 2006.
- (5) Harding Elementary School was demolished in fiscal year 2006.

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
N/A	N/A	N/A	N/A	N/A	N/A
63.31%	63.37%	55.60%	65.64%	66.40%	69.61%
N/A	N/A	N/A	N/A	N/A	N/A
81.96%	89.71%	92.30%	92.28%	92.25%	96.51%
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
82.17%	80.58%	81.20%	83.77%	80.87%	86.97%
75.47%	75.47%	73.00%	78.11%	77.06%	81.63%

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Dave Yost • Auditor of State

PORTSMOUTH CITY SCHOOL DISTRICT

SCIOTO COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MARCH 18, 2014**