



Dave Yost • Auditor of State



**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS**

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**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

<b>FEDERAL GRANTOR Pass Through Grantor Program / Cluster Title</b>	<b>Federal CFDA Number</b>	<b>Receipts</b>	<b>Expenditures</b>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
<i>Passed Through Ohio Department of Education</i>			
<u>Child Nutrition Cluster:</u>			
School Breakfast Program - Cash Assistance	10.553	\$70,602	\$70,602
National School Lunch Program	10.555		
Cash Assistance		544,445	544,445
Non- Cash Assistance (Food Distribution)		77,967	77,967
Total National School Lunch Program		<u>622,412</u>	<u>622,412</u>
Total U.S. Department of Agriculture		<u><b>693,014</b></u>	<u><b>693,014</b></u>
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<i>Passed Through Ohio Department of Education</i>			
Title I Grants to Local Educational Agencies	84.010	1,023,927	1,022,159
Career and Technical Education Grants to States	84.048	72,895	89,879
<u>Special Education Cluster:</u>			
Special Education Grants to States	84.027	1,533,407	1,536,206
Special Education Preschool Grants	84.173	<u>34,266</u>	<u>34,266</u>
Total Special Education Cluster		1,567,673	1,570,472
Adult Education Grants to States	84.002	70,264	66,159
English Language Acquisition State Grants	84.365	34,822	34,803
Improving Teacher Quality State Grants	84.367	85,044	84,948
Total U.S. Department of Education		<u><b>2,854,625</b></u>	<u><b>2,868,420</b></u>
<b>Total Federal Awards Receipts and Expenditures</b>		<u><b>\$3,547,639</b></u>	<u><b>\$3,561,434</b></u>

*The accompanying notes are an integral part of this schedule.*

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the Sylvania City School District's (the District's) federal award programs' receipts and disbursements. The Schedule has been prepared on the cash basis of accounting.

**NOTE B - SUBRECIPIENTS**

The District passes certain federal awards received from the Ohio Department of Education to other governments or not-for-profit agencies (subrecipients). As Note A describes, the District reports expenditures of Federal awards to subrecipients when paid in cash.

As a subrecipient, the District has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these subawards as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award's performance goals. The amount passed through to subrecipients was \$66,159.

**NOTE C - CHILD NUTRITION CLUSTER**

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the District assumes it expends federal monies first.

**NOTE D – FOOD DONATION PROGRAM**

The District reports commodities consumed on the Schedule at the entitlement value. The District allocated donated food commodities to the program that benefitted from the use of those donated food commodities.



# Dave Yost • Auditor of State

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

Sylvania City Local School District  
Lucas County  
4747 North Holland-Sylvania Road  
Sylvania, Ohio 43560

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Sylvania City School District, Lucas County, Ohio (the District) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 22, 2015, wherein we noted the District adopted new accounting guidance in Governmental Accounting Standards Board 68, *Accounting and Financial Reporting for Pensions – an amendment to GASB Statement No. 27 and Statement No. 71 Pension Transition for Contributions Made Subsequent to the Measurement Date*.

### ***Internal Control Over Financial Reporting***

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

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

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

***Compliance and Other Matters***

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

***Purpose of this Report***

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

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

**Dave Yost**  
Auditor of State

Columbus, Ohio

December 22, 2015





# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Sylvania City Local School District  
Lucas County  
4747 North Holland-Sylvania Road  
Sylvania, Ohio 43560

To the Board of Education:

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

We have audited Sylvania City School District, Lucas County, Ohio's (the District) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the District's major federal programs for the year ended June 30, 2015. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the District's major federal programs.

### ***Management's Responsibility***

The District's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

### ***Auditor's Responsibility***

Our responsibility is to opine on the District's compliance for each of the District's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

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

In our opinion, Sylvania City School District, Lucas County, Ohio complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2015.

***Report on Internal Control Over Compliance***

The District's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the District's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. 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 federal program compliance requirement will not be prevented, or timely detected and corrected. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement 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 would not necessarily 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.

This report only describes the scope of our internal control over compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

***Report on Federal Awards Receipts and Expenditures Schedule Required by OMB Circular A-133***

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Sylvania City School District, Lucas County, Ohio as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 22, 2015. Our opinion also explained that the District adopted Governmental Accounting Standard No. 68 *Accounting and Financial Reporting for Pensions – an amendment for GASB Statement No. 27 and Statement No. 71 Pension Transition for Contributions Made Subsequent to the Measurement Date* during the year. We conducted our audit to opine on the District's' basic financial statements. We have not performed any procedures to the audited financial statements subsequent to December 22,

2015. The accompanying federal awards receipts and expenditures schedule presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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**Dave Yost**  
Auditor of State

Columbus, Ohio

December 22, 2015

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**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2015**

**1. SUMMARY OF AUDITOR'S RESULTS**

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unmodified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	School Breakfast Program – CFDA - #10.553 and National School Lunch Program - CFDA #10.555  Special Education Grants to States – CFDA #84.027 and Special Education Preschool Grants – CFDA #84.173
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS  
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

**3. FINDINGS FOR FEDERAL AWARDS**

None

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# Comprehensive Annual Financial Report



The Sylvania, Ohio City School District

Fiscal Year Ended June 30, 2015



About the cover:

**Foundations for Change**  
Supporting Academics and Athletics

A viable public education system relies heavily on financial stability and fiscal responsibility to its stakeholders. Knowing that there is a growing tax-weariness and aging population in the community, the District has been proactive in taking steps to help build a support system to sustain both excellence and accountability.

The Academic Excellence Foundation founded in 1987 through a bequest from a former custodian, is a 501c3 organization that has worked tirelessly to enhance the academic programs and activities in the District. They continue to award scholarships, grants that have afforded over 2,000 5<sup>th</sup> grade students to go to the moon (via a Challenger Learning Center), and support alumni activities.

Recently, working with the superintendent, the foundation refocused their efforts to help fund an aggressive technology plan to benefit all of our students. A 1.5 million dollar effort that is ongoing through additional fundraising efforts both internally and externally. This outreach to fund academics through private dollars will allow the District to utilize funds for other critical needs.

On the athletic side, the Sylvania Athletic Foundation established in 2007 has been raising private funds to upgrade the athletic facilities across the District. As a 501c3 foundation, they have embarked on a capital campaign that encompasses three phases. Phase one, included funding the building of a state-of-the-art stadium at the District's second high school, Southview. For 30 years, the school has shared stadium space across town with Northview High School.

With the opening of the Mel Nusbaum Stadium at Southview last fall, it provided Northview with a unique opportunity to form a partnership with Lourdes University. The University has been developing an athletic program and needed a college-level playing field to compete. The partnership between Northview High School and Lourdes University has provided the funds to upgrade the Northview facility that they now share with the university. The Northview High School/Lourdes University Athletic Facility officially opened this fall with a turf field, new scoreboards, lighting and sound.

Both foundations continue to make strides on behalf of the school district and impact the lives of students, staff and parents. They truly are a foundation of change for the Sylvania Schools.

Pictured on the cover:

Top Left: The Southview football stadium was completed and opened in time for the 2014-15 football season. The Athletic Foundation took the lead in acquiring donations from friends and family of the late Mel Nusbaum. Top Right: Chromebooks are a part of many classrooms in the District; many of which were purchased by the Academic Excellence Foundation. Bottom Left: The Teacher of the Year and Student Volunteers of the Year from Northview and Southview are recognized each year at the Academic Excellence Foundations' Distinguished Alumni Hall of Fame. Bottom Right: Northview's stadium was upgraded with new lighting, scoreboards, sound and turf as part of the Foundation and District's unique partnership with Lourdes University making it the Northview High School/Lourdes University Athletic Complex. Football, lacrosse and soccer teams from both schools will share the field.



COMPREHENSIVE  
ANNUAL FINANCIAL REPORT

OF THE

SYLVANIA CITY  
SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2015

PREPARED BY  
TREASURER'S DEPARTMENT  
LAURA SAUBER, TREASURER/CFO

4747 N. HOLLAND SYLVANIA RD.  
SYLVANIA, OHIO 43560

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**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

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# Sylvania City Schools



# INTRODUCTORY SECTION

A team of administrators and teachers from all of the Sylvania Schools team up to play against the local television station—WTVG ABC 13—to help the Academic Excellence Foundation raise awareness and money for the Foundation's efforts





# Office of the Treasurer

Laura K Sauber, Treasurer/CFO



December 22, 2015

Board of Education Members and Citizens of the Sylvania City School District:

As the Superintendent and Treasurer/CFO of the Sylvania City School District (the "District"), we are pleased to submit to you the nineteenth Comprehensive Annual Financial Report (CAFR) issued by the District. This report provides full disclosure of the financial operation of the District for the fiscal year ended June 30, 2015. This CAFR, which includes an opinion from Dave Yost, Auditor of State, who performed the District's audit, conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. The responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report will provide the taxpayers of the District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. This report is available to the Chamber of Commerce, major taxpayers, the public library, financial rating services, and other interested parties.

The District is located in Northwestern Ohio on the Ohio-Michigan border and is comprised of the City of Sylvania, Sylvania Township, a portion of the City of Toledo and a portion of the Village of Ottawa Hills, which are all part of Lucas County. As a suburb of Toledo, Sylvania is basically a residential community with a broad service-based economy. Socioeconomic indicators continue to describe Sylvania as an affluent community with housing values and income levels well above state and county norms.

The District provides a full range of educational programs and services. These include diverse learning opportunities at the elementary and secondary levels. Educational opportunities range from comprehensive career and technical programs to college preparatory classes with an emphasis on honors and Advanced Placement course work. A broad range of clubs, co-curricular and extracurricular activities are available to students so that they may have a well rounded educational experience in Sylvania Schools. Special education services are in-depth and provide the support necessary for our students with disabilities to be successful. The district also provides support for adult and community learning. In addition, the District provides state-financed assistance to non-public schools located within its boundaries. This assistance is accounted for in a non-major governmental fund. The District currently serves approximately 7,381 students in grades pre-K through 12<sup>th</sup> Grade.

Statutorily, the District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code for the purpose of providing educational services authorized by charter and further mandated by State and/or Federal agencies. A five member Board of Education (the "Board") serves as the taxing authority, contracting body and policy maker for the District. The Board adopts the annual operating budget and approves all expenditures of District monies.

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

Other Board appointed officials includes directors of educational and support services and building principals.

## ***THE REPORTING ENTITY***

The District has reviewed its reporting entity definition in order to ensure conformance with GASB. In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the District (the primary government) and its potential component units. The District has no component units nor is it a component unit of any other governmental entity.

The Cities of Sylvania and Toledo, Sylvania Township, and the Village of Ottawa Hills have all been excluded from the accompanying financial statements. The Northwest Ohio Computer Association (NWOCA) and the Sylvania Area Joint Recreation District (SAJRD) are reported as jointly governed organizations.

## ***QUALITY IN EDUCATION***

The District strives to maintain quality schools that not only reflect the philosophy of the community, but help to maintain property values as well. While the emphasis is on the educational program itself, the District continues to maintain expectations for excellence in our students, staff, and programs. We feel it is appropriate to briefly review some of the District's quality benchmarks that define the foundation upon which the success of our programs are built.

**Curriculum Development.** The District is implementing Ohio's Learning Standards in the four core areas: English Language Arts, Mathematics, Science, and Social Studies and supporting disciplines. Teachers are continuing to participate in intensive training that emphasizes ways to raise student achievement using digital technology. The District is continuing to focus on and support innovative thought-provoking learning experiences. Leadership teams have targeted areas to help train academic leaders in each building. Teachers are continuing to design rigorous lessons for their students and are creating hands-on, 21<sup>st</sup> century skills to help prepare them to be life-long learners and engaged citizens. As the new standards continue to take shape over the next year, resources will be chosen to best support the new curriculum. The District is continuing work towards a more digital learning environment to benefit our students.

**Technology.** Technology is a focus of the District as we strive to prepare our students. In addition, we are focused on using digital technology to enhance differentiated learning. Wireless technology has been put into place in all of the school buildings to enhance student learning. It enables the use of tablet, chromebook and smart phone technologies to aid classroom instruction. We are also continuing to move forward with our District-wide Digital Learning Initiative. This initiative's main focus is digital instruction which will enable our students to be contributing community members.

**Testing.** Our SAT scores continue to remain an average of 40-50 points higher than the national average and 10-20 points higher than the State average. 50% of the students participating in advance placement testing qualify for college credit. ACT scores for the District also remain points above the State and national average. The District continues to grow the number of students qualifying as National Merit Scholars and now boasts over 15 perfect scores on the PSAT and ACT tests in the past four years. Over 91% of the graduates pursue post-secondary/military education, earning millions in scholarships each year.

**Class Size.** There is an average of 23-25 students per class in grades K through 5. The class size for grades 6 – 12 is dependent upon the class offered and ranges from 25 – 30 students. This range compares very favorably among our comparable districts across the State as well as other districts in the area.

**Co-curricular and Extra-curricular.** Over 90% of our students are involved in inter-scholastic athletics, programs, clubs, AP/honors, and contests representing about 120 academic and athletic teams and organizations. Many of these teams and clubs receive regional and state rankings in contests annually.

**Staff Development.** Professional development is a focus of the District to help teachers learn new ways to differentiate learning through digital instruction. Leadership teams have been working on the framework for the changes and the needs for the changing curriculum and supporting the training of building level leadership teams to help solidify the training for each department and grade level in each of the District's 12 schools. As Ohio's New Learning Standards are implemented, the professional development efforts are combining with technology to help teachers best create a 21<sup>st</sup> century learning environment for students.

**Comprehensive Support for Special Needs.** The District is prepared to meet the needs of all students, but extra attention has been given to ensure that the District provides an outstanding and comprehensive special-needs and gifted program, along with interventions for identified students in specific areas. With the digital classrooms, the ability to differentiate education to better meet individual needs of every student increases and allows us to focus on closing the gap for all our students. The District is implementing new schedules to meet the needs of all students and to help provide time and support for continued student growth at all levels.

### ***ECONOMIC CONDITIONS AND OUTLOOK***

The District's population has been fairly stable in the past few years. The latest Census shows the combined City of Sylvania and Sylvania Township population as approximately 63,000 people in about 25,000 households. This growth has been carefully managed and controlled without annexations of property. There is some continued residential development planning on the west side of Sylvania Township. Growth in commercial development has picked up in the past year, with plans to develop and revitalize areas in the City and Township.

Through diligence and prudent work, the economic condition of the District remains stable. This is due mainly to the fact that the District lies in an affluent community with a small commercial tax base, which traditionally eliminates fluctuations in revenue sources due to changes in the business climate. District tax collections have leveled off and stabilized since suffering from a decrease in property valuation in 2012.

The State of Ohio is operating under a new 2-year budget. The net effect of the funding changes represents a 0.6% increase in overall District revenue. It has been reported that Sylvania Schools is receiving State funding increases of 7.5% each year. In reality, this increase is mostly offset by the elimination of tangible personal property reimbursement funds.

### ***A YEAR OF TRANSITION AND CHANGE: 2015***

The Sylvania City School District has seen many changes over the years but this past year brought the retirement of Dr. Bradley J. Rieger after 12 years of leadership and the subsequent hiring of a new superintendent, Mr. Scott D. Nelson. Mr. Nelson, an 18-year veteran of Sylvania Schools, has served as an administrator in various positions, including the assistant superintendent for the past six years.

Under Mr. Nelson's leadership, changes are coming through an aggressive strategic planning process that will refocus the District on the changing environment in and out of the classroom. It is anticipated that by the end of the semester, the Board of Education will have adopted the new mission, vision, and value statements that will guide the District for years to come.

### ***MAJOR INITIATIVES FOR THE FUTURE***

Full implementation of the newly revised Strategic Plan will keep the District focused on student learning through high-quality, differentiated instruction, efficiency and effectiveness of district operations, and vibrant school-community partnerships.

Fundraising efforts by the Sylvania Schools' Athletic Foundation and Academic Excellence Foundation will raise money privately to help support the District's ongoing initiatives. The Athletic Foundation is providing support to renovate and replace athletic facilities, while the Academic Excellence Foundation is currently raising funds to support the Digital Learning Initiative.

Stagnant revenue and increasing expenses from inflation have prompted the Board of Education to begin discussions on the need to put a levy on the ballot. The last levy passed in the District was in May 2011. The Board of Education will most likely be on the ballot in 2016 to ask voters to pass a levy for operations.

With the full implementation of these plans and directives, the District will continue the academic excellence and fiscal accountability standards that the community has come to expect of the Sylvania City School District.

### ***LONG-TERM FINANCIAL PLANNING***

As part of the District's long-term planning, the Treasurer/CFO prepares a five-year financial forecast. This document provides a snapshot of historical and projected revenues and expenses over the next five years and is accompanied by financial assumption notes. The Board of Education reviews this document on a semi-annual basis for changes that might impact their financial decisions.

The District is evaluating its capital assets and the need for permanent improvement funding for repairs to parking lots, roofs, and other areas. The age of the bus fleet is a concern as well. As noted above, this is an area for discussion with the Board of Education as we explore a levy in 2016.

### ***FINANCIAL INFORMATION***

**Internal Accounting and Budgetary Control.** The District's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. Governmental fund operations are presented on the modified accrual basis, whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Proprietary funds and the private-purpose trust fund operations are presented on the accrual basis, whereby revenues are recognized when earned, and expenses when incurred.

In developing the District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from the implementation.

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation is first adopted, the permanent appropriation measure must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months of the fiscal year. Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund level for all budgeted funds. All purchase order requests must be approved by the Director of Business Affairs and certified by the Treasurer/CFO; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports, which detail year-to-date expenditures and encumbrances versus the original appropriation, plus any additional appropriations made to date. In addition to interim financial statements, each administrator and school principal is furnished monthly reports showing the status of the budget accounts for which they are responsible. As an additional safeguard, a blanket bond covers all employees, and a separate, higher limit bond covers certain individuals in policy-making roles.

The basis of accounting, the basis of presentation of the District's various funds, and information on budgetary accounting can be found in Note 2 to the financial statements.

### ***FINANCIAL REPORTING***

The basic financial statements for reporting on the District's financial activities are as follows:

**Government-wide financial statements:** These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by business enterprises. The government-wide statements distinguish between those activities of the District that are governmental and those that are considered business-type activities. The District did not have any business-type activities.

**Fund financial statements:** These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting. The District has no proprietary funds.

**Schedule of budgetary comparisons:** This schedule presents comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The budgetary comparison for the general fund has been presented as required supplementary information and is not considered part of the basic financial statements.

Management is responsible for preparing a Discussion and Analysis (MD&A) of the District. This discussion appears after the Report of Independent Auditors in the financial section of this report. The MD&A provides an assessment of the District's finances for 2015. The MD&A is intended to be read in conjunction with this letter of transmittal.

### ***INDEPENDENT AUDIT***

State statutes require the District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Independent auditor Dave Yost, Auditor of State, was selected to render an opinion on the District's financial statements as of and for the year ended June 30, 2015. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all school governments in Ohio. The District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

### ***AWARDS***

**Certificate of Achievement.** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Sylvania City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014.

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

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA for review.

**ACKNOWLEDGMENTS**

The publication of this report significantly increases the accountability of the District to the taxpayers. This accomplishment would not have been possible without the support and efforts of the staff of the Treasurer's office and various administrators and employees of the District. Assistance of the County Auditor's office staff and other outside agencies made possible the fair presentation of statistical data.

Special appreciation is expressed to Julian & Grube, Inc. who provided technical assistance on this report. Finally, sincere appreciation is extended to the Board of Education for its interest in and support of this project.

Respectfully,



Laura K. Sauber  
Treasurer/CFO



Scott D. Nelson  
Superintendent

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO  
List of Principal Officials**

**MEMBERS OF THE BOARD OF EDUCATION**

The Board of Education is a body politic and corporate with the responsibility of managing and controlling affairs of the District and is, together with the District, governed by laws of the State of Ohio. The Board is comprised of five members who are elected for overlapping four-year terms. The current members of the Board of Education of the Sylvania City School District are:

<u>Board Member</u>	<u>Began Service as a Board member</u>	<u>Present Term Expires</u>
Julie Hoffman, President	January, 2010	December 31, 2017
Vicki Donovan Lyle, Vice President	January, 2004	December 31, 2019
Stephen Rothschild, Member	January, 2014	December 31, 2017
David Spiess, Member	January, 2002	December 31, 2017
Jim Nusbaum, Member	January, 2004	December 31, 2019

**SUPERINTENDENT OF SCHOOLS**

The superintendent is the executive officer of the District and is responsible for administering policies adopted by the Board of Education. The superintendent is expected to provide leadership in all phases of policy formulation and is the chief advisor to the Board on all aspects of the educational program and total operation of the District. Dr. Bradley Rieger retired on June 30, 2015 following a twelve-year tenure as superintendent of schools. Scott Nelson was appointed on July 1, 2015 to serve in this capacity. Mr. Nelson has been with the district for eighteen years in an administrative position.

**TREASURER/CFO**

The treasurer serves as the chief financial officer of the District and, with the Board president, executes all conveyances made by the Board of Education. The Board appointed Laura Sauber, Treasurer/CFO of the Sylvania City School District effective January 19, 2010.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

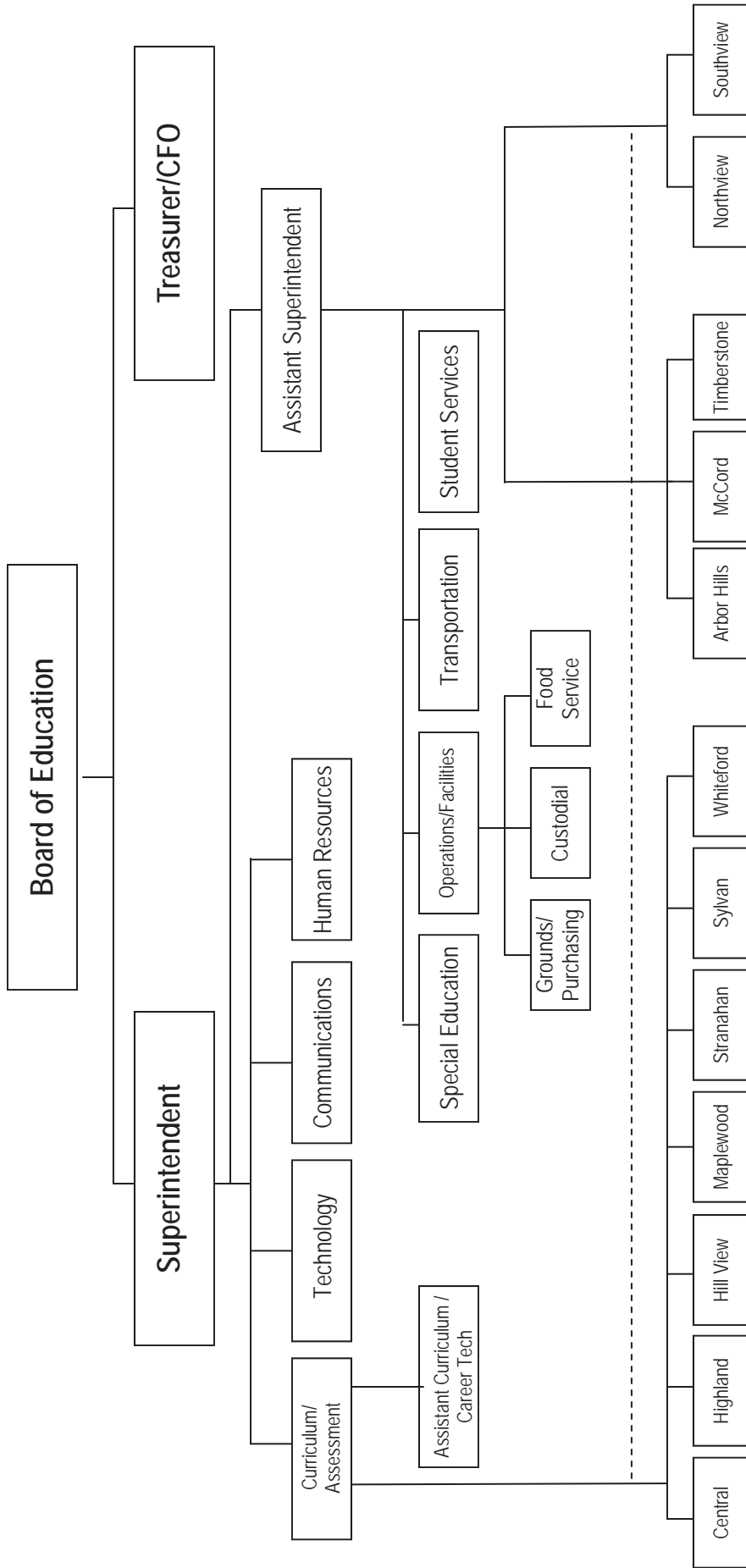
**MANAGEMENT TEAM**

Scott Nelson	Superintendent of Schools *
Laura Sauber	Treasurer/CFO
Scott Nelson	Assistant Superintendent
Jane Spurgeon	Executive Director of Human Resources
Alan Bacho	Facilities and Operations
Mikki Sujaritchan	Special Education
Gwen Clark	Human Resources
Nancy Crandell	Communications
Adam Fineske	Curriculum and Assessment
Sheryl O'Shea	Technology
Kathleen Pollock	G.A.T.E.
Bob Verhelst	Student Services
Steve Swaggerty	Northview High School Principal
Kasey Vens	Northview Assistant Principal
Libby McIlwain	Northview Assistant Principal
Chris Irwin	Northview Athletic Director
Dave McMurray	Southview High School Principal
Dave Minard	Southview Assistant Principal
Kevin Rupp	Southview Assistant Principal
Susan Felver	Southview Athletic Director
Julie Sanford	Career Tech Admin/Secondary Curriculum
Tim Zieroff	Arbor Hills Junior High School Principal
Mellisa McDonald	Arbor Hills Assistant Principal
Keith Limes	McCord Junior High School Principal
Amanda Ogren	McCord Assistant Principal
Mike Bader	Timberstone Principal
Karen Hehl	Timberstone Assistant Principal
Angela Schaal	Central Elementary Principal
Mark Pugh	Highland Elementary Principal
Chad Kolebuck	HillView Elementary Principal
Ed Eding	Maplewood Elementary Principal
Jeremy Bauer	Stranahan Elementary Principal
John Duwve	Sylvan Elementary Principal
Josh Tyburski	Whiteford Elementary Principal

\*Dr. Bradley Rieger retired on June 30, 2015 following a twelve-year tenure as superintendent of schools. Scott Nelson was appointed on July 1, 2015 to serve in this capacity.



# Sylvania Schools Administrative Team Organizational Chart





Government Finance Officers Association

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

Presented to

**Sylvania City School District  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO

# Sylvania City Schools



# FINANCIAL SECTION

Mercy Health partnered with Sylvania Schools to host a community-wide tailgate party on October 30. The tailgate helped kick off the first-ever Southview home football game between the two Sylvania high schools. The game also heralded the ribbon-cutting of an agreement between Mercy and the Sylvania Athletic Foundation and Sylvania Schools to name the field Mercy Field at Mel Nusbaum Stadium.





# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

Sylvania City School District  
Lucas County  
4747 North Holland-Sylvania Road  
Sylvania, Ohio 43560

To the Board of Education:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Sylvania City School District, Lucas County, Ohio (the District), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

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

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Sylvania City School District, Lucas County, Ohio, as of June 30, 2015, and the respective changes in financial position thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

### **Emphasis of Matter**

As discussed in Note 3 to the financial statements, during the year ended June 30, 2015, the District adopted Governmental Accounting Standard No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. We did not modify our opinion regarding this matter.

### **Other Matters**

#### *Required Supplementary Information*

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

#### *Supplementary and Other Information*

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

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

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

***Other Matters – (Continued)***

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2015, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

**Dave Yost**  
Auditor of State

Columbus, Ohio

December 22, 2015

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**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

The discussion and analysis of the Sylvania City School District's ("the District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2015. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

**Financial Highlights**

Key financial highlights for 2015 are as follows:

- In total, the net position deficit of governmental activities increased \$2,951,758 which represents a 2.68% increase from 2014 as restated in Note 3.A.
- General revenues accounted for \$84,056,826 in revenue or 87.53% of all revenues. Program specific revenues in the form of charges for services and sales, operating grants and contributions, and capital grants and contributions accounted for \$11,978,929 or 12.47% of total revenues of \$96,035,755.
- The District had \$93,083,997 in expenses related to governmental activities; only \$11,978,929 of these expenses was offset by program specific charges for services, operating grants or contributions or capital grants and contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$84,056,826 were adequate to provide for these programs.
- The general fund and debt service fund are the only major funds of the District. The general fund had \$81,132,076 in revenues and \$81,736,146 in expenditures and other financing uses. During fiscal year 2015, the general fund's fund deficit balance increased \$604,070 from a deficit of \$2,890,645 to a deficit of \$3,494,715.
- The debt service fund had \$89,389,082 in revenues and other financing sources and \$87,756,924 in expenditures and other financing uses. During fiscal year 2015, the debt service fund's fund balance increased \$1,632,158 from \$3,255,221 to \$4,887,379.

**Using this Comprehensive Annual Financial Report (CAFR)**

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

The *statement of net position* and *statement of activities* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the District, the general fund and debt service fund are by far the most significant funds, and the only governmental funds reported as major funds.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

**Reporting the District as a Whole**

***Statement of net position and the statement of activities***

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2015?" The statement of net position and the statement of activities answer this question. These statements include *all assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's *net position* and changes in that position. This change in net position is important because it tells the reader that, for the District as a whole, the *financial position* of the 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 District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

The statement of net position and the statement of activities include the District's programs and services, including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities, food service operations, uniform school supplies activities and natatorium operations.

The District's statement of net position and statement of activities can be found on pages F20-F21 of this report.

**Reporting the District's Most Significant Funds**

***Fund Financial Statements***

The analysis of the District's major governmental funds begins on page F15. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund and debt service fund. All other governmental funds are considered nonmajor.

***Governmental Funds***

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund financial statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental *activities* (reported in the statement of net position and the statement of activities) and governmental *funds* is reconciled in the basic financial statements. The basic governmental fund financial statements can be found on pages F22 and F24 of this report. Reconciliations between amounts reported in the governmental funds and amounts reported on the statement of net position and the statement of activities is presented on pages F23 and F25.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

***Reporting the District's Fiduciary Responsibilities***

The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private-purpose trust fund. The District also acts in a trustee capacity as an agent for students. These activities are reported in an agency fund. All of the District's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position on pages F26 and F27. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

***Notes to the Basic Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages F28-F66 of this report.

***Required Supplementary Information***

The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) for the general fund is provided on pages F68 and F69 of this report.

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's net pension liability. The required supplementary information can be found on pages F70 through F76 of this report.

**The District as a Whole**

The statement of net position provides the perspective of the District as a whole. The table below provides a summary of the District's net position for 2015 and 2014. The net position at June 30, 2014 has been restated as described in Note 3.A.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	Net Position - Governmental Activities	
	2015	Restated 2014
<b><u>Assets</u></b>		
Current and other assets	\$ 73,743,836	\$ 71,457,622
Capital assets, net	108,622,917	110,829,502
Total assets	182,366,753	182,287,124
<b><u>Deferred outflows of resources</u></b>		
Unamortized deferred charges	4,046,813	532,771
Pension	7,635,618	6,221,718
Total deferred outflows	11,682,431	6,754,489
<b><u>Liabilities</u></b>		
Current liabilities	10,741,859	11,497,257
Long-term liabilities:		
Due within one year	5,874,460	11,061,921
Due in more than one year:		
Net pension liability	105,148,893	124,941,795
Other amounts	101,730,518	96,751,844
Total liabilities	223,495,730	244,252,817
<b><u>Deferred inflows of resources</u></b>		
Property taxes and PILOTS	58,778,507	54,982,365
Pensions	19,016,758	-
Total deferred inflows	77,795,265	54,982,365
<b><u>Net Position</u></b>		
Net investment in capital assets	13,948,002	13,968,477
Restricted	5,007,886	3,546,425
Unrestricted (deficit)	(126,197,699)	(127,708,471)
Total net position (deficit)	\$ (107,241,811)	\$ (110,193,569)

During 2015, the District adopted GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27," which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the District's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

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

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

Under the new standards required by GASB 68, the net pension liability equals the District's proportionate share of each plan's collective:

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

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the District is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system *as against the public employer*. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

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

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

As a result of implementing GASB 68, the District is reporting a net pension liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. This implementation also had the effect of restating net position at June 30, 2014, for governmental activities from \$8,526,508 to (\$110,193,569).

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2015, the District's liabilities plus deferred inflows exceeded assets plus deferred outflows by \$107,241,811. Of this total \$5,007,886 is restricted in use and \$13,948,002 is invested in capital assets (net of related debt), resulting in a deficit in unrestricted net position of \$126,197,699.

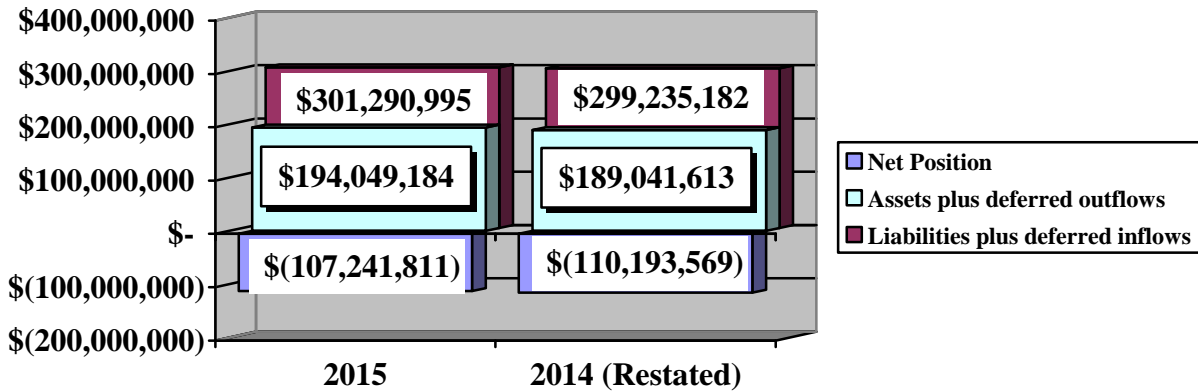
At year-end, capital assets represented 59.56% of total assets. Capital assets include land, construction in progress, land improvements, buildings and improvements, furniture and equipment, and vehicles. The net investment in capital assets at June 30, 2015, was \$13,948,002. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

Current and other assets increased 3.20% from the prior year. The primary increase was in the area of property taxes receivable which increased \$2,740,242. Current property taxes receivable are offset by a deferred inflow since they are levied in fiscal year 2015 but intended to finance fiscal year 2016. In addition, the District had a decrease in capital assets of \$2,206,585 due primarily to depreciation expense. Current liabilities decreased due primarily to a decrease in contracts payable of \$845,721. The graph below illustrates the total assets plus deferred outflows, liabilities plus deferred inflows and net position of the governmental activities at June 30, 2015 and 2014.

**Governmental Activities**



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**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)**

The table below shows the change in net position for fiscal years 2015 and 2014.

	Change in Net Position - Governmental Activities	
	2015	2014
<b><u>Revenues</u></b>		
Program revenues:		
Charges for services and sales	\$ 2,891,731	\$ 2,937,219
Operating grants and contributions	7,795,617	7,437,904
Capital grants and contributions	1,291,581	707,288
General revenues:		
Property taxes	60,637,947	60,109,944
Payments in lieu of taxes	371,564	386,395
Grants and entitlements	22,401,241	21,384,855
Investment earnings	16,758	18,533
Gain on sale of capital assets	-	1,478,878
Miscellaneous	629,316	457,237
Total revenues	<u>96,035,755</u>	<u>94,918,253</u>
<b><u>Expenses</u></b>		
Program expenses:		
Instruction:		
Regular	35,427,259	35,625,734
Special	12,642,540	13,019,704
Vocational	2,020,980	2,063,861
Adult/continuing	64,496	47,053
Other	2,366,766	2,192,544
Support services:		
Pupil	4,980,915	5,045,935
Instructional staff	1,898,434	1,800,484
Board of education	32,869	37,034
Administration	7,102,339	6,311,703
Fiscal	1,807,046	1,780,334
Business	235,270	234,835
Operations and maintenance	9,130,167	9,484,736
Pupil transportation	4,690,537	5,180,802
Central	830,846	723,274
Operation of non-instructional services:		
Food service operations	2,045,249	1,998,400
Other non-instructional services	1,210,717	1,174,416
Extracurricular activities	2,806,529	2,756,821
Interest and fiscal charges	3,791,038	4,599,773
Note issuance costs	-	18,842
Total expenses	<u>93,083,997</u>	<u>94,096,285</u>
Change in net position	2,951,758	821,968
Net position (deficit) at beginning of year (restated)	<u>(110,193,569)</u>	<u>N/A</u>
Net position (deficit) at end of year	<u>\$ (107,241,811)</u>	<u>\$ (110,193,569)</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

**Governmental Activities**

The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$6,221,718 computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB 68, the 2015 statements report pension expense of \$4,454,733.

Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

Total 2015 program expenses under GASB 68	\$ 93,083,997
Pension expense under GASB 68	(4,454,733)
2015 contractually required contributions	<u>6,644,777</u>
Adjusted 2015 program expenses	95,274,041
Total 2014 program expenses under GASB 27	<u>94,096,285</u>
Increase in program expenses not related to pension	<u>\$ 1,177,756</u>

Net position of the District's governmental activities increased \$2,951,758 as revenues continued to exceed expenses in fiscal year 2015. Net position increased in fiscal year 2015 because the fact that revenues increased approximately 1.18% over fiscal year 2014 while expenses decreased approximately 1.08% from fiscal year 2014. Total governmental expenses of \$93,083,997 were offset by program revenues of \$11,978,929 and general revenues of \$84,056,826. Program revenues supported 12.87% of the total governmental expenses.

The primary sources of revenue for governmental activities are derived from property taxes and grants and entitlements. These revenue sources represent 86.46% of total governmental revenue. In the program revenues area, the District obtained more federal and state grant funding in fiscal year 2015 versus 2014. Operating grants and contributions increased 4.75% from the prior year primarily due to an increased funding received through State of Ohio Foundation payments restricted to special education programs. Capital grants and contributions increased due to a donation received from the Sylvania Athletic Foundation for improvements to various District athletic facilities. In the general revenues area, unrestricted grants and entitlements revenue increased as less of the State of Ohio Foundation revenue was considered restricted for special education programs in fiscal year 2015 versus 2014 resulting in more being reported as unrestricted. In addition, the District reported as gain on the sale of old Central Elementary school and related land in 2014. Other general revenues increased partially due to the reporting of certain Bureau of Workers' Compensation refunds received in fiscal year 2015 that were not received again in fiscal year 2014.

Overall, expenses decreased 1.08% in total. Special instruction expenses decreased 2.90%, or \$377,164, however, this decrease was offset by an increase of 5.44%, or \$97,950, in support services instructional staff expenses. Due to new reporting guidelines issued by the Ohio Department of Education (ODE) in fiscal year 2015, certain expenses previously reported as support services instructional expenses and are now reported as special instruction expenses. Support services administration expenses increased due to the timing and reporting of severance payments related to the District's 2014/2015, 2013/2014 and 2012/2013 severance leave plans. Fluctuations in the functional expenses related to the severance leave plans can vary year to year depending upon the function of the employees retiring under the plans. Operations and maintenance expenses decreased due to operational costs of the District's new facilities.



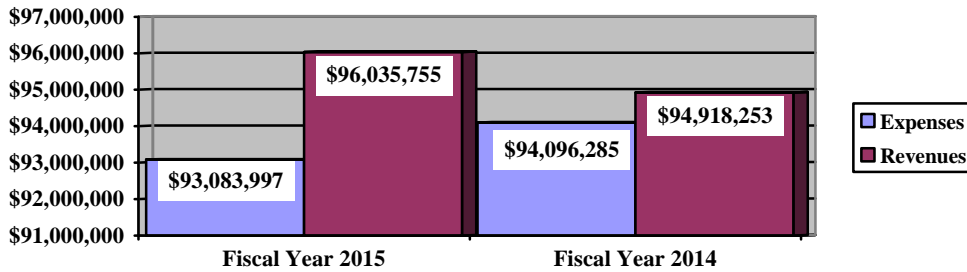
**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)**

The overall change in net position was an increase in fiscal year 2015 of \$2,951,758.

The graph below presents the District's governmental activities revenue and expenses for fiscal years 2015 and 2014.

**Governmental Activities - Revenues and Expenses**



The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

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**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

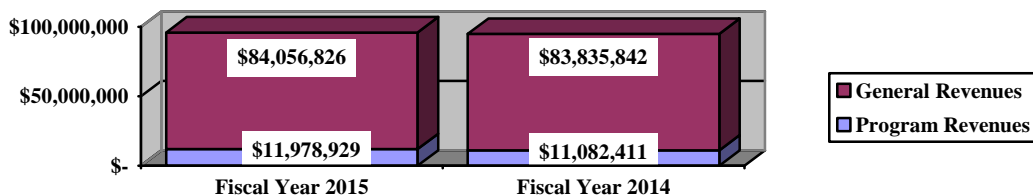
**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)**

The following table shows, for governmental activities, the total cost of services and the net cost of services.

<b>Governmental Activities</b>				
	Total Cost of Services <u>2015</u>	Net Cost of Services <u>2015</u>	Total Cost of Services <u>2014</u>	Net Cost of Services <u>2014</u>
<b>Program expenses</b>				
Instruction:				
Regular	\$ 35,427,259	\$ 34,740,629	\$ 35,625,734	\$ 34,645,460
Special	12,642,540	6,810,596	13,019,704	7,632,274
Vocational	2,020,980	1,564,651	2,063,861	1,708,378
Adult/continuing	64,496	(19,504)	47,053	719
Other	2,366,766	2,366,766	2,192,544	2,192,544
Support services:				
Pupil	4,980,915	4,918,530	5,045,935	4,984,875
Instructional staff	1,898,434	1,858,439	1,800,484	1,738,683
Board of education	32,869	32,869	37,034	37,034
Administration	7,102,339	7,102,339	6,311,703	6,311,703
Fiscal	1,807,046	1,807,046	1,780,334	1,780,334
Business	235,270	235,270	234,835	234,835
Operations and maintenance	9,130,167	9,063,870	9,484,736	9,449,252
Pupil transportation	4,690,537	4,648,331	5,180,802	5,134,209
Central	830,846	809,246	723,274	701,674
Operations of non-instructional services:				
Food service operations	2,045,249	536,227	1,998,400	562,060
Other non-instructional services	1,210,717	52,629	1,174,416	(6,441)
Extracurricular activities	2,806,529	786,096	2,756,821	1,287,666
Interest and fiscal charges	3,791,038	3,791,038	4,599,773	4,599,773
Note issuance costs	-	-	18,842	18,842
<b>Total expenses</b>	<b>\$ 93,083,997</b>	<b>\$ 81,105,068</b>	<b>\$ 94,096,285</b>	<b>\$ 83,013,874</b>

The dependence upon tax and other general revenues for governmental activities is apparent, 86.56% of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 87.13%. The District's taxpayers and unrestricted grants and entitlements from the State of Ohio, as a whole, are by far the primary support for the District's students. The graph below presents the District's governmental activities revenue for fiscal years 2015 and 2014.

**Governmental Activities - General and Program Revenues**



**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

**The District's Funds**

The District's governmental funds (as presented on the balance sheet on page F22) reported a combined fund balance of \$2,170,521, which is higher than last year's total of \$1,954,222. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2015 and 2014.

	Fund Balance (deficit) <u>June 30, 2015</u>	Fund Balance (deficit) <u>June 30, 2014</u>	Increase (Decrease)
General	\$ (3,494,715)	\$ (2,890,645)	\$ (604,070)
Debt service	4,887,379	3,255,221	1,632,158
Nonmajor Governmental	<u>777,857</u>	<u>1,589,646</u>	<u>(811,789)</u>
Total	<u>\$ 2,170,521</u>	<u>\$ 1,954,222</u>	<u>\$ 216,299</u>

The fund balance of the nonmajor governmental funds decreased 51.07% from the prior year. The building fund balance decreased \$817,374 due to the construction projects that were finished in fiscal year 2015. There were no other significant variances in the other nonmajor governmental funds.

**General Fund**

The District's general fund balance decreased \$604,070. The table that follows assists in illustrating the financial activities of the general fund.

	<u>General Fund</u>			
	2015	2014	Increase	Percentage
<u>Revenues</u>	<u>Amount</u>	<u>Amount</u>	<u>(Decrease)</u>	<u>Change</u>
Taxes	\$ 54,119,890	\$ 53,111,098	\$ 1,008,792	1.90 %
Tuition	750,543	874,183	(123,640)	(14.14) %
Earnings on investments	16,753	18,292	(1,539)	(8.41) %
Intergovernmental	24,641,542	23,064,424	1,577,118	6.84 %
Other revenues	<u>1,603,348</u>	<u>1,430,575</u>	<u>172,773</u>	12.08 %
Total	<u>\$ 81,132,076</u>	<u>\$ 78,498,572</u>	<u>\$ 2,633,504</u>	3.35 %
<u>Expenditures</u>				
Instruction	\$ 48,658,149	\$ 48,661,509	\$ (3,360)	(0.01) %
Support services	30,493,577	29,653,281	840,296	2.83 %
Operation of non-instructional services	125,140	128,002	(2,862)	(2.24) %
Extracurricular activities	1,660,479	1,690,069	(29,590)	(1.75) %
Facilities acquisition and construction	126,606	-	126,606	100.00 %
Debt service	<u>359,199</u>	<u>12,834</u>	<u>346,365</u>	2,698.81 %
Total	<u>\$ 81,423,150</u>	<u>\$ 80,145,695</u>	<u>\$ 1,277,455</u>	1.59 %

As can be seen in the above table, revenues generated are not sufficient to cover expenditures in the general fund.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

Tax revenue increased slightly primarily due to an increase in the District's assessed valuation. Intergovernmental revenue increased as the District received more funding from the State of Ohio in fiscal year 2015 primarily related to funding for special education programs.

The decrease in instructional expenditures can be primarily attributed to a decrease in special education costs. This decrease is partially offset by an increase in support service expenditures which previously reported certain costs related to special education. These costs are now reported as instructional expenditures in fiscal year 2015 based upon reporting requirements established by ODE. Debt service expenditures increased due to the payment of the Current interest energy conservation bonds from the general fund.

All other expenditures remained comparable to fiscal year 2014.

***Debt Service Fund***

The District's debt service fund increased \$1,632,158. Tax revenues were sufficient to cover debt service payments for the fiscal year. In addition, the District refunded the series 2009 improvement bonds. The District retired \$9.205 million in school improvement bonds in fiscal year 2014.

***General Fund Budgeting Highlights***

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

During the course of fiscal 2015, the District did amend its general fund budget. For the general fund, original and final budgeted revenues and other financing sources were \$79,905,535. Actual revenues and other financing sources for fiscal 2015 was \$81,313,726. This represents a \$1,408,191 increase, or less than two percent, from final budgeted revenues. This increase is primarily due to property tax revenues being more than estimated. General fund original and final appropriations (appropriated expenditures plus other financing uses) were \$83,000,700. The actual budget basis expenditures and other financing uses for fiscal year 2015 totaled \$82,085,551, which was \$915,149 less than the final budget appropriations. Actual expenditures were less than budgeted expenditures as salary and fringe benefit costs proved to be lower than anticipated in the original and final budget.

The budgetary statement for the general fund has been presented as required supplementary information.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

**Capital Assets and Debt Administration**

*Capital Assets*

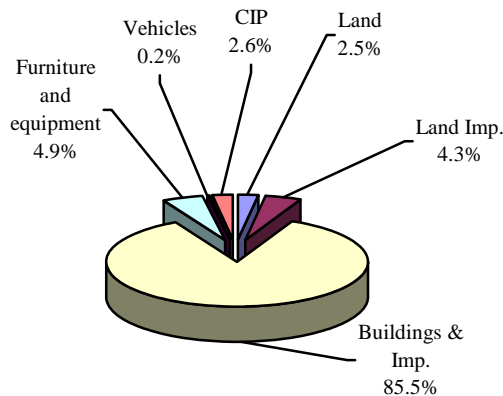
At the end of fiscal 2015, the District had \$108,622,917 invested in land, construction in progress, land improvements, buildings and improvements, furniture and equipment, and vehicles. This entire amount is reported in governmental activities. The following table shows fiscal 2015 balances compared to 2014:

**Capital Assets at June 30  
(Net of Depreciation)**

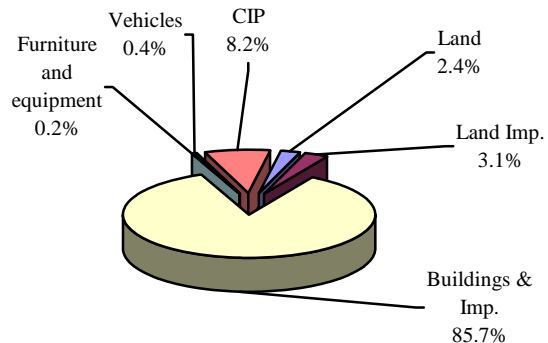
	<u>Governmental Activities</u>	
	<u>2015</u>	<u>2014</u>
Land	\$ 2,694,493	\$ 2,694,493
Land improvements	4,707,106	3,481,812
Buildings and improvements	92,827,988	94,903,363
Furniture and equipment	5,341,291	254,872
Vehicles	245,945	451,239
Construction in progress	<u>2,806,094</u>	<u>9,043,723</u>
<b>Total</b>	<b><u>\$ 108,622,917</u></b>	<b><u>\$ 110,829,502</u></b>

Total additions to capital assets for 2015 were \$2,676,717. The overall decrease in capital assets of \$2,206,585 (net of accumulated depreciation) is primarily due to depreciation expense of \$4,385,478 being recorded in fiscal year 2015 and disposals (net of accumulated depreciation) of \$497,824. The construction in progress represents costs incurred on the replacement of buildings and upgrades and renovations to existing structures and upgrades to HVAC systems. These projects are being funded by the Series 2011 bond issue and energy improvements are being funded by H.B. 264 energy conservation notes issued in fiscal year 2014. The graphs below present the District's capital assets for fiscal 2015 and fiscal 2014.

**Capital Assets - Governmental Activities  
2015**



**Capital Assets - Governmental Activities  
2014**



See Note 9 for further information on the District's capital assets.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

***Debt Administration***

At June 30, 2015, the District had \$89,974,452 in general obligation bonds, energy conservation bonds and notes and capital lease obligations outstanding. Of this total, \$4,118,363 is due within one year and \$85,856,089 is due within greater than one year.

The following table summarizes the bonds, notes and leases outstanding.

**Outstanding Debt, at Year End**

	Governmental Activities <u>2015</u>	Governmental Activities <u>2014</u>
General obligation bonds	\$ 84,934,452	\$ 91,351,800
Energy conservation notes & bonds	5,040,000	5,430,000
Capital lease obligation	<u>-</u>	<u>12,780</u>
Total	<u>\$ 89,974,452</u>	<u>\$ 96,794,580</u>

The District's energy conservation notes were issued in fiscal year 2014 to provide financing for HVAC, electrical, and plumbing system upgrades to create energy savings by reducing energy consumption. The project will be funded from the savings created from reduced energy consumption. Prior to the issuance of the financial statements, these energy conservation notes were refinanced on a long-term basis through the issuance of energy conservation bonds (see Note 10).

The District has issued various general obligation bonds to provide resources to finance construction projects throughout the District and to refund previous bonds outstanding. The District's general obligation bonds consist of both current interest bonds and capital appreciation bonds.

The capital lease obligations represent agreements for copier equipment and mowers. The capital lease obligations are detailed in Note 8 of the basic financial statements.

The District's general obligation bond and energy conservation bond activity is detailed in Note 10 to the basic financial statements.

**Current Financial Related Activities**

Property values have been very stable over the last two years. A reappraisal will occur in 2015 and the District is anticipating an increase in value based on home sales that are happening throughout the district. The collection for the second half of 2014 was approximately \$1 million higher than the collection for the same period in 2013. This was unexpected and is being attributed to fewer refunds to taxpayers throughout Lucas County compared to past years. This higher collection level is being used as the basis for revenue projections. The Board of Education is discussing the need for an operating levy in 2016. The State of Ohio is operating under the first year of its biennial budget. District state funding will be increased over this two year period, but decreases (and the elimination) of tangible personal property reimbursement will offset those increases.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)**

Negotiated agreements with employee groups are set through June 30, 2016. Employees received a base salary increase of 1.25% effective July 1, 2014 and an additional 2.5% increase effective July 1, 2015. Four health insurance plans are available for employees to choose from during open enrollment, requiring more cost sharing and/or contributions by employees. The District's premium for health insurance with Paramount will increase by 6.7% for 2016 and will be capped at 10% for 2017. District officials are putting procedures in place to implement requirements instituted by the Affordable Care Act.

**Contacting the District's Financial Management**

This financial report is designed to provide our citizen's taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Ms. Laura Sauber, Treasurer/CFO, Sylvania City School District, 4747 N. Holland Sylvania Rd., Sylvania, Ohio 43560.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF NET POSITION  
JUNE 30, 2015

	<b>Governmental Activities</b>
<b>Assets:</b>	
Equity in pooled cash and cash equivalents. . . . .	\$ 11,205,441
Receivables:	
Property taxes . . . . .	61,676,700
Payment in lieu of taxes . . . . .	351,960
Accounts. . . . .	132,242
Intergovernmental . . . . .	369,252
Inventory held for resale. . . . .	8,241
Capital assets:	
Nondepreciable capital assets . . . . .	5,500,587
Depreciable capital assets, net. . . . .	103,122,330
Capital assets, net. . . . .	108,622,917
Total assets. . . . .	182,366,753
 <b>Deferred outflows of resources:</b>	
Unamortized deferred charges on debt refunding	4,046,813
Pension - STRS . . . . .	5,982,883
Pension - SERS . . . . .	1,652,735
Total deferred outflows of resources . . . . .	11,682,431
 <b>Liabilities:</b>	
Accounts payable. . . . .	252,654
Contracts payable. . . . .	863,700
Retainage payable . . . . .	64,542
Accrued wages and benefits payable . . . . .	7,372,689
Intergovernmental payable . . . . .	467,730
Pension and postemployment benefits payable. . . . .	1,361,984
Accrued interest payable . . . . .	358,560
Long-term liabilities:	
Due within one year. . . . .	5,874,460
Due in more than one year:	
Net pension liability (See Note 12) . . . . .	105,148,893
Other amounts due in more than one year . . . . .	101,730,518
Total liabilities . . . . .	223,495,730
 <b>Deferred inflows of resources:</b>	
Property taxes levied for the next fiscal year. . . . .	58,426,547
Payment in lieu of taxes levied for the next fiscal year	351,960
Pension - STRS. . . . .	15,898,202
Pension - SERS. . . . .	3,118,556
Total deferred inflows of resources . . . . .	77,795,265
 <b>Net position:</b>	
Net investment in capital assets . . . . .	13,948,002
Restricted for:	
Capital projects . . . . .	1,734,191
Debt service. . . . .	3,091,151
Locally funded programs . . . . .	8,979
State funded programs. . . . .	25,716
Federally funded programs . . . . .	17,124
Student activities . . . . .	130,725
Unrestricted (deficit) . . . . .	(126,197,699)
Total net position (deficit). . . . .	\$ (107,241,811)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental activities:</b>					
Instruction:					
Regular . . . . .	\$ 35,427,259	\$ 613,813	\$ 72,817	\$ -	\$ (34,740,629)
Special . . . . .	12,642,540	588,192	5,243,752	-	(6,810,596)
Vocational . . . . .	2,020,980	-	456,329	-	(1,564,651)
Adult/continuing. . . . .	64,496	-	84,000	-	19,504
Other . . . . .	2,366,766	-	-	-	(2,366,766)
Support services:					
Pupil. . . . .	4,980,915	-	62,385	-	(4,918,530)
Instructional staff . . . . .	1,898,434	-	39,995	-	(1,858,439)
Board of education . . . . .	32,869	-	-	-	(32,869)
Administration. . . . .	7,102,339	-	-	-	(7,102,339)
Fiscal. . . . .	1,807,046	-	-	-	(1,807,046)
Business. . . . .	235,270	-	-	-	(235,270)
Operations and maintenance . . . . .	9,130,167	66,297	-	-	(9,063,870)
Pupil transportation. . . . .	4,690,537	42,206	-	-	(4,648,331)
Central . . . . .	830,846	-	21,600	-	(809,246)
Operation of non-instructional services:					
Food service operations . . . . .	2,045,249	803,036	705,986	-	(536,227)
Other non-instructional services . . . . .	1,210,717	92,858	1,065,230	-	(52,629)
Extracurricular activities. . . . .	2,806,529	685,329	43,523	1,291,581	(786,096)
Interest and fiscal charges . . . . .	3,791,038	-	-	-	(3,791,038)
<b>Total governmental activities . . . . .</b>	<b>\$ 93,083,997</b>	<b>\$ 2,891,731</b>	<b>\$ 7,795,617</b>	<b>\$ 1,291,581</b>	<b>(81,105,068)</b>
<b>General revenues:</b>					
Property taxes levied for:					
General purposes . . . . .					53,213,017
Debt service. . . . .					7,082,651
Capital outlay. . . . .					342,279
Payments in lieu of taxes. . . . .					371,564
Grants and entitlements not restricted					
to specific programs . . . . .					22,401,241
Investment earnings . . . . .					16,758
Miscellaneous . . . . .					629,316
<b>Total general revenues . . . . .</b>					<b>84,056,826</b>
Change in net position . . . . .					2,951,758
<b>Net position (deficit) at beginning of year (restated) . . . . .</b>					<b>(110,193,569)</b>
<b>Net position (deficit) at end of year. . . . .</b>					<b>\$ (107,241,811)</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2015

	<u>General</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . .	\$ 4,444,149	\$ 4,608,104	\$ 2,153,188	\$ 11,205,441
Receivables:				
Property taxes . . . . .	54,096,593	7,229,293	350,814	61,676,700
Payment in lieu of taxes . . . . .	310,454	39,638	1,868	351,960
Accounts . . . . .	125,517	-	6,725	132,242
Interfund loans . . . . .	145,360	-	-	145,360
Intergovernmental . . . . .	-	-	369,252	369,252
Inventory held for resale . . . . .	-	-	8,241	8,241
Total assets . . . . .	<u>59,122,073</u>	<u>11,877,035</u>	<u>2,890,088</u>	<u>73,889,196</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 193,076	\$ -	\$ 59,578	\$ 252,654
Contracts payable . . . . .	12,916	-	850,784	863,700
Retainage payable . . . . .	-	-	64,542	64,542
Accrued wages and benefits payable . . . . .	7,065,491	-	307,198	7,372,689
Compensated absences payable . . . . .	1,441,111	-	-	1,441,111
Intergovernmental payable . . . . .	325,453	-	142,277	467,730
Pension and postemployment benefits payable . .	1,277,090	-	84,894	1,361,984
Interfund loans payable . . . . .	-	-	145,360	145,360
Total liabilities . . . . .	<u>10,315,137</u>	<u>-</u>	<u>1,654,633</u>	<u>11,969,770</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year. . .	51,243,354	6,850,725	332,468	58,426,547
Payment in lieu of taxes levied for the next fiscal ye:	310,454	39,638	1,868	351,960
Delinquent property tax revenue not available. . .	747,843	99,293	4,814	851,950
Intergovernmental revenue not available. . . . .	-	-	118,448	118,448
Total deferred inflows of resources . . . . .	<u>52,301,651</u>	<u>6,989,656</u>	<u>457,598</u>	<u>59,748,905</u>
<b>Fund balances:</b>				
Restricted:				
Debt service . . . . .	-	4,887,379	-	4,887,379
Capital improvements . . . . .	-	-	814,051	814,051
Non-public schools . . . . .	-	-	25,622	25,622
Other purposes . . . . .	-	-	8,979	8,979
Extracurricular . . . . .	-	-	130,725	130,725
Unassigned (deficit) . . . . .	(3,494,715)	-	(201,520)	(3,696,235)
Total fund balances (deficit) . . . . .	<u>(3,494,715)</u>	<u>4,887,379</u>	<u>777,857</u>	<u>2,170,521</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 59,122,073</u>	<u>\$ 11,877,035</u>	<u>\$ 2,890,088</u>	<u>\$ 73,889,196</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET POSITION OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2015

<b>Total governmental fund balances</b>		\$	2,170,521
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			108,622,917
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.			
Delinquent property taxes receivable	\$	851,950	
Intergovernmental receivable		118,448	
Total			970,398
Unamortized premiums on bonds issued are not recognized in the funds.			(9,368,911)
Unamortized deferred charges on debt refundings are not recognized in the funds.			4,046,813
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(358,560)
The net pension liability is not due and payable in the current period; therefore, liability and related deferred inflows are not reported in governmental funds.			
Deferred outflows - Pension		7,635,618	
Deferred Inflows - Pension		(19,016,758)	
Net pension liability		(105,148,893)	
Total			(116,530,033)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
General obligation bonds		(89,974,452)	
Compensated absences		(6,820,504)	
Total			(96,794,956)
<b>Net position (deficit) of governmental activities</b>		<b>\$</b>	<b>(107,241,811)</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>General</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues:</b>				
From local sources:				
Property taxes . . . . .	\$ 53,792,240	\$ 7,130,627	\$ 344,537	\$ 61,267,404
Payment in lieu of taxes . . . . .	327,650	41,941	1,973	371,564
Tuition . . . . .	750,543	-	-	750,543
Transportation fees . . . . .	42,206	-	-	42,206
Earnings on investments . . . . .	16,753	-	138	16,891
Charges for services . . . . .	-	-	803,036	803,036
Extracurricular . . . . .	227,073	-	458,256	685,329
Classroom materials and fees . . . . .	451,462	-	-	451,462
Rental income . . . . .	66,297	-	-	66,297
Contributions and donations . . . . .	94,136	-	1,291,581	1,385,717
Contract services . . . . .	92,858	-	-	92,858
Other local revenues . . . . .	629,316	-	8,000	637,316
Intergovernmental - state . . . . .	24,641,542	971,665	955,568	26,568,775
Intergovernmental - federal . . . . .	-	-	3,621,882	3,621,882
Total revenues . . . . .	<u>81,132,076</u>	<u>8,144,233</u>	<u>7,484,971</u>	<u>96,761,280</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	34,093,848	-	64,939	34,158,787
Special . . . . .	10,457,463	-	2,350,321	12,807,784
Vocational . . . . .	1,740,072	-	93,246	1,833,318
Adult/continuing . . . . .	-	-	66,915	66,915
Other . . . . .	2,366,766	-	-	2,366,766
Support services:				
Pupil . . . . .	5,161,585	-	60,604	5,222,189
Instructional staff . . . . .	1,767,132	-	41,534	1,808,666
Board of education . . . . .	32,869	-	-	32,869
Administration . . . . .	7,303,136	-	-	7,303,136
Fiscal . . . . .	1,679,587	110,313	5,506	1,795,406
Business . . . . .	233,984	-	-	233,984
Operations and maintenance . . . . .	8,899,977	-	54,835	8,954,812
Pupil transportation . . . . .	4,597,749	-	-	4,597,749
Central . . . . .	817,558	-	21,600	839,158
Operation of non-instructional services:				
Food service operations . . . . .	-	-	1,785,128	1,785,128
Other non-instructional services . . . . .	125,140	-	1,081,628	1,206,768
Extracurricular activities . . . . .	1,660,479	-	495,855	2,156,334
Facilities acquisition and construction . . . . .	126,606	-	2,461,921	2,588,527
Debt service:				
Principal retirement . . . . .	227,780	9,205,000	-	9,432,780
Interest and fiscal charges . . . . .	131,419	2,665,845	-	2,797,264
Bond issuance costs . . . . .	-	731,730	-	731,730
Total expenditures . . . . .	<u>81,423,150</u>	<u>12,712,888</u>	<u>8,584,032</u>	<u>102,720,070</u>
Excess of revenues over (under) expenditures . . . . .	<u>(291,074)</u>	<u>(4,568,655)</u>	<u>(1,099,061)</u>	<u>(5,958,790)</u>
<b>Other financing sources (uses):</b>				
Premium on bonds issued . . . . .	-	8,539,849	-	8,539,849
Issuance of bonds . . . . .	-	72,705,000	-	72,705,000
Payment to refunded bond escrow agent . . . . .	-	(75,044,036)	-	(75,044,036)
Transfers in . . . . .	-	-	312,996	312,996
Transfers (out) . . . . .	(312,996)	-	-	(312,996)
Total other financing sources (uses) . . . . .	<u>(312,996)</u>	<u>6,200,813</u>	<u>312,996</u>	<u>6,200,813</u>
Net change in fund balances . . . . .	(604,070)	1,632,158	(786,065)	242,023
<b>Fund balances (deficit) at beginning of year . . . . .</b>	<b>(2,890,645)</b>	<b>3,255,221</b>	<b>1,589,646</b>	<b>1,954,222</b>
<b>(Decrease) in reserve for inventory . . . . .</b>	<b>-</b>	<b>-</b>	<b>(25,724)</b>	<b>(25,724)</b>
<b>Fund balances (deficit) at end of year . . . . .</b>	<b>\$ (3,494,715)</b>	<b>\$ 4,887,379</b>	<b>\$ 777,857</b>	<b>\$ 2,170,521</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

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, 2015

<b>Net change in fund balances - total governmental funds</b>	\$	242,023
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense.		
Capital asset additions	\$ 2,676,717	
Current year depreciation	(4,385,478)	
Total		(1,708,761)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position.		
		(497,824)
Governmental funds report expenditures for inventory when purchased. However, in the statement of activities, they are reported as an expense when consumed.		
		(25,724)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Delinquent property tax revenue	(629,457)	
Intergovernmental	(96,068)	
Total		(725,525)
Repayment of bond, note and capital lease principal is an expenditure in the funds but the repayment reduces long-term liabilities on the statement of net position. Principal payments during the year were:		
		9,432,780
Issuance of bonds are recorded as other financing source in the funds; however, in the statement of activities, they are not reported as other financing sources as they increase liabilities on the statement of net position.		
Refunding bonds	(67,450,000)	
Energy conservation bonds	(5,255,000)	
Total		(72,705,000)
Premiums on bonds issued are recorded as other financing source in the funds; however, in the statement of activities, they are not reported as other financing sources as they increase liabilities on the statement of net position.		
		(8,539,849)
Payment to refunded bond escrow agent for the retirement of bonds is an other financing use in the funds but the payment reduces long-term liabilities on the statement of net position. Deferred charges related to bond refundings are amortized over the life of the issuance in the statement of activities. The following refunding transactions occurred during the year:		
Bonds refunded	70,580,000	
Unamortized premium on refunded bonds removed	840,549	
Deferred charges on refundings	3,623,487	
Total		75,044,036
In the statement of activities, interest is accrued on outstanding bonds, whereas in the funds, an interest expenditure is reported when due. The following items contributed in additional interest being reported in the statement of activities:		
Decrease in accrued interest payable	56,965	
Accreted interest on capital appreciation bonds	(487,652)	
Amortization of bond premiums	278,088	
Amortization of deferred charges on debt refundings	(109,445)	
Total		(262,044)
Contractually required pension contributions are reported as expenditures in the funds; however, the statement of activities reports these amounts as deferred outflows.		
		6,644,777
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities.		
		(4,454,733)
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the funds.		
		507,602
<b>Change in net position of governmental activities</b>	<b>\$</b>	<b>2,951,758</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
JUNE 30, 2015

	<u>Private-Purpose Trust</u>	
	<u>Scholarship</u>	<u>Agency</u>
<b>Assets:</b>		
Equity in pooled cash and cash equivalents . . . . .	\$ 9,871	\$ 107,395
Total assets. . . . .	<u>9,871</u>	<u>\$ 107,395</u>
<b>Liabilities:</b>		
Accounts payable. . . . .	-	\$ 12,170
Intergovernmental payable . . . . .	-	49
Due to students. . . . .	-	95,176
Total liabilities . . . . .	<u>-</u>	<u>\$ 107,395</u>
<b>Net position:</b>		
Held in trust for scholarships . . . . .	<u>9,871</u>	
Total net position. . . . .	<u>\$ 9,871</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<b>Private-Purpose Trust</b>
	<b>Scholarship</b>
<b>Additions:</b>	
Interest . . . . .	\$ 5
Gifts and contributions . . . . .	1,078
Total additions . . . . .	1,083
 <b>Deductions:</b>	
Scholarships awarded . . . . .	1,500
Change in net position . . . . .	(417)
<b>Net position at beginning of year . . . . .</b>	<b>10,288</b>
<b>Net position at end of year . . . . .</b>	<b>\$ 9,871</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT**

The Sylvania City School District (the "District") is located in the greater metropolitan Toledo area of Lucas County in northwestern Ohio. The District encompasses all of the City of Sylvania, and portions of Sylvania Township.

The District is organized under Section 2 and 3, Article VI of the Constitution of the State of Ohio. Under such laws, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the District is vested in the Board of Education, consisting of five members elected at large for staggered four-year terms.

The District currently operates 7 elementary schools, 3 middle schools, and 2 comprehensive high schools. The District employs 317 non-certified, 44 administrative, and 524 certified employees (full time equivalents) to provide services to 7,381 students in grades K through 12 and various community groups.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. Reporting Entity**

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units" and GASB Statement No. 61, "The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34". The reporting entity is composed of the primary government and component units. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's Governing Board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government's financial statements incomplete or misleading. Based upon the application of these criteria, the District has no component units. The basic financial statements of the reporting entity include only those of the District (the primary government).



**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

The following organizations are described due to their relationship to the District:

*JOINTLY GOVERNED ORGANIZATIONS*

Northwest Ohio Computer Association (NWOCA)

The District is a participant with 41 other public entities in a jointly governed organization to operate NWOCA. NWOCA was formed for the purpose of providing computer services. NWOCA is governed by a board of directors consisting of the superintendents of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the board. The District does not have an ongoing financial interest or responsibility in NWOCA.

Sylvania Area Joint Recreation District (SAJRD)

The District, in conjunction with the City of Sylvania and the Sylvania Township, formed the Sylvania Area Joint Recreation District under the authority of Ohio Revised Code Section 755.14(C). The SAJRD Board of Trustees is composed of twelve members, four of whom are appointed by each of the separate governmental entities identified above. Funding for the SAJRD is provided by a voter-approved tax levy on all real property located within the Sylvania School District. Taxes are collected by the County Auditor and remitted to the SAJRD Board of Trustees.

**B. Fund Accounting**

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

*GOVERNMENTAL FUNDS*

Governmental funds are those through which most governmental functions typically 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 plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as fund balance. The following is the District's major governmental funds:

General fund - The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Debt service fund - The debt service fund is used to account for the resources restricted for the payment of general long-term debt principal, interest and related costs including the retirement of current interest term and serial bonds, capital appreciation bonds and both short-term and long-term notes and loans. All revenues derived from general or special levies, either within or exceeding the statutory unvoted ten mill limitation, which is levied for debt service on bonds or loans are paid into this fund.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Other governmental funds of the District are used to account for (a) financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets, and (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects.

*PROPRIETARY FUNDS*

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector. The District has no proprietary funds.

*FIDUCIARY FUNDS*

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

**C. Basis of Presentation and Measurement Focus**

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

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

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of the District are included on the statement of net position.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Fund Financial Statements - Fund financial statements report detailed information about the District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column, and all nonmajor funds are aggregated into one column. Fiduciary funds are reported by fund type.

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, current deferred outflows of resources, current liabilities and current inflows of resources are generally 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.

Like the government-wide statements, the private-purpose trust fund is accounted for on a flow of economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of this fund are included on the statement of fund net position. The statement of changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position.

Agency funds do not report a measurement focus as they do not report operations.

**D. Basis of Accounting**

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

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

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donation. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6).

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Outflows of Resources and Deferred Inflows of Resources - In addition to assets, the government-wide statement of net position will 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 District, deferred outflows of resources have been reported for the following two items related the District's net pension liability: (1) the difference between expected and actual experience of the pension systems, and (2) the District's contributions to the pension systems subsequent to the measurement date. In addition, deferred outflows of resources include a deferred charge on debt refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes, payments in lieu of taxes and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 2015, but which were levied to finance fiscal year 2016 operations. These amounts have been recorded as a deferred inflow of resources 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 District unavailable revenue includes, but is not limited to, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

The District also reports a deferred inflow of resources for the net difference between projected and actual earnings on pension plan investments related to the District's net pension liability. This deferred inflow of resources is only reported on the government-wide statement of net position.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement value of donated commodities received during the year is reported in the statement of revenues, expenditures and changes in fund balances as an expenditure with a like amount reported as intergovernmental revenue.

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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 governmental funds.

**E. Budgets**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriations Resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Board of Education at the fund level for all budgeted funds.

Although the legal level of budgetary control was established at the fund level of expenditures, the District has elected to present budgetary statement comparisons at the fund and function level of expenditures. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Tax Budget:

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates. By no later than January 20, the Board-adopted budget is filed with the Lucas County Budget Commission for rate determination.

Estimated Resources:

By April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commissions' certificate of estimated resources, which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts from the certificate of estimated resources that was in effect at the time the original permanent appropriations covering the entire fiscal year were passed by the Board of Education. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts from the certificate of amended resources that was in effect at the time the final appropriations were passed by the Board of Education.

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The District's legal level of budgetary control has been established at the fund level for all budgeted funds. The appropriation resolution, established at the legal level of control funds, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures may not exceed the appropriation totals at the legal level of control. Any revisions that alter the legal level of budgetary control must be approved by the Board of Education.

The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, all supplemental appropriations were legally enacted.

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

Lapsing of Appropriations:

Unencumbered appropriations lapse at year end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be re-appropriated. Cash disbursements plus encumbrances may not legally exceed budgeted appropriations at the legal level of control.

**F. Cash and Investments**

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

During fiscal year 2015, investments were limited to the State Treasury Asset Reserve of Ohio (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the state to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's shares prices which is the price the investment could be sold for on June 30, 2015.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund or the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2015 amounted to \$16,753, which includes \$9,666 assigned from other District funds.

**SYLVANIA CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

For presentation on the basic financial statements, investments purchased by the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments. An analysis of the District's investment account at fiscal year end is provided in Note 4.

**G. Inventory**

On government-wide and fund financial statements, purchased inventories are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when received. Inventories are accounted for using the purchase method on the fund statements and using the consumption method on the government-wide statements.

On the fund financial statements, reported materials and supplies inventory is equally offset by nonspendable fund balance in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets. Inventory consists of expendable supplies held for consumption, donated food and purchased food.

**H. Capital Assets**

General capital assets are those assets specifically related to governmental activities. These assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land 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>Governmental Activities Estimated Lives</u>
Land improvements	20 - 45 years
Buildings and improvements	37 - 45 years
Furniture and equipment	5 - 20 years
Vehicles	6 years

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**I. Interfund Balances**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund loans receivable/payable.” Interfund balances between governmental funds are eliminated in the governmental activities column on the statement of net position.

**J. Compensated Absences**

In accordance with the provisions of GASB Statement No. 16, “Accounting for Compensated Absences”, a liability for vacation leave is accrued if a) the employees’ rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination (severance) payments. A liability for sick leave is accrued using the vesting method; i.e., the liability is based on the sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future. For purposes of establishing a liability for sick leave on employees expected to become eligible to retire in the future, all employees age 50 or greater with at least 10 years of service; or 20 years service at any age were considered expected to become eligible to retire in accordance with GASB Statement No. 16.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at June 30, 2015, and reduced to the maximum payment allowed by labor contract and/or statute, plus any additional salary related payments.

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

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements.

**K. Accrued Liabilities and Long-Term Obligations**

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

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



**SYLVANIA CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**L. Fund Balance**

Fund balance is divided into five classifications based primarily on the extent to which the 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 classification includes amounts that cannot be spent because they are not in spendable form or legally 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 are placed on the use of resources that are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

*Committed* - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the District Board of Education (the highest level of decision making authority). Those committed amounts cannot be used for any other purpose unless the 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 also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

*Assigned* - Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the District Board of Education, which includes giving the Treasurer the authority to constrain monies for intended purposes. When unassigned fund balance is a deficit in the general fund, assigned fund balance may not be presented in the general fund.

*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 only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The District applies restricted resources first when expenditures are incurred for purposes for which restricted and unrestricted (committed, assigned, and unassigned) fund balance is 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.

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**M. Net Position**

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The net position component "net investment in capital assets," consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**N. Estimates**

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

**O. Interfund Activity**

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

**P. Nonpublic Schools**

Within the District boundaries, St. Joseph and St. Francis schools are operated through the Toledo Catholic Diocese; and Toledo Junior, Emmanuel Baptist, and Toledo Islamic are operated as private schools. All of these schools provide instruction for grades K-8. 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 District, as directed by the parochial school. The receipt and expenditure of these state monies by the District are reflected in a nonmajor governmental fund for financial reporting purposes.

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**Q. Issuance Costs/Bond Premiums and Discounts and Accounting Gain or Loss on Debt Refunding**

On the governmental fund financial statements, issuance costs, bond premiums, bond discounts, and deferred charges from debt refunding are recognized in the current period.

On the government-wide financial statements, issuance costs are recognized in the current period and are not amortized. Bond premiums and discounts are amortized over the term of the bonds using the straight-line method. Unamortized bond premiums are presented as an addition to the face amount of the bonds reported on the statement of net position. Unamortized bond discounts are presented as a reduction to the face amount of the bonds reported on the statement of net position. The reconciliation between the bonds face value and the amount reported on the statement of net position is presented in Note 10.

For advance refunding resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as a deferred outflow of resources.

**R. Pensions**

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

**S. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither one of these transactions occurred during fiscal year 2015.

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**A. Change in Accounting Principles/Restatement of Net Position**

For fiscal year 2015, the District has implemented GASB Statement No. 68, "Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27", GASB Statement No. 69 "Government Combinations and Disposals of Government Operations", and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68".

**SYLVANIA CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

GASB Statement No. 69 establishes accounting and financial reporting standards related to government combinations and disposals of government operations. The Statement improves the decision usefulness of financial reporting by requiring that disclosures be made by governments about combination arrangements in which they engage and for disposals of government operations. The implementation of GASB Statement No. 69 did not have an effect on the financial statements of the District.

GASB Statement No. 68 improves the accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. The implementation of GASB Statement No. 68 affected the District's pension plan disclosures, as presented in Note 12 to the financial statements, and added required supplementary information presented after the notes to the basic financial statements.

GASB Statement No. 71 improves the accounting and financial reporting by addressing an issue in GASB Statement No. 68, concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of that Statement by employers and nonemployer contributing entities.

A net position restatement is required in order to implement GASB Statement No 68 and 71. The governmental activities at July 1, 2014 have been restated as follows:

	<u>Governmental Activities</u>
Net position as previously reported	\$ 8,526,508
Deferred outflows - payments subsequent to measurement date	6,221,718
Net pension liability	<u>(124,941,795)</u>
Restated net position at July 1, 2014	<u>\$(110,193,569)</u>

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

**SYLVANIA CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

**B. Deficit Fund Balances**

Fund balances at June 30, 2015 included the following individual fund deficits:

<u>Major fund</u>	<u>Deficit</u>
General	\$ 3,494,715
 <u>Nonmajor governmental funds</u>	
Food service	72,287
Vocational Educational Enhancements	4,773
Adult Basic Education	1,504
IDEA Part B	21,412
Vocational Educational	34,093
Title III, Limited English Proficiency	4,346
Title I	55,785
Pre-School for Handicapped Grant	1,506
Improving Teacher Quality	1,389
Building	4,425

The general fund is liable for any deficit in this fund and provides transfers when cash is required, not when accruals occur. The deficit fund balance resulted from adjustments for accrued liabilities.

**C. Fund Reclassification**

For reporting at June 30, 2015, the building fund is no longer considered a major governmental fund. As such, the fund will be reclassified from a major governmental fund to a nonmajor governmental fund. The fund reclassification had the following effect on fund balances as previously reported.

	<u>Building</u>	Nonmajor Governmental <u>Funds</u>
Fund balance as previously reported	\$ 812,949	\$ 776,697
Fund reclassification due to major fund reporting	<u>(812,949)</u>	<u>812,949</u>
Restated fund balance at July 1, 2014	<u>\$ -</u>	<u>\$ 1,589,646</u>

**NOTE 4 - DEPOSITS AND INVESTMENTS**

The District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the financial statements as "equity in pooled cash and cash equivalents". State statutes require the classification of monies held by the District into three categories.

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

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

Inactive deposits are public deposits 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 accounts, including passbook accounts.

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, Notes, Debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2% and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in items (1) and (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasury Asset Reserve of Ohio (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed 180 days in an amount not to exceed 25% of the interim monies available for investment at any one time; and
8. Under limited circumstances, corporate debt instruments rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

**SYLVANIA CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

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

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

**A. Deposits with Financial Institutions**

At June 30, 2015, the carrying amount of all District deposits was \$7,659,739. Based on the criteria described in GASB Statement No. 40, “Deposits and Investment Risk Disclosures”, as of June 30, 2015, \$2,183,230 of the District’s bank balance of \$8,488,881 was exposed to custodial risk as discussed below, while \$6,305,651 was covered by the Federal Deposit Insurance Corporation.

Custodial credit risk is the risk that, in the event of bank failure, the District’s deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the District. The District has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions’ trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the District to a successful claim by the FDIC.

**B. Investments**

As of June 30, 2015, the District had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturity 6 months or less</u>
STAR Ohio	\$ 3,662,968	\$ 3,662,968

*Interest Rate Risk:* As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the District’s investment policy limits investment portfolio maturities to five years or less. State law and the District policy requires that repurchase agreements cannot exceed thirty (30) days. In addition, securities subject to repurchase agreements must exceed the principal value by greater or equal to two (2) percent.

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**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

*Credit Risk:* STAR Ohio must maintain the highest letter or numerical rating provided by at least one nationally recognized standard service. Standard & Poor's has assigned STAR Ohio an AAAM money market rating. The District's investment policy does not specifically address credit risk beyond the adherence to Chapter 135 of the Ohio Revised Code, of which all relevant provisions are described previously in this note disclosure (Note 4).

*Custodial Credit Risk:* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

*Concentration of Credit Risk:* The District's investment policy places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2015:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
STAR Ohio	<u>\$ 3,662,968</u>	<u>100.00</u>

**C. Reconciliation of cash and investments to the statement of Net Position**

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported above on the statement of net position as of June 30, 2015:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 7,659,739
Investments	<u>3,662,968</u>
Total	<u>\$ 11,322,707</u>
 <u>Cash and investments per statement of net position</u>	
Governmental activities	\$ 11,205,441
Private-purpose trust funds	9,871
Agency funds	<u>107,395</u>
Total	<u>\$ 11,322,707</u>



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**NOTE 5 - INTERFUND TRANSACTIONS**

- A. Interfund loans receivable/payable consisted of the following at June 30, 2015, as reported on the fund statements:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General	Nonmajor governmental	<u>\$ 145,360</u>

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received. Interfund balances between governmental funds are eliminated on the government-wide financial statements.

- B. Interfund transfers for the fiscal year ended June 30, 2015, consisted of the following, as reported on the fund statements:

<u>Transfers from general fund to:</u>	<u>Amount</u>
Nonmajor governmental funds	<u>\$ 312,996</u>

Interfund transfers represent the use of unrestricted revenues collected in the general fund that are used to finance various programs accounted for in other funds in accordance with budgetary authorizations. The transfers from the general fund supported food service operations. Interfund transfers between governmental funds are eliminated for reporting on the statement of activities. All transfers were made in compliance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16.

**NOTE 6 - PROPERTY TAXES**

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

Property taxes include amounts levied against all real property and public utility property. Real property tax revenues received in calendar year 2015 represent the collection of calendar year 2014 taxes. Real property taxes received in calendar year 2015 were levied after April 1, 2014, on the assessed values as of January 1, 2014, 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 semiannually. If paid annually, payment is due December 31; if paid semiannually, 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 revenues received in calendar year 2015 represent the collection of calendar year 2014 taxes. Public utility real and personal property taxes received in calendar year 2015 became a lien on December 31, 2013, were levied after April 1, 2014, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

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**NOTE 6 - PROPERTY TAXES - (Continued)**

The District receives property taxes from Lucas County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2015, are available to finance fiscal year 2015 operations. The amount available as an advance at June 30, 2015 was \$2,105,396 in the general fund, \$279,275 in the debt service fund and \$13,532 in the permanent improvement fund (a nonmajor governmental fund). This amount is recorded as revenue. The amount available for advance at June 30, 2014 was \$2,487,340 in the general fund, \$334,232 in the debt service fund and \$16,006 in the permanent improvement fund (a nonmajor governmental fund). The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2015 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.

On the accrual basis of accounting, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis of accounting the revenue has been reported as a deferred inflow.

The assessed values upon which the fiscal year 2015 taxes were collected are:

	2014 Second Half Collections		2015 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 1,288,169,390	98.37	\$ 1,300,991,340	98.27
Public utility personal	<u>21,292,440</u>	<u>1.63</u>	<u>22,940,560</u>	<u>1.73</u>
Total	<u>\$ 1,309,461,830</u>	<u>100.00</u>	<u>\$ 1,323,931,900</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation	\$ 83.60		\$ 83.50	

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 7 - RECEIVABLES**

Receivables at June 30, 2015 consisted of taxes, payments in lieu of taxes, accounts (billings for user charged services and student fees), and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds. A summary of the principal items of receivables reported on the statement of net position follows:

<b>Governmental Activities</b>	
Property taxes	\$ 61,676,700
Payments in lieu of taxes	351,960
Accounts	132,242
Intergovernmental	<u>369,252</u>
Total	<u><u>\$ 62,530,154</u></u>

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected within the subsequent year.

**NOTE 8 - CAPITALIZED LEASES - LESSEE DISCLOSURE**

In prior fiscal years, the District entered into capital lease agreements for the acquisition of copiers and mowers. These leases meet the criteria of a capital lease which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term.

Capital lease payments have been reclassified and are reflected as debt service expenditures in the statement of revenues, expenditures and changes in fund balances - governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis. Capital assets acquired by the leases have been capitalized in the amount of \$51,023, which represents the present value of the future minimum lease payments at the time of acquisition. Accumulated depreciation as of June 30, 2015 was \$40,394, leaving a current book value of \$10,629.

A corresponding liability was recorded on the statement of net position. In fiscal year 2015, principal payments of \$12,780 are reflected as debt service principal retirement in the general fund. The principal payments are reported as a reduction to the long-term liabilities reported on the statement of net position. The capital lease obligation was retired in full during fiscal year 2015.

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**NOTE 9 - CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2015, was as follows:

<b>Governmental activities:</b>	<u>Balance</u> 06/30/14	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> 06/30/15
<i>Capital assets, not being depreciated:</i>				
Land	\$ 2,694,493	\$ -	\$ -	\$ 2,694,493
Construction in progress	<u>9,043,723</u>	<u>2,676,717</u>	<u>(8,914,346)</u>	<u>2,806,094</u>
Total capital assets, not being depreciated	<u>11,738,216</u>	<u>2,676,717</u>	<u>(8,914,346)</u>	<u>5,500,587</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	7,647,020	1,694,926	(335,508)	9,006,438
Building and improvements	127,010,941	1,677,044	(575,346)	128,112,639
Furniture and equipment	4,247,642	5,542,376	-	9,790,018
Vehicles	<u>6,329,079</u>	<u>-</u>	<u>(56,546)</u>	<u>6,272,533</u>
Total capital assets, being depreciated	<u>145,234,682</u>	<u>8,914,346</u>	<u>(967,400)</u>	<u>153,181,628</u>
<i>Less: accumulated depreciation</i>				
Land improvements	(4,165,208)	(339,053)	204,929	(4,299,332)
Building and improvements	(32,107,578)	(3,385,174)	208,101	(35,284,651)
Furniture and equipment	(3,992,770)	(455,957)	-	(4,448,727)
Vehicles	<u>(5,877,840)</u>	<u>(205,294)</u>	<u>56,546</u>	<u>(6,026,588)</u>
Total accumulated depreciation	<u>(46,143,396)</u>	<u>(4,385,478)</u>	<u>469,576</u>	<u>(50,059,298)</u>
Governmental activities capital assets, net	<u>\$110,829,502</u>	<u>\$ 7,205,585</u>	<u>\$ (9,412,170)</u>	<u>\$ 108,622,917</u>

Depreciation expense was charged to governmental functions as follows:

<u>Instruction:</u>	
Regular	\$2,255,947
Special	165,122
Vocational	236,542
<u>Support Services:</u>	
Pupil	11,811
Instructional staff	145,709
Administration	143,273
Fiscal	13,016
Operations and maintenance	346,258
Pupil transportation	177,516
<u>Operation of non-instructional services:</u>	
Food service operations	258,551
Other non-instructional services	3,976
Extracurricular activities	<u>627,757</u>
Total depreciation expense	<u>\$4,385,478</u>

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - LONG-TERM OBLIGATIONS**

**A. General Obligation Bonds**

General obligation bonds are general obligations of the District for which the full faith and credit of the District is pledged for repayment. Accordingly, such unmatured obligations are reported on the statement of net position. Payments of principal and interest relating to these liabilities are recorded as expenditures in the debt service fund. The source of payment is derived from bonded debt tax levies.

Series 2001 Refunding General Obligation Bonds

On September 1, 2001, the District issued general obligation bonds (Series 2001 Refunding Bonds) to refund the Series 1995 School Improvement General Obligation Bonds (principal \$13,875,000; interest rate 5.85%, stated maturity December 1, 2022).

The refunding issue is comprised of both current interest bonds, par value \$13,555,000, and capital appreciation bonds par value \$319,978. In fiscal year 2012, the District advance refunded the balance of the Series 2001 refunding current interest bonds (\$7,955,000) with proceeds from the Series 2011 refunding bonds (see below). During fiscal year 2015, the final capital appreciation bond matured on December 1, 2014 at an accreted value of \$985,000.

Series 2006 Refunding General Obligation Bonds

On December 27, 2006, the District issued general obligation bonds (Series 2006 Refunding Bonds) to advance refund the callable of the Series 2001 and Series 2002 school improvement current interest bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded current interest bonds at June 30, 2015 is \$7,065,000.

The refunding issue is comprised of both current interest bonds, par value \$8,315,000, and capital appreciation bonds par value \$509,990. The interest rates on the current interest bonds range from 3.75% - 4.00%. The capital appreciation bonds mature on December 1, 2014 (effective interest rate 11.8708%) and December 1, 2015 (effective interest rate 16.0366%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bond maturing December 1, 2014 is \$580,000. The accreted value at maturity for the capital appreciation bond maturing December 1, 2015 is \$1,100,000. Total accreted interest of \$740,853 has been included in the statement of net position at June 30, 2015.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2021.

The reacquisition price exceeded the net carrying amount of the old debt by \$597,320. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

Series 2009 School Improvement General Obligation Bonds

During fiscal year 2009, the voters of the District authorized the issuance of \$78,999,981 in general obligation bonds, for the purpose of renovating and otherwise improving school facilities. These bonds will be retired from proceeds of an additional 2.89 (average) mil bonded debt tax levy. On April 9, 2015, the District advance refunded \$70,580,000 of these bonds with proceeds from the Series 2015 refunding bonds (see below). The final principal payment required on the Series 2009 School Improvement current interest bonds was made in December 1, 2014. At June 30, 2015, there is no remaining liability related to the Series 2009 School Improvement current interest bonds.

The remaining portion of the Series 2009 School Improvement bonds are capital appreciation bonds. The capital appreciation bonds mature on December 1, 2017 (effective interest rate 11.517%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bond maturing December 1, 2017 is \$1,990,000. Total accreted interest of \$735,332 has been included in the statement of net position at June 30, 2015.

Series 2011 Refunding General Obligation Bonds

On September 7, 2011, the District issued general obligation bonds (Series 2011 Refunding Bonds) to advance refund the callable of the Series 1998 refunding current interest bonds, the Series 2001 refunding current interest bonds and the Series 2002 school improvement current interest bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded current interest bonds at June 30, 2015, is \$8,275,000.

The refunding issue is comprised of both current interest bonds, par value \$8,615,000, and capital appreciation bonds par value \$415,000. The interest rates on the current interest bonds range from 2.00% - 4.00%. The capital appreciation bonds matured on December 1, 2014 (effective interest rate 4.55%) at an accreted value of \$485,000.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2022.

The reacquisition price exceeded the net carrying amount of the old debt by \$312,919. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

Series 2014 Energy Conservation Bonds

On July 29, 2014, the District issued \$5,255,000 of House Bill 264 (H.B. 264) energy conservation bonds to retire energy conservation notes previously issued on January 17, 2014. Proceeds of the issuances are to provide financing to perform various energy improvement capital projects at the District. HVAC, electrical, and plumbing systems are being updated further to create energy savings by reducing energy consumption. The project will be funded from the savings created from reduced energy consumption. The bonds bear an interest rates from 1.00% - 4.00% and mature on December 1, 2028.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

Series 2015 Refunding General Obligation Bonds

On April 9, 2015, the District issued general obligation bonds (Series 2015 Refunding Bonds) to advance refund the callable of the Series 2009 refunding current interest bonds. The refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded Series 2009 current interest bonds at June 30, 2015, is \$67,450,000.

The refunding issue is comprised of both current interest bonds serial bonds, par value \$55,855,000, current interest term bonds, par value \$9,750,000, and capital appreciation bonds par value \$1,845,000. The interest rates on the current interest bonds range from 2.00% - 5.00%. The capital appreciation bonds mature on December 1, 2018 (effective interest rate 24.173%) and December 1, 2019 (effective interest rate 24.259%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bonds maturing December 1, 2018 and December 1, 2019 are \$2,325,000 and \$2,345,000, respectively. Total accreted interest of \$60,776 has been included in the statement of net position at June 30, 2015.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2036.

The reacquisition price exceeded the net carrying amount of the old debt by \$3,623,487. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued. The refunding was undertaken to reduce total debt service requirements by \$6,193,514 resulting in an economic gain of \$4,384,239.

**B. Other Long-Term Obligations**

*Net pension liability:* The District's net pension liability is described in Note 12. The District pays obligations related to employee compensation from the fund benefitting from their service.

*Energy conservation notes:* The District retired the energy conservation notes issued in fiscal year 2014 through the issuance of Series 2014 energy conservation bonds described above.

*Capital Lease Obligation:* The capital lease obligations are described in Note 8.

*Compensated absences:* The liability for compensated absences will be paid from the fund from which the employee was paid. For the District, this is primarily the general fund.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

C. The District's long-term liabilities have been restated as described in Note 3.A. During fiscal year 2015, the following changes occurred in governmental activities long-term obligations:

	<u>Restated Balance 06/30/14</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 06/30/15</u>	<u>Amount Due in One Year</u>
<u>General Obligation Bonds</u>					
Series 2001, Refunding					
Capital Appreciation Bonds					
19.117% (average effective)					
12/01/13 and 12/01/14 maturity	\$ 87,883	\$ -	\$ (87,883)	\$ -	\$ -
Series 2001, Refunding					
Capital Appreciation Bonds					
Accreted interest	811,178	85,939	(897,117)	-	-
Series 2006, Refunding					
Current Interest Bonds					
3.75% - 4.00%					
12/01/21 maturity	7,065,000	-	-	7,065,000	-
Series 2006, Refunding					
Capital Appreciation Bonds					
14.449% (average effective)					
12/01/14 and 12/01/15 maturity	509,990	-	(232,480)	277,510	277,510
Series 2006, Refunding					
Capital Appreciation Bonds					
Accreted interest	910,335	178,038	(347,520)	740,853	740,853
Series 2009, Improvement					
Current Interest Bonds					
4.835% - 5.25%					
12/01/36 maturity	71,940,000	-	(71,940,000)	-	-
Series 2009, Improvement					
Capital Appreciation Bonds					
11.5170% (average effective)					
12/01/17 maturity	779,981	-	-	779,981	-



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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

	<u>Restated Balance 06/30/14</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 06/30/15</u>	<u>Amount Due in One Year</u>
<u>General Obligation Bonds (continued):</u>					
Series 2009, Improvement Capital Appreciation Bonds					
Accreted interest	\$ 578,840	\$ 156,492	\$ -	\$ 735,332	\$ -
Series 2011, Refunding Current Interest Bonds 2.00% - 4.00%					
12/01/22 maturity	8,195,000	-	(370,000)	7,825,000	1,255,000
Series 2011, Refunding Capital Appreciation Bonds 4.55% (average effective)					
12/01/14 maturity	415,000	-	(415,000)	-	-
Series 2011, Refunding Capital Appreciation Bonds					
Accreted interest	58,593	6,407	(65,000)	-	-
Series 2014, Energy Current Interest Bonds 1.00% - 4.00%					
12/01/28 maturity	-	5,255,000	(215,000)	5,040,000	300,000
Series 2015, Refunding Current Interest Bonds 2.00% - 5.00%					
12/01/36 maturity	-	65,605,000	-	65,605,000	1,545,000
Series 2015, Refunding Capital Appreciation Bonds 24.22% (average effective)					
12/01/18 and 12/01/19 maturity	-	1,845,000	-	1,845,000	-
Series 2015, Refunding Capital Appreciation Bonds					
Accreted interest	-	60,776	-	60,776	-
<b>Total general obligation bonds</b>	<u>91,351,800</u>	<u>73,192,652</u>	<u>(74,570,000)</u>	<u>89,974,452</u>	<u>4,118,363</u>

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

	Restated Balance <u>06/30/14</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>06/30/15</u>	Amount Due in <u>One Year</u>
<b>Other Obligations:</b>					
Net Pension Liability:					
STRS	\$ 102,364,574	\$ -	\$ (16,430,108)	\$ 85,934,466	\$ -
SERS	<u>22,577,221</u>	<u>-</u>	<u>(3,362,794)</u>	<u>19,214,427</u>	<u>-</u>
Total net pension liability	<u>124,941,795</u>	<u>-</u>	<u>(19,792,902)</u>	<u>105,148,893</u>	<u>-</u>
Energy conservation notes	5,430,000	-	(5,430,000)	-	-
Capital lease	12,780	-	(12,780)	-	-
Compensated absences	<u>9,071,486</u>	<u>1,690,590</u>	<u>(2,500,461)</u>	<u>8,261,615</u>	<u>1,756,097</u>
Total, other obligations	<u>139,456,061</u>	<u>1,690,590</u>	<u>(27,736,143)</u>	<u>113,410,508</u>	<u>1,756,097</u>
Total, all governmental activities long-term liabilities	230,807,861			203,384,960	<u>\$ 5,874,460</u>
Add: Unamortized bond premiums	<u>1,947,699</u>			<u>9,368,911</u>	
Total on statement of net position	<u>\$ 232,755,560</u>			<u>\$ 212,753,871</u>	

**D.** Principal and interest requirements to retire general obligation school improvement bonds and general obligation refunding bonds outstanding at June 30, 2015, are as follows:

Fiscal Year Ending June 30	Current Interest Refunding Bonds			Current Interest Energy Conservation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2016	\$ 2,800,000	\$ 3,354,499	\$ 6,154,499	\$ 300,000	\$ 160,400	\$ 460,400
2017	2,790,000	3,274,156	6,064,156	305,000	154,350	459,350
2018	2,600,000	3,178,237	5,778,237	310,000	148,200	458,200
2019	2,250,000	3,083,388	5,333,388	315,000	141,950	456,950
2020	2,340,000	2,991,888	5,331,888	325,000	133,925	458,925
2021 - 2025	18,345,000	12,577,520	30,922,520	1,790,000	507,275	2,297,275
2026 - 2030	17,835,000	8,888,950	26,723,950	1,695,000	138,900	1,833,900
2031 - 2035	21,785,000	4,899,200	26,684,200	-	-	-
2036 - 2037	<u>9,750,000</u>	<u>483,500</u>	<u>10,233,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 80,495,000</u>	<u>\$ 42,731,338</u>	<u>\$ 123,226,338</u>	<u>\$ 5,040,000</u>	<u>\$ 1,385,000</u>	<u>\$ 6,425,000</u>

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

Fiscal Year Ending June 30	Capital Appreciation Improvement Bonds			Capital Appreciation Refunding Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2016	\$ -	\$ -	\$ -	\$ 277,510	\$ 822,490	\$ 1,100,000
2017	-	-	-	-	-	-
2018	779,981	1,210,019	1,990,000	-	-	-
2019	-	-	-	1,025,000	1,300,000	2,325,000
2020	-	-	-	820,000	1,525,000	2,345,000
Total	<u>\$ 779,981</u>	<u>\$ 1,210,019</u>	<u>\$ 1,990,000</u>	<u>\$ 2,122,510</u>	<u>\$ 3,647,490</u>	<u>\$ 5,770,000</u>

**E. Legal Debt Margin**

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation use in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded 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. The effects of these debt limitations at June 30, 2015, are a voted debt margin of \$40,643,759 (including available funds of \$4,887,379), an unvoted debt margin of \$1,323,932, and an energy conservation debt margin of \$6,875,387.

**NOTE 11 - RISK MANAGEMENT**

**A. Comprehensive**

The District is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2015, the District purchased commercial coverage through the Ohio School Plan for property and contents with a limit of \$244,752,228 and a \$1,000 deductible.

General liability is protected by the Ohio School Plan with an \$8,000,000 general aggregate/\$6,000,000 single occurrence limit and a \$0 deductible.

Vehicles are covered by The Ohio School Plan and hold \$1,000 deductible for comprehensive coverage. Vehicles have been insured under a liability policy, with a \$6,000,000 per occurrence limitation and a \$0 deductible.

Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There was no significant reduction in coverage from the prior year.

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**NOTE 11 - RISK MANAGEMENT - (Continued)**

**B. Group Health and Dental Insurance**

The District is fully insured through commercial carriers for group health and dental benefits.

The District provides employee medical/surgical benefits through a Paramount health insurance program. This plan provides employees a choice of four levels of HMO coverage. Paramount administers the health insurance program. The District pays \$1,561.16 (100% co-ins), \$1,496.85 (90/10 co-ins), \$1,437.49 (80/20 co-ins) and \$1,293.75 (High Deductible) for family coverage or \$612.20 (100% co-ins), \$586.98 (90/10 co-ins), \$563.70 (80/20 co-ins) and \$507.33 (High Deductible) for individual coverage per month for full-time employees. The premium is paid by the fund that pays the salary for the employee.

The District provides employee dental benefits through a managed-care dental program. This plan provides dental benefits with a \$50 family and \$25 single deductible. Delta Dental administers the dental program. The District pays \$91.20 family or \$31.62 single per employee per month, which represents the entire premium required. The premium is paid by the fund that pays the salary for the employee.

Postemployment health care is provided to plan participants or their beneficiaries through the respective retirement systems discussed in Note 13. As such, no funding provisions are required by the District.

**C. Workers' Compensation**

For fiscal year 2015, the District paid the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

**NOTE 12 - DEFINED BENEFIT PENSION PLANS**

***Net Pension Liability***

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

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

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

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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

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

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

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

Age and service requirements for retirement are as follows:

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

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

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

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

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the 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, 2015, the allocation to pension, death benefits, and Medicare B was 13.18 percent. The remaining 0.82 percent of the 14 percent employer contribution rate was allocated to the Health Care Fund.

The District's contractually required contribution to SERS was \$1,489,200 for fiscal year 2015. Of this amount \$169,333 is reported as pension and postemployment benefits payable.

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

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

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

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

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

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

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

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The statutory maximum employee contribution rate was increased one percent July 1, 2014, and will be increased one percent each year until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2015, plan members were required to contribute 12 percent of their annual covered salary. The District was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The fiscal year 2015 contribution rates were equal to the statutory maximum rates.

The District's contractually required contribution to STRS was \$5,155,577 for fiscal year 2015. Of this amount, \$819,572 is reported as pension and postemployment benefits payable.

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

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$ 19,214,427	\$ 85,934,466	\$ 105,148,893
Proportion of the Net Pension Liability	0.37966100%	0.35329868%	
Pension Expense	\$ 1,121,288	\$ 3,333,445	\$ 4,454,733

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
<b>Deferred Outflows of Resources</b>			
Differences between expected and actual experience	\$ 163,535	\$ 827,306	\$ 990,841
School District contributions subsequent to the measurement date	<u>1,489,200</u>	<u>5,155,557</u>	<u>6,644,757</u>
Total Deferred Outflows of Resources	<u>\$ 1,652,735</u>	<u>\$ 5,982,863</u>	<u>\$ 7,635,598</u>
<b>Deferred Inflows of Resources</b>			
Net difference between projected and actual earnings on pension plan investments	<u>\$ 3,118,556</u>	<u>\$ 15,898,202</u>	<u>\$ 19,016,758</u>

\$6,644,777 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2016	\$ (738,755)	\$ (3,767,724)	\$ (4,506,479)
2017	(738,755)	(3,767,724)	(4,506,479)
2018	(738,755)	(3,767,724)	(4,506,479)
2019	<u>(738,756)</u>	<u>(3,767,724)</u>	<u>(4,506,480)</u>
Total	<u>\$ (2,955,021)</u>	<u>\$ (15,070,896)</u>	<u>\$ (18,025,917)</u>

**Actuarial Assumptions - SERS**

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

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



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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2014, are presented below:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation	4.00 percent to 22 percent
COLA or Ad Hoc COLA	3 percent
Investment Rate of Return	7.75 percent net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal

For post-retirement mortality, the table used in evaluating allowances to be paid is the 1994 Group Annuity Mortality Table set back one year for both men and women. Special mortality tables are used for the period after disability retirement.

The most recent experience study was completed June 30, 2010.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	1.00 %	0.00 %
US Stocks	22.50	5.00
Non-US Stocks	22.50	5.50
Fixed Income	19.00	1.50
Private Equity	10.00	10.00
Real Assets	10.00	5.00
Multi-Asset Strategies	15.00	7.50
Total	<u>100.00 %</u>	

**SYLVANIA CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

**Discount Rate** The total pension liability was calculated using the discount rate of 7.75 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.75 percent). Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

**Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.75 percent, as well as what each plan’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.75 percent), or one percentage point higher (8.75 percent) than the current rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's proportionate share of the net pension liability	\$ 27,413,277	\$ 19,214,427	\$ 12,318,485

**Actuarial Assumptions - STRS**

The total pension liability in the June 30, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

Actuarial assumptions used in the June 30, 2014, valuation are based on the results of an actuarial experience study, effective July 1, 2012.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

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

**Discount Rate** The discount rate used to measure the total pension liability was 7.75 percent as of June 30, 2014. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2014. Therefore, the long-term expected rate of return on pension plan investments of 7.75 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2014.

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

	<u>1% Decrease (6.75%)</u>	<u>Current Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
District's proportionate share of the net pension liability	\$ 123,024,557	\$ 85,934,466	\$ 54,568,730

**SYLVANIA CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

**NOTE 13 - POSTEMPLOYMENT BENEFITS**

**A. School Employees Retirement System**

Health Care Plan Description - The District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 45 purposes, this plan is considered a cost-sharing, multiple-employer, defined benefit other postemployment benefit (OPEB) 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 financial report of the Plan is included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

Access to health care for retirees and beneficiaries is permitted in accordance with Section 3309 of the Ohio Revised Code. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). SERS' Retirement Board reserves the right to change or discontinue any health plan or program. Health care is financed through a combination of employer contributions and retiree premiums, copays and deductibles on covered health care expenses, investment returns, and any funds received as a result of SERS' participation in Medicare programs. 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.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required basic benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. For fiscal year 2015, 0.82 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. For fiscal year 2015, this amount was \$20,450. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2015, the District's surcharge obligation was \$193,428.

The District's contributions for health care for the fiscal years ended June 30, 2015, 2014, and 2013 were \$283,348, \$203,950, and \$180,282, respectively. For fiscal year 2015, 89.3 percent has been contributed, with the balance being reported as pension obligation payable/intergovernmental payable. The full amount has been contributed for fiscal years 2014 and 2013.

**B. State Teachers Retirement System**

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

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 13 - POSTEMPLOYMENT BENEFITS - (Continued)**

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2015, STRS did not allocate any employer contributions to post-employment health care. The District’s contributions for health care for the fiscal years ended June 30, 2015, 2014, and 2013 were \$0, \$368,635, and \$375,875 respectively. The full amount has been contributed for fiscal years 2015, 2014 and 2013.

**NOTE 14 - STATUTORY RESERVES**

The District is required by State law to annually set-aside certain general fund revenue amounts, as defined by statutory formula, for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at fiscal year-end. This amount must be carried forward to be used for the same purpose in future years. Expenditures exceeding the set-aside requirement may not be carried forward to the next fiscal year.

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

	<u>Capital Improvements</u>
Set-aside balance June 30, 2014	\$ -
Current year set-aside requirement	1,265,109
Current year qualifying expenditures	(887,493)
Current year offsets	<u>(377,616)</u>
Total	<u>\$ -</u>
Balance carried forward to fiscal year 2016	<u>\$ -</u>
Set-aside balance June 30, 2015	<u>\$ -</u>

**NOTE 15 - CONTINGENCIES**

**A. Grants**

The District receives significant financial assistance from numerous federal, State and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**NOTE 15 – CONTINGENCIES - (Continued)**

**B. Litigation**

The District is not involved in material litigation as either plaintiff or defendant that management believes would have a material adverse effect on the financial statements.

**C. Foundation Funding**

District Foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. Effective for the 2014-2015 school year, traditional Districts must comply with minimum hours of instruction, instead of a minimum number of school days each year. The funding formula the Ohio Department of Education (ODE) is legislatively required to follow will continue to adjust as enrollment information is updated by the District, which can extend past the fiscal year-end. As of the date of this report, ODE has not finalized the impact of enrollment adjustments to the June 30, 2015 Foundation funding for the District; therefore, the financial statement impact is not determinable at this time. ODE and management believe this will result in either a receivable to or liability of the District.

**NOTE 16 - OTHER COMMITMENTS**

The District utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance to the extent fund balance is available. For the general fund, fund balance is not reported as assigned for encumbrances as unassigned fund balance is negative. At year end, the District’s commitments for encumbrances (less amounts already reported as payables) in the governmental funds were as follows:

<u>Fund</u>	<u>Year-End Encumbrances</u>
General fund	\$ 351,594
Nonmajor governmental	<u>1,078,917</u>
Total	<u>\$ 1,430,511</u>

**REQUIRED SUPPLEMENTARY INFORMATION**

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
<b>Revenues:</b>				
From local sources:				
Property taxes . . . . .	\$ 53,115,350	\$ 53,115,350	\$ 54,174,184	\$ 1,058,834
Payments in lieu of taxes. . . . .	327,650	327,650	327,650	-
Tuition. . . . .	795,000	795,000	837,354	42,354
Transportation fees. . . . .	42,000	42,000	46,569	4,569
Earnings on investments . . . . .	15,000	15,000	16,753	1,753
Classroom materials and fees . . . . .	243,000	243,000	248,802	5,802
Rental income . . . . .	35,000	35,000	32,557	(2,443)
Contributions and donations . . . . .	5,000	5,000	-	(5,000)
Other local revenues . . . . .	210,000	210,000	260,601	50,601
Intergovernmental - state . . . . .	24,504,249	24,504,249	24,641,542	137,293
Total revenues . . . . .	<u>79,292,249</u>	<u>79,292,249</u>	<u>80,586,012</u>	<u>1,293,763</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	34,160,205	33,814,002	33,763,557	50,445
Special. . . . .	10,592,689	10,612,018	10,565,154	46,864
Vocational. . . . .	1,760,839	1,777,709	1,764,802	12,907
Other. . . . .	2,557,000	2,414,446	2,413,473	973
Support services:				
Pupil. . . . .	4,776,603	5,070,523	5,050,638	19,885
Instructional staff . . . . .	1,869,707	1,892,307	1,870,633	21,674
Board of education . . . . .	37,781	37,281	32,873	4,408
Administration. . . . .	7,581,349	7,817,878	7,754,484	63,394
Fiscal . . . . .	1,797,696	1,739,891	1,701,656	38,235
Business . . . . .	291,224	291,769	247,862	43,907
Operations and maintenance. . . . .	9,052,282	9,176,751	9,029,214	147,537
Pupil transportation . . . . .	5,067,822	4,806,952	4,629,466	177,486
Central. . . . .	1,274,212	1,059,396	810,303	249,093
Operation of non-instructional services:				
Other non-instructional services . . . . .	4,000	14,000	12,250	1,750
Extracurricular activities. . . . .	1,379,426	1,387,728	1,353,089	34,639
Facilities acquisition and construction . . . . .	-	185,184	185,184	-
Debt service:				
Principal . . . . .	215,000	215,000	215,000	-
Interest and fiscal charges. . . . .	131,365	131,365	131,365	-
Total expenditures . . . . .	<u>82,549,200</u>	<u>82,444,200</u>	<u>81,531,003</u>	<u>913,197</u>
Excess of revenues (under) expenditures . . . . .	<u>(3,256,951)</u>	<u>(3,151,951)</u>	<u>(944,991)</u>	<u>2,206,960</u>
<b>Other financing sources (uses):</b>				
Transfers (out). . . . .	(250,000)	(350,000)	(349,981)	19
Advances in. . . . .	193,286	193,286	193,286	-
Advances (out) . . . . .	(200,000)	(205,000)	(204,042)	958
Refund of prior year's receipts. . . . .	(1,500)	(1,500)	(525)	975
Refund of prior year's expenditures . . . . .	350,000	350,000	462,758	112,758
Sale of capital assets . . . . .	70,000	70,000	71,670	1,670
Total other financing sources (uses) . . . . .	<u>161,786</u>	<u>56,786</u>	<u>173,166</u>	<u>116,380</u>
Net change in fund balance . . . . .	(3,095,165)	(3,095,165)	(771,825)	2,323,340
<b>Fund balance at beginning of year . . . . .</b>	<b>3,501,639</b>	<b>3,501,639</b>	<b>3,501,639</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>813,595</b>	<b>813,595</b>	<b>813,595</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 1,220,069</b>	<b>\$ 1,220,069</b>	<b>\$ 3,543,409</b>	<b>\$ 2,323,340</b>



**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

**BUDGETARY BASIS OF ACCOUNTING**

While reporting financial position and changes in financial position/fund balance on the basis of accounting principals generally accepted in the United States of America (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements plus encumbrances.

The statement of revenue, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis)
- (d) Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis); and
- (e) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

The adjustments necessary to convert the changes in financial position/fund balance for the year on the budget basis to the GAAP basis for the general fund are as follows:

**Net Change in Fund Balance**

	General Fund
Budget basis	\$ (771,825)
Net adjustment for revenue accruals	(60,427)
Net adjustment for expenditure accruals	259,945
Net adjustment for other sources/uses	(523,147)
Funds budgeted elsewhere	(16,819)
Adjustment for encumbrances	508,203
GAAP basis	\$ (604,070)

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. These include the public school support fund, the uniform school supplies fund, the natatorium fund, the special services rotary fund and the rotary fund.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF  
THE NET PENSION LIABILITY  
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

LAST TWO FISCAL YEARS

	<b>2014</b>	<b>2013</b>
District's proportion of the net pension liability	0.37966100%	0.37966100%
District's proportionate share of the net pension liability	\$ 19,214,427	\$ 22,577,221
District's covered-employee payroll	\$ 11,032,186	\$ 10,474,176
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	174.17%	215.55%
Plan fiduciary net position as a percentage of the total pension liability	71.70%	65.52%

Note: Information prior to fiscal year 2013 was unavailable.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF  
THE NET PENSION LIABILITY  
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

LAST TWO FISCAL YEARS

	<b>2014</b>	<b>2013</b>
District's proportion of the net pension liability	0.35329868%	0.35329868%
District's proportionate share of the net pension liability	\$ 85,934,466	\$ 102,364,574
District's covered-employee payroll	\$ 36,097,362	\$ 37,587,531
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	238.06%	272.34%
Plan fiduciary net position as a percentage of the total pension liability	74.70%	69.30%

Note: Information prior to fiscal year 2013 was unavailable.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF DISTRICT CONTRIBUTIONS  
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

LAST TEN FISCAL YEARS

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contribution	\$ 1,489,200	\$ 1,529,061	\$ 1,449,626	\$ 1,424,025
Contributions in relation to the contractually required contribution	<u>(1,489,200)</u>	<u>(1,529,061)</u>	<u>(1,449,626)</u>	<u>(1,424,025)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 11,298,938	\$ 11,032,186	\$ 10,474,176	\$ 10,587,546
Contributions as a percentage of covered-employee payroll	13.18%	13.86%	13.84%	13.45%

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 1,436,569	\$ 1,586,889	\$ 1,109,650	\$ 1,039,402	\$ 1,054,118	\$ 990,518
<u>(1,436,569)</u>	<u>(1,586,889)</u>	<u>(1,109,650)</u>	<u>(1,039,402)</u>	<u>(1,054,118)</u>	<u>(990,518)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 11,428,552	\$ 11,720,007	\$ 11,276,931	\$ 10,584,542	\$ 9,870,019	\$ 9,362,174
12.57%	13.54%	9.84%	9.82%	10.68%	10.58%

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF DISTRICT CONTRIBUTIONS  
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

LAST TEN FISCAL YEARS

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contribution	\$ 5,155,577	\$ 4,692,657	\$ 4,886,379	\$ 4,828,217
Contributions in relation to the contractually required contribution	<u>(5,155,577)</u>	<u>(4,692,657)</u>	<u>(4,886,379)</u>	<u>(4,828,217)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 36,825,550	\$ 36,097,362	\$ 37,587,531	\$ 37,140,131
Contributions as a percentage of covered-employee payroll	14.00%	13.00%	13.00%	13.00%

<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
\$ 5,247,089	\$ 5,275,129	\$ 5,135,368	\$ 4,852,315	\$ 4,595,742	\$ 4,374,350
(5,247,089)	(5,275,129)	(5,135,368)	(4,852,315)	(4,595,742)	(4,374,350)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 40,362,223	\$ 40,577,915	\$ 39,502,831	\$ 37,325,500	\$ 35,351,862	\$ 33,648,846
13.00%	13.00%	13.00%	13.00%	13.00%	13.00%

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

*SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO*

Information about factors that significantly affect trends in the amounts reported in the schedules should be presented as notes to the schedule.

*Changes in benefit terms* : There were no changes in benefit terms from the amounts reported for fiscal year 2014 and 2015.

*Changes in assumptions* : There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2014 and 2015. See the notes to the basic financial statements for the methods and assumptions in this calculation.

*STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO*

*Changes in benefit terms* : There were no changes in benefit terms from the amounts reported for fiscal year 2014 and 2015.

*Changes in assumptions* : There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2014 and 2015. See the notes to the basic financial statements for the methods and assumptions in this calculation.



COMBINING STATEMENTS AND  
INDIVIDUAL FUND SCHEDULES

**SYLVANIA CITY SCHOOL DISTRICT  
MAJOR FUNDS**

**General Fund**

The General fund accounts for and reports all Financial resources not accounted for and reported in another fund. These general fund's activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities, student transportation and administration.

**Other Major Fund**

**Debt Service Fund**

The debt service fund is used to account for and report financial resources that are restricted committed or assigned to expenditure for principal and interest.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
From local sources:				
Property taxes . . . . .	\$ 53,115,350	\$ 53,115,350	\$ 54,174,184	\$ 1,058,834
Payments in lieu of taxes. . . . .	327,650	327,650	327,650	-
Tuition . . . . .	795,000	795,000	837,354	42,354
Transportation fees. . . . .	42,000	42,000	46,569	4,569
Earnings on investments . . . . .	15,000	15,000	16,753	1,753
Classroom materials and supplies . . . . .	243,000	243,000	248,802	5,802
Rental income . . . . .	35,000	35,000	32,557	(2,443)
Contributions and donations. . . . .	5,000	5,000	-	(5,000)
Other local revenue . . . . .	210,000	210,000	260,601	50,601
Intergovernmental-state . . . . .	24,504,249	24,504,249	24,641,542	137,293
Total revenues . . . . .	<u>79,292,249</u>	<u>79,292,249</u>	<u>80,586,012</u>	<u>1,293,763</u>
<b>Expenditures:</b>				
Current:				
Instruction-regular				
Salaries and wages . . . . .	22,504,136	22,439,186	22,439,122	64
Fringe benefits . . . . .	10,040,947	9,672,047	9,672,003	44
Purchased services . . . . .	150,200	151,851	123,035	28,816
Supplies and materials . . . . .	1,462,822	1,549,118	1,528,129	20,989
Other . . . . .	2,100	1,800	1,268	532
Total instruction-regular. . . . .	<u>34,160,205</u>	<u>33,814,002</u>	<u>33,763,557</u>	<u>50,445</u>
Instruction-special				
Salaries and wages . . . . .	6,445,083	6,510,083	6,509,991	92
Fringe benefits . . . . .	2,873,567	2,759,567	2,759,526	41
Purchased services . . . . .	1,229,908	1,299,712	1,255,589	44,123
Supplies and materials . . . . .	22,131	20,656	18,648	2,008
Other . . . . .	22,000	22,000	21,400	600
Total instruction-special. . . . .	<u>10,592,689</u>	<u>10,612,018</u>	<u>10,565,154</u>	<u>46,864</u>
Instruction-vocational				
Salaries and wages . . . . .	1,068,841	1,086,141	1,086,100	41
Fringe benefits . . . . .	423,513	423,513	422,095	1,418
Purchased services . . . . .	27,521	27,221	23,666	3,555
Supplies and materials . . . . .	210,880	204,150	197,311	6,839
Capital outlay . . . . .	23,000	23,000	22,504	496
Other . . . . .	7,084	13,684	13,126	558
Total instruction-vocational . . . . .	<u>1,760,839</u>	<u>1,777,709</u>	<u>1,764,802</u>	<u>12,907</u>
Instruction-other				
Purchased services . . . . .	2,557,000	2,414,446	2,413,473	973
Total instruction-other. . . . .	<u>2,557,000</u>	<u>2,414,446</u>	<u>2,413,473</u>	<u>973</u>
Support services-pupil				
Salaries and wages . . . . .	3,116,090	3,359,790	3,359,769	21
Fringe benefits . . . . .	1,254,232	1,307,732	1,307,732	-
Purchased services . . . . .	330,008	330,008	315,093	14,915
Supplies and materials . . . . .	16,532	11,452	11,364	88
Other . . . . .	59,741	61,541	56,680	4,861
Total support services-pupil . . . . .	<u>4,776,603</u>	<u>5,070,523</u>	<u>5,050,638</u>	<u>19,885</u>

-- continued

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Support services-instructional staff				
Salaries and wages . . . . .	950,075	967,925	967,904	21
Fringe benefits . . . . .	715,052	695,052	694,765	287
Purchased services . . . . .	72,085	77,684	58,764	18,920
Supplies and materials . . . . .	118,585	137,736	135,290	2,446
Other . . . . .	13,910	13,910	13,910	-
Total support services-instructional staff . . . . .	<u>1,869,707</u>	<u>1,892,307</u>	<u>1,870,633</u>	<u>21,674</u>
Support services-board of education				
Salaries and wages . . . . .	13,905	13,705	11,250	2,455
Fringe benefits . . . . .	3,101	3,101	2,166	935
Purchased services . . . . .	2,500	2,500	1,832	668
Supplies and materials . . . . .	10,000	9,700	9,600	100
Other . . . . .	8,275	8,275	8,025	250
Total support services-board of education. . . . .	<u>37,781</u>	<u>37,281</u>	<u>32,873</u>	<u>4,408</u>
Support services-administration				
Salaries and wages . . . . .	4,222,401	4,452,601	4,452,588	13
Fringe benefits . . . . .	2,311,026	2,261,376	2,250,434	10,942
Purchased services . . . . .	830,620	883,137	849,322	33,815
Supplies and materials . . . . .	117,446	129,648	117,313	12,335
Other . . . . .	99,856	91,116	84,827	6,289
Total support services-administration . . . . .	<u>7,581,349</u>	<u>7,817,878</u>	<u>7,754,484</u>	<u>63,394</u>
Support services-fiscal				
Salaries and wages . . . . .	439,500	439,500	433,877	5,623
Fringe benefits . . . . .	228,056	228,056	221,970	6,086
Purchased services . . . . .	222,000	167,795	144,680	23,115
Supplies and materials . . . . .	11,040	11,040	7,723	3,317
Other . . . . .	897,100	893,500	893,406	94
Total support services-fiscal. . . . .	<u>1,797,696</u>	<u>1,739,891</u>	<u>1,701,656</u>	<u>38,235</u>
Support services-business				
Salaries and wages . . . . .	69,042	69,042	69,017	25
Fringe benefits . . . . .	42,411	42,411	41,744	667
Purchased services . . . . .	164,821	164,821	122,634	42,187
Supplies and materials . . . . .	12,450	12,450	11,422	1,028
Other . . . . .	2,500	3,045	3,045	-
Total support services-business . . . . .	<u>291,224</u>	<u>291,769</u>	<u>247,862</u>	<u>43,907</u>
Support services-operations & maintenance				
Salaries and wages . . . . .	3,226,264	3,118,963	3,118,913	50
Fringe benefits . . . . .	1,867,866	1,793,766	1,792,648	1,118
Purchased services . . . . .	3,150,788	3,574,623	3,493,619	81,004
Supplies and materials . . . . .	571,364	622,780	588,223	34,557
Capital outlay . . . . .	200,000	35,619	5,600	30,019
Other . . . . .	36,000	31,000	30,211	789
Total support services-operations & maintenance . . . . .	<u>9,052,282</u>	<u>9,176,751</u>	<u>9,029,214</u>	<u>147,537</u>

-- continued

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Support services-pupil transportation				
Salaries and wages . . . . .	2,418,804	2,424,204	2,424,193	11
Fringe benefits . . . . .	1,374,219	1,379,919	1,345,072	34,847
Purchased services . . . . .	251,822	262,522	249,264	13,258
Supplies and materials . . . . .	822,977	731,507	610,937	120,570
Capital outlay . . . . .	200,000	8,800	-	8,800
Total support services-pupil transportation . . . . .	<u>5,067,822</u>	<u>4,806,952</u>	<u>4,629,466</u>	<u>177,486</u>
Support services-central				
Salaries and wages . . . . .	256,285	287,086	287,078	8
Fringe benefits . . . . .	133,177	155,477	155,387	90
Purchased services . . . . .	559,176	474,997	246,081	228,916
Supplies and materials . . . . .	325,374	135,736	117,512	18,224
Other . . . . .	200	6,100	4,245	1,855
Total support services-central . . . . .	<u>1,274,212</u>	<u>1,059,396</u>	<u>810,303</u>	<u>249,093</u>
Other non-instructional services				
Purchased services . . . . .	2,700	12,700	12,250	450
Supplies and materials . . . . .	1,300	1,300	-	1,300
Total other non-instructional services . . . . .	<u>4,000</u>	<u>14,000</u>	<u>12,250</u>	<u>1,750</u>
Extracurricular activities				
Salaries and wages . . . . .	919,289	924,389	917,671	6,718
Fringe benefits . . . . .	187,006	187,006	176,941	10,065
Purchased services . . . . .	220,500	223,702	208,859	14,843
Other . . . . .	52,631	52,631	49,618	3,013
Total extracurricular activities. . . . .	<u>1,379,426</u>	<u>1,387,728</u>	<u>1,353,089</u>	<u>34,639</u>
Facilities acquisition & construction				
Supplies and materials . . . . .	-	185,184	185,184	-
Total facilities acquisition & construction. . . . .	<u>-</u>	<u>185,184</u>	<u>185,184</u>	<u>-</u>
Debt service				
Principal retirement . . . . .	215,000	215,000	215,000	-
Interest and fiscal charges. . . . .	131,365	131,365	131,365	-
Total debt service. . . . .	<u>346,365</u>	<u>346,365</u>	<u>346,365</u>	<u>-</u>
Total expenditures . . . . .	<u>82,549,200</u>	<u>82,444,200</u>	<u>81,531,003</u>	<u>913,197</u>
Excess of revenues (under) expenditures . . . . .	<u>(3,256,951)</u>	<u>(3,151,951)</u>	<u>(944,991)</u>	<u>2,206,960</u>
<b>Other financing sources (uses):</b>				
Transfers out . . . . .	(250,000)	(350,000)	(349,981)	19
Advances in. . . . .	193,286	193,286	193,286	-
Advances out . . . . .	(200,000)	(205,000)	(204,042)	958
Refund of prior year's receipts . . . . .	(1,500)	(1,500)	(525)	975
Refund of prior year expenditures . . . . .	350,000	350,000	462,758	112,758
Sale of capital assets . . . . .	70,000	70,000	71,670	1,670
Total other financing sources (uses) . . . . .	<u>161,786</u>	<u>56,786</u>	<u>173,166</u>	<u>116,380</u>
Excess (deficiency) of revenues and other financing sources over (under) Net change in fund balance . . . . .	<u>(3,095,165)</u>	<u>(3,095,165)</u>	<u>(771,825)</u>	<u>2,323,340</u>
<b>Fund balance at beginning of year . . . . .</b>	<u>3,501,639</u>	<u>3,501,639</u>	<u>3,501,639</u>	<u>-</u>
<b>Prior year encumbrances appropriated. . . . .</b>	<u>813,595</u>	<u>813,595</u>	<u>813,595</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ 1,220,069</u>	<u>\$ 1,220,069</u>	<u>\$ 3,543,409</u>	<u>\$ 2,323,340</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Debt Service</b>				
Total Revenues and Other Sources . . . . .	\$ 13,512,584	\$ 89,444,039	\$ 89,444,039	\$ -
Total Expenditures and Other Uses . . . . .	<u>13,537,764</u>	<u>87,756,924</u>	<u>87,756,924</u>	<u>-</u>
Net Change in Fund Balance . . . . .	(25,180)	1,687,115	1,687,115	-
Fund balance at beginning of year . . . . .	<u>2,920,989</u>	<u>2,920,989</u>	<u>2,920,989</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 2,895,809</u>	<u>\$ 4,608,104</u>	<u>\$ 4,608,104</u>	<u>\$ -</u>

**SYLVANIA CITY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUND DESCRIPTION**

**Nonmajor Special Revenue Funds**

The special revenue funds are established to account for revenues from specific sources which, legally or otherwise, are restricted to expenditures for specific purposes. A description of the District's special revenue funds follows:

**Food Service** Section 3313.81, Revised Code

This fund is used to record financial transactions related to food service operations.

**Other Grants** Sections 5705.09 and 5705.13, Revised Code

A fund used to account for the proceeds of specific revenue sources (except for state and federal grants) that are legally restricted to expenditures for specified purposes.

**District Managed Student Activity** Section 3313.062, Revised Code

A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

**Auxiliary Services** Current Budget Bill, appropriation line item 200-511

A fund to account for receipts and expenditures incurred in providing services and materials to pupils attending non-public schools within the District.

**Data Communications for Schools** Section 5705.09, Revised Code

A fund provided to account for money appropriated for the costs incurred in connecting schools to the Ohio Educational Computer Network.

**Vocational Educational Enhancements** State Line Item Appropriation GRF 200-545

A fund used to account for Vocational Education Enhancements that: 1) expand the number of students enrolled in tech prep programs, 2) enable students to develop career plans, to identify initial educational and career goals, and to develop a career passport which provides a clear understanding of the student's knowledge, skills, and credentials to present to future employers, universities, and other training institutes and 3) replace or update equipment essential for the instruction of students in job skills taught as part of a vocational program or programs approved for such instruction by the State Board of Education.

**Adult Basic Education** PL 91-230, Title III

This fund accounts for Federal monies used to provide programs in reading, writing and math competency for adults who have not earned a high school diploma.

**IDEA Part B** Education of the Handicapped Act, PL 91-230

To account for Federal monies which assist states in the identification of handicapped children, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

**Vocational Education** Carl D. Perkins Vocational Education Act of 1984, PL 98-524

Provision of funds to boards of education, teacher training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including sex equity grants. Funds are administered by the Ohio Department of Education, Division of Vocational and Career Education.

**SYLVANIA CITY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUND DESCRIPTION**

**Nonmajor Special Revenue Funds (Continued)**

**Title III - Limited English Proficiency**

Catalog of Federal Domestic Assistance #84.365

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

**Title I**

Catalog of Federal Domestic Assistance #84.010

To provide financial assistance to State and Local educational agencies to meet the special needs of educationally deprived children. Included are the Even Start and Comprehensive School Reform programs.

**Pre-school for the Handicapped Grant**

Education of the Handicapped Act Amendments, PL 99-457.

Catalog of Federal Domestic Assistance #84-173

The Pre-school Grant Program addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

**Improving Teacher Quality**

Title VI ESEA

A fund used to account for monies to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

The following funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis). These funds are not included in the combining statements for the nonmajor special revenue funds since they are reported in the general fund (GAAP basis); however, the budgetary schedules for these funds are presented in this section.

**Uniform School Supplies**

Section 3313.81, Revised Code

This fund accounts for the purchase and sale of school supplies for use in the District. Profits derived from such sales are used for school purposes or activities connected with the school.

**Special Services Rotary Fund**

Section 5705.12, Revised Code

A fund provided to account for income and expenses made in connection with goods and services provided by a school district. Activities in this fund tend to be circricular in nature.

**Natatorium**

Section 755.14, Revised Code

A fund provided to account for monies received and expended in connection with a community recreation program.

**Rotary Fund**

Section 5705.12, Revised Code

A fund provided to account for operations that provide goods or services to other governmental units on a cost-reimbursement basis. The use of the fund may be applied to situations where the district acts as fiscal agent for a multi-district program.

**Public School Support**

Section 5705.12, Revised Code

A fund provided to account for specific local revenue sources, other than taxes or expendable trusts (i.e., profits from vending machines, sales of pictures, etc.), that are restricted to expenditures for specified purposes approved by Board resolution. Such expenditures may include curricular and extra-curricular related purchases.



**SYLVANIA CITY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUND DESCRIPTION**

**Nonmajor Capital Projects Fund**

Capital projects funds are used to account for financial resources that are restricted, committed or assigned for the construction or acquisition of major capital facilities and other capital assets (other than those financed by proprietary funds and trust funds). A description of the District's nonmajor capital projects fund follows:

**Permanent Improvement**

Section 5705.10, Revised Code

This fund is provided to account for all transactions related to the acquisition or construction of such permanent improvements as are authorized by Chapter 5705 of the Revised Code.

**Building Fund**

Section 5705.09, Revised Code

This fund accounts for the receipts and expenditures related to all special bond funds in the District and to account for receipts and expenditures involved in the replacement or updating of equipment essential for the instruction of students in job skills. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities, including real property.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2015

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Projects Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . . . .	\$ 432,883	\$ 1,720,305	\$ 2,153,188
Receivables:			
Taxes. . . . .	-	350,814	350,814
Payment in lieu of taxes. . . . .	-	1,868	1,868
Accounts. . . . .	6,725	-	6,725
Intergovernmental . . . . .	369,252	-	369,252
Inventory held for resale . . . . .	8,241	-	8,241
Total assets. . . . .	\$ 817,101	\$ 2,072,987	\$ 2,890,088
<b>Liabilities:</b>			
Accounts payable. . . . .	\$ 50,693	\$ 8,885	\$ 59,578
Contracts payable. . . . .	-	850,784	850,784
Retainage payable . . . . .	-	64,542	64,542
Accrued wages and benefits payable . . . . .	307,198	-	307,198
Interfund loan payable . . . . .	145,360	-	145,360
Intergovernmental payable . . . . .	142,277	-	142,277
Pension obligation payable. . . . .	84,894	-	84,894
Total liabilities. . . . .	730,422	924,211	1,654,633
<b>Deferred inflows of resources:</b>			
Property taxes levied for the next fiscal year. . .	-	332,468	332,468
Payment in lieu of taxes revenue levied for the next fiscal year . . . . .	-	1,868	1,868
Delinquent property tax revenue not available. . .	-	4,814	4,814
Intergovernmental revenue not available . . . . .	118,448	-	118,448
Total deferred inflows of resources . . . . .	118,448	339,150	457,598
<b>Fund balances:</b>			
Restricted:			
Capital improvements . . . . .	-	814,051	814,051
Non-public schools . . . . .	25,622	-	25,622
Other purposes . . . . .	8,979	-	8,979
Extracurricular . . . . .	130,725	-	130,725
Unassigned (deficit) . . . . .	(197,095)	(4,425)	(201,520)
Total fund balances (deficit). . . . .	(31,769)	809,626	777,857
Total liabilities and fund balances. . . . .	\$ 817,101	\$ 2,072,987	\$ 2,890,088

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Projects Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>			
From local sources:			
Property taxes . . . . .	\$ -	\$ 344,537	\$ 344,537
Revenue in lieu of taxes. . . . .	-	1,973	1,973
Earnings on investments . . . . .	133	5	138
Charges for services . . . . .	803,036	-	803,036
Extracurricular . . . . .	458,256	-	458,256
Contributions and donations . . . . .	-	1,291,581	1,291,581
Other local revenues . . . . .	8,000	-	8,000
Intergovernmental - state . . . . .	898,638	56,930	955,568
Intergovernmental - federal . . . . .	3,621,882	-	3,621,882
Total revenue. . . . .	<u>5,789,945</u>	<u>1,695,026</u>	<u>7,484,971</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular. . . . .	64,939	-	64,939
Special . . . . .	2,350,321	-	2,350,321
Vocational . . . . .	93,246	-	93,246
Adult/continuing . . . . .	66,915	-	66,915
Support services:			
Pupil . . . . .	60,604	-	60,604
Instructional staff. . . . .	41,534	-	41,534
Fiscal. . . . .	-	5,506	5,506
Operations and maintenance . . . . .	-	54,835	54,835
Central . . . . .	21,600	-	21,600
Operation of non-instructional services:			
Food service operations . . . . .	1,785,128	-	1,785,128
Other non-instructional services . . . . .	1,081,628	-	1,081,628
Extracurricular activities. . . . .	476,429	19,426	495,855
Facilities acquisition and construction . . . . .	-	2,461,921	2,461,921
Total expenditures . . . . .	<u>6,042,344</u>	<u>2,541,688</u>	<u>8,584,032</u>
Excess of revenues (under) expenditures . . . . .	<u>(252,399)</u>	<u>(846,662)</u>	<u>(1,099,061)</u>
<b>Other financing sources:</b>			
Transfers in. . . . .	<u>312,996</u>	-	<u>312,996</u>
Total other financing sources. . . . .	<u>312,996</u>	-	<u>312,996</u>
Net change in fund balances . . . . .	60,597	(846,662)	(786,065)
<b>Fund balances (deficit) at beginning of year . . . . .</b>	<b>(66,642)</b>	<b>1,656,288</b>	<b>1,589,646</b>
<b>Increase in reserve for inventory . . . . .</b>	<b>(25,724)</b>	<b>-</b>	<b>(25,724)</b>
<b>Fund balances (deficit) at end of year . . . . .</b>	<b><u>\$ (31,769)</u></b>	<b><u>\$ 809,626</u></b>	<b><u>\$ 777,857</u></b>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	<b>Food Service</b>	<b>Other Grants</b>	<b>District Managed Student Activity</b>	<b>Auxiliary Services</b>	<b>Vocational Educational Enhancements</b>
<b>Assets:</b>					
Equity in pooled cash and cash equivalents. . . . .	\$ 11,968	\$ 8,979	\$ 180,596	\$ 145,979	\$ 4,867
Receivables:					
Accounts . . . . .	6,337	-	388	-	-
Intergovernmental . . . . .	-	-	-	-	6,221
Inventory held for resale . . . . .	8,241	-	-	-	-
Total assets. . . . .	<u>\$ 26,546</u>	<u>\$ 8,979</u>	<u>\$ 180,984</u>	<u>\$ 145,979</u>	<u>\$ 11,088</u>
<b>Liabilities:</b>					
Accounts payable. . . . .	\$ 3,763	\$ -	\$ 14,460	\$ 724	\$ 4,772
Accrued wages and benefits payable . . . . .	49,944	-	-	-	-
Interfund loan payable . . . . .	-	-	30,065	-	6,222
Intergovernmental payable . . . . .	2,916	-	5,260	119,633	-
Pension obligation payable. . . . .	42,210	-	474	-	-
Total liabilities. . . . .	<u>98,833</u>	<u>-</u>	<u>50,259</u>	<u>120,357</u>	<u>10,994</u>
<b>Deferred inflows of resources:</b>					
Intergovernmental revenue not available . . . . .	-	-	-	-	4,867
Total deferred inflows of resources . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,867</u>
<b>Fund balances:</b>					
Restricted:					
Non public schools . . . . .	-	-	-	25,622	-
Other purposes . . . . .	-	8,979	-	-	-
Extracurricular . . . . .	-	-	130,725	-	-
Unassigned (deficit) . . . . .	(72,287)	-	-	-	(4,773)
Total fund balances (deficit) . . . . .	<u>(72,287)</u>	<u>8,979</u>	<u>130,725</u>	<u>25,622</u>	<u>(4,773)</u>
Total liabilities and fund balances . . . . .	<u>\$ 26,546</u>	<u>\$ 8,979</u>	<u>\$ 180,984</u>	<u>\$ 145,979</u>	<u>\$ 11,088</u>

<u>Adult Basic Education</u>	<u>IDEA Part B</u>	<u>Vocational Education</u>	<u>Title III - Limited English Proficiency</u>	<u>Title I</u>	<u>Pre-school for the Handicapped Grant</u>	<u>Improving Teacher Quality</u>
\$ 40	\$ 57,413	\$ 17,038	\$ 20	\$ 5,275	\$ -	\$ 708
-	-	-	-	-	-	-
25,600	182,215	34,682	2,635	106,358	-	11,541
-	-	-	-	-	-	-
<u>\$ 25,640</u>	<u>\$ 239,628</u>	<u>\$ 51,720</u>	<u>\$ 2,655</u>	<u>\$ 111,633</u>	<u>\$ -</u>	<u>\$ 12,249</u>
\$ -	\$ 9,528	\$ 16,738	\$ -	\$ -	\$ -	\$ 708
-	103,474	-	4,960	138,935	-	9,885
7,601	61,864	34,393	-	4,609	-	606
125	3,520	-	151	10,197	81	394
1,379	24,292	-	194	13,677	1,425	1,243
9,105	202,678	51,131	5,305	167,418	1,506	12,836
18,039	58,362	34,682	1,696	-	-	802
18,039	58,362	34,682	1,696	-	-	802
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(1,504)	(21,412)	(34,093)	(4,346)	(55,785)	(1,506)	(1,389)
(1,504)	(21,412)	(34,093)	(4,346)	(55,785)	(1,506)	(1,389)
<u>\$ 25,640</u>	<u>\$ 239,628</u>	<u>\$ 51,720</u>	<u>\$ 2,655</u>	<u>\$ 111,633</u>	<u>\$ -</u>	<u>\$ 12,249</u>

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**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
JUNE 30, 2015

	<u><b>Total Nonmajor Special Revenue</b></u>
<b>Assets:</b>	
Equity in pooled cash and cash equivalents . . . . .	\$ 432,883
Receivables:	
Accounts . . . . .	6,725
Intergovernmental . . . . .	369,252
Inventory held for resale . . . . .	8,241
Total assets . . . . .	<u>\$ 817,101</u>
<b>Liabilities:</b>	
Accounts payable . . . . .	\$ 50,693
Accrued wages and benefits payable . . . . .	307,198
Interfund loan payable . . . . .	145,360
Intergovernmental payable . . . . .	142,277
Pension obligation payable . . . . .	84,894
Total liabilities . . . . .	<u>730,422</u>
<b>Deferred inflows of resources:</b>	
Intergovernmental revenue not available . . . . .	<u>118,448</u>
Total deferred inflows of resources . . . . .	<u>118,448</u>
<b>Fund balances:</b>	
Restricted:	
Non public schools . . . . .	25,622
Other purposes . . . . .	8,979
Extracurricular . . . . .	130,725
Unassigned (deficit) . . . . .	(197,095)
Total fund balances (deficit) . . . . .	<u>(31,769)</u>
Total liabilities and fund balances . . . . .	<u>\$ 817,101</u>

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**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Food Service</u>	<u>Other Grants</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>	<u>Data Communications for Schools</u>
<b>Revenues:</b>					
From local sources:					
Earnings on investments . . . . .	\$ -	\$ -	\$ -	\$ 133	\$ -
Charges for services . . . . .	803,036	-	-	-	-
Extracurricular . . . . .	-	-	458,256	-	-
Other local revenues . . . . .	-	8,000	-	-	-
Intergovernmental - state . . . . .	12,972	-	-	855,019	21,600
Intergovernmental - federal . . . . .	693,014	-	-	-	-
Total revenue. . . . .	<u>1,509,022</u>	<u>8,000</u>	<u>458,256</u>	<u>855,152</u>	<u>21,600</u>
<b>Expenditures:</b>					
Current:					
Instruction:					
Regular. . . . .	-	1,300	-	-	-
Special . . . . .	-	-	-	-	-
Vocational . . . . .	-	-	-	-	-
Adult/continuing . . . . .	-	-	-	-	-
Support services:					
Pupil . . . . .	-	-	-	-	-
Instructional staff. . . . .	-	-	-	-	-
Central . . . . .	-	-	-	-	21,600
Operation of non-instructional services:					
Food service operations . . . . .	1,785,128	-	-	-	-
Other non-instructional services . . . . .	-	-	-	921,295	-
Extracurricular activities . . . . .	-	-	476,429	-	-
Total expenditures . . . . .	<u>1,785,128</u>	<u>1,300</u>	<u>476,429</u>	<u>921,295</u>	<u>21,600</u>
Excess of revenues over (under) expenditures . . . . .	(276,106)	6,700	(18,173)	(66,143)	-
<b>Other financing sources:</b>					
Transfers in. . . . .	312,996	-	-	-	-
Total other financing sources. . . . .	<u>312,996</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances . . . . .	36,890	6,700	(18,173)	(66,143)	-
<b>Fund balances (deficit)</b>					
at beginning of year . . . . .	(83,453)	2,279	148,898	91,765	-
Decrease in reserve for inventory . . . . .	(25,724)	-	-	-	-
<b>Fund balances (deficit) at end of year . . . . .</b>	<u><u>\$ (72,287)</u></u>	<u><u>\$ 8,979</u></u>	<u><u>\$ 130,725</u></u>	<u><u>\$ 25,622</u></u>	<u><u>\$ -</u></u>



Vocational Educational Enhancements	Adult Basic Education	IDEA Part B	Vocational Education	Title III - Limited English Proficiency	Title I	Pre-school for the Handicapped Grant
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
9,047	-	-	-	-	-	-
-	65,961	1,577,610	72,895	32,992	1,062,289	34,266
<u>9,047</u>	<u>65,961</u>	<u>1,577,610</u>	<u>72,895</u>	<u>32,992</u>	<u>1,062,289</u>	<u>34,266</u>
-	-	-	-	-	-	-
-	-	1,281,661	164	34,691	999,686	34,119
2,103	-	-	91,143	-	-	-
-	66,915	-	-	-	-	-
-	-	60,604	-	-	-	-
9,280	-	-	15,000	-	11,266	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	127,153	-	-	31,298	-
-	-	-	-	-	-	-
<u>11,383</u>	<u>66,915</u>	<u>1,469,418</u>	<u>106,307</u>	<u>34,691</u>	<u>1,042,250</u>	<u>34,119</u>
(2,336)	(954)	108,192	(33,412)	(1,699)	20,039	147
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(2,336)	(954)	108,192	(33,412)	(1,699)	20,039	147
(2,437)	(550)	(129,604)	(681)	(2,647)	(75,824)	(1,653)
-	-	-	-	-	-	-
<u>\$ (4,773)</u>	<u>\$ (1,504)</u>	<u>\$ (21,412)</u>	<u>\$ (34,093)</u>	<u>\$ (4,346)</u>	<u>\$ (55,785)</u>	<u>\$ (1,506)</u>

- - continued

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<b>Improving Teacher Quality</b>	<b>Total Nonmajor Special Revenue</b>
<b>Revenues:</b>		
From local sources:		
Earnings on investments . . . . .	\$ -	\$ 133
Charges for services . . . . .	-	803,036
Extracurricular . . . . .	-	458,256
Other local revenues . . . . .	-	8,000
Intergovernmental - state . . . . .	-	898,638
Intergovernmental - federal . . . . .	82,855	3,621,882
Total revenue . . . . .	82,855	5,789,945
<b>Expenditures:</b>		
Current:		
Instruction:		
Regular . . . . .	63,639	64,939
Special . . . . .	-	2,350,321
Vocational . . . . .	-	93,246
Adult/continuing . . . . .	-	66,915
Support services:		
Pupil . . . . .	-	60,604
Instructional staff . . . . .	5,988	41,534
Central . . . . .	-	21,600
Operation of non-instructional services:		
Food service operations . . . . .	-	1,785,128
Other non-instructional services . . . . .	1,882	1,081,628
Extracurricular activities . . . . .	-	476,429
Total expenditures . . . . .	71,509	6,042,344
Excess of revenues over (under) expenditures . . . . .	11,346	(252,399)
<b>Other financing sources:</b>		
Transfers in . . . . .	-	312,996
Total other financing sources . . . . .	-	312,996
Net change in fund balances . . . . .	11,346	60,597
<b>Fund balances (deficit)</b>		
at beginning of year . . . . .	(12,735)	(66,642)
Decrease in reserve for inventory . . . . .	-	(25,724)
Fund balances (deficit) at end of year . . . . .	\$ (1,389)	\$ (31,769)

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Food Services</b>				
Total Revenues and Other Sources . . . . .	\$ 1,630,322	\$ 1,748,271	\$ 1,738,994	\$ (9,277)
Total Expenditures and Other Uses . . . . .	<u>1,655,019</u>	<u>1,772,968</u>	<u>1,762,605</u>	<u>10,363</u>
Net Change in Fund Balance . . . . .	(24,697)	(24,697)	(23,611)	1,086
Fund balance at beginning of year . . . . .	12,447	12,447	12,447	-
Prior year encumbrances appropriated. . . . .	<u>12,251</u>	<u>12,251</u>	<u>12,251</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 1,087</u>	<u>\$ 1,086</u>
<b>Other Grants</b>				
Total Revenues and Other Sources . . . . .	\$ -	\$ -	\$ 8,000	\$ 8,000
Total Expenditures and Other Uses . . . . .	<u>8,538</u>	<u>8,538</u>	<u>8,503</u>	<u>35</u>
Net Change in Fund Balance . . . . .	(8,538)	(8,538)	(503)	8,035
Fund balance at beginning of year . . . . .	1,104	1,104	1,104	-
Prior year encumbrances appropriated. . . . .	<u>8,378</u>	<u>8,378</u>	<u>8,378</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 944</u>	<u>\$ 944</u>	<u>\$ 8,979</u>	<u>\$ 8,035</u>
<b>District Managed Student Activity</b>				
Total Revenues and Other Sources . . . . .	\$ 535,940	\$ 580,464	\$ 504,377	\$ (76,087)
Total Expenditures and Other Uses . . . . .	<u>557,004</u>	<u>586,674</u>	<u>494,189</u>	<u>92,485</u>
Net Change in Fund Balance . . . . .	(21,064)	(6,210)	10,188	16,398
Fund balance at beginning of year . . . . .	152,357	152,357	152,357	-
Prior year encumbrances appropriated. . . . .	<u>1,400</u>	<u>1,400</u>	<u>1,400</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 132,693</u>	<u>\$ 147,547</u>	<u>\$ 163,945</u>	<u>\$ 16,398</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Auxiliary Services</b>				
Total Revenues and Other Sources . . . . .	\$ 849,400	\$ 855,117	\$ 855,152	\$ 35
Total Expenditures and Other Uses . . . . .	<u>746,021</u>	<u>960,619</u>	<u>958,289</u>	<u>2,330</u>
Net Change in Fund Balance . . . . .	103,379	(105,502)	(103,137)	2,365
Fund balance at beginning of year . . . . .	88,412	88,412	88,412	-
Prior year encumbrances appropriated. . . . .	<u>17,090</u>	<u>17,090</u>	<u>17,090</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 208,881</u>	<u>\$ -</u>	<u>\$ 2,365</u>	<u>\$ 2,365</u>
<b>Data Communications for Schools</b>				
Total Revenues and Other Sources . . . . .	\$ -	\$ 21,600	\$ 21,600	\$ -
Total Expenditures and Other Uses . . . . .	<u>-</u>	<u>21,600</u>	<u>21,600</u>	<u>-</u>
Net Change in Fund Balance . . . . .	-	-	-	-
Fund balance at beginning of year . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Vocational Educational Enhancements</b>				
Total Revenues and Other Sources . . . . .	\$ 13,914	\$ 13,914	\$ 13,914	\$ -
Total Expenditures and Other Uses . . . . .	<u>18,408</u>	<u>18,408</u>	<u>18,393</u>	<u>15</u>
Net Change in Fund Balance . . . . .	(4,494)	(4,494)	(4,479)	15
Fund balance at beginning of year . . . . .	250	250	250	-
Prior year encumbrances appropriated. . . . .	<u>4,244</u>	<u>4,244</u>	<u>4,244</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15</u>	<u>\$ 15</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Adult Basic Education</b>				
Total Revenues and Other Sources . . . . .	\$ 95,865	\$ 77,865	\$ 77,865	\$ -
Total Expenditures and Other Uses . . . . .	<u>96,169</u>	<u>78,168</u>	<u>78,129</u>	<u>39</u>
Net Change in Fund Balance . . . . .	(304)	(303)	(264)	39
Fund balance at beginning of year . . . . .	<u>304</u>	<u>304</u>	<u>304</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 40</u>	<u>\$ 39</u>
<b>IDEA Part B</b>				
Total Revenues and Other Sources . . . . .	\$ 1,785,064	\$ 1,597,072	\$ 1,595,271	\$ (1,801)
Total Expenditures and Other Uses . . . . .	<u>1,846,911</u>	<u>1,658,919</u>	<u>1,644,497</u>	<u>14,422</u>
Net Change in Fund Balance . . . . .	(61,847)	(61,847)	(49,226)	12,621
Fund balance at beginning of year . . . . .	721	721	721	-
Prior year encumbrances appropriated. . . . .	<u>61,126</u>	<u>61,126</u>	<u>61,126</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,621</u>	<u>\$ 12,621</u>
<b>Vocational Education</b>				
Total Revenues and Other Sources . . . . .	\$ 104,577	\$ 107,288	\$ 107,288	\$ -
Total Expenditures and Other Uses . . . . .	<u>105,051</u>	<u>107,761</u>	<u>107,362</u>	<u>399</u>
Net Change in Fund Balance . . . . .	(474)	(473)	(74)	399
Fund balance at beginning of year . . . . .	-	-	-	-
Prior year encumbrances appropriated. . . . .	<u>474</u>	<u>474</u>	<u>474</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 400</u>	<u>\$ 399</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Title III - Limited English Proficiency</b>				
Total Revenues and Other Sources. . . . .	\$ 24,353	\$ 34,802	\$ 34,822	\$ 20
Total Expenditures and Other Uses. . . . .	<u>29,200</u>	<u>39,649</u>	<u>39,649</u>	<u>-</u>
Net Change in Fund Balance . . . . .	(4,847)	(4,847)	(4,827)	20
Fund balance at beginning of year . . . . .	<u>4,847</u>	<u>4,847</u>	<u>4,847</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ 20</u>
<b>Title I</b>				
Total Revenues and Other Sources. . . . .	\$ 1,077,529	\$ 1,028,537	\$ 1,028,537	\$ -
Total Expenditures and Other Uses. . . . .	<u>1,089,333</u>	<u>1,040,341</u>	<u>1,040,341</u>	<u>-</u>
Net Change in Fund Balance . . . . .	(11,804)	(11,804)	(11,804)	-
Fund balance at beginning of year . . . . .	3,802	3,802	3,802	-
Prior year encumbrances appropriated. . . . .	<u>8,002</u>	<u>8,002</u>	<u>8,002</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Pre-school for the Handicapped Grant</b>				
Total Revenues and Other Sources. . . . .	\$ 34,266	\$ 34,266	\$ 34,266	\$ -
Total Expenditures and Other Uses. . . . .	<u>34,266</u>	<u>34,266</u>	<u>34,266</u>	<u>-</u>
Net Change in Fund Balance . . . . .	-	-	-	-
Fund balance at beginning of year . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Improving Teacher Quality</b>				
Total Revenues and Other Sources . . . . .	\$ 184,705	\$ 85,650	\$ 85,650	\$ -
Total Expenditures and Other Uses . . . . .	<u>184,710</u>	<u>85,655</u>	<u>85,655</u>	<u>-</u>
Net Change in Fund Balance . . . . .	(5)	(5)	(5)	-
Fund balance at beginning of year . . . . .	<u>5</u>	<u>5</u>	<u>5</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Uniform School Supplies</b>				
Total Revenues and Other Sources . . . . .	\$ 306,934	\$ 301,253	\$ 286,236	\$ (15,017)
Total Expenditures and Other Uses . . . . .	<u>318,974</u>	<u>319,109</u>	<u>296,018</u>	<u>23,091</u>
Net Change in Fund Balance . . . . .	(12,040)	(17,856)	(9,782)	8,074
Fund balance at beginning of year . . . . .	37,177	37,177	37,177	-
Prior year encumbrances appropriated. . . . .	<u>934</u>	<u>934</u>	<u>934</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 26,071</u>	<u>\$ 20,255</u>	<u>\$ 28,329</u>	<u>\$ 8,074</u>
<b>Special Services Rotary Fund</b>				
Total Revenues and Other Sources . . . . .	\$ 26,450	\$ 26,450	\$ 30,750	\$ 4,300
Total Expenditures and Other Uses . . . . .	<u>26,119</u>	<u>29,119</u>	<u>21,999</u>	<u>7,120</u>
Net Change in Fund Balance . . . . .	331	(2,669)	8,751	11,420
Fund balance at beginning of year . . . . .	10,202	10,202	10,202	-
Prior year encumbrances appropriated. . . . .	<u>369</u>	<u>369</u>	<u>369</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 10,902</u>	<u>\$ 7,902</u>	<u>\$ 19,322</u>	<u>\$ 11,420</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Natatorium</b>				
Total Revenues and Other Sources . . . . .	\$ 66,745	\$ 66,745	\$ 72,739	\$ 5,994
Total Expenditures and Other Uses . . . . .	<u>66,745</u>	<u>72,392</u>	<u>72,094</u>	<u>298</u>
Net Change in Fund Balance . . . . .	-	(5,647)	645	6,292
Fund balance at beginning of year . . . . .	<u>12,964</u>	<u>12,964</u>	<u>12,964</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 12,964</u>	<u>\$ 7,317</u>	<u>\$ 13,609</u>	<u>\$ 6,292</u>
<b>Rotary Fund</b>				
Total Revenues and Other Sources . . . . .	\$ -	\$ 45,000	\$ 50,613	\$ 5,613
Total Expenditures and Other Uses . . . . .	<u>28,273</u>	<u>53,273</u>	<u>12,790</u>	<u>40,483</u>
Net Change in Fund Balance . . . . .	(28,273)	(8,273)	37,823	46,096
Fund balance at beginning of year . . . . .	<u>108,388</u>	<u>108,388</u>	<u>108,388</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 80,115</u>	<u>\$ 100,115</u>	<u>\$ 146,211</u>	<u>\$ 46,096</u>
<b>Public School Support</b>				
Total Revenues and Other Sources . . . . .	\$ 349,375	\$ 349,415	\$ 269,318	\$ (80,097)
Total Expenditures and Other Uses . . . . .	<u>434,921</u>	<u>449,628</u>	<u>319,380</u>	<u>130,248</u>
Net Change in Fund Balance . . . . .	(85,546)	(100,213)	(50,062)	50,151
Fund balance at beginning of year . . . . .	222,024	222,024	222,024	-
Prior year encumbrances appropriated . . . . .	<u>2,419</u>	<u>2,419</u>	<u>2,419</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 138,897</u>	<u>\$ 124,230</u>	<u>\$ 174,381</u>	<u>\$ 50,151</u>



**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2015**

	<b>Permanent Improvement</b>	<b>Building</b>	<b>Total Nonmajor Capital Projects</b>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . . . .	\$ 1,706,635	\$ 13,670	\$ 1,720,305
Receivables:			
Property taxes . . . . .	350,814	-	350,814
Payment in lieu of taxes . . . . .	1,868		1,868
Total assets. . . . .	\$ 2,059,317	\$ 13,670	\$ 2,072,987
<b>Liabilities:</b>			
Accounts payable . . . . .	\$ -	\$ 8,885	\$ 8,885
Contracts payable. . . . .	841,574	9,210	850,784
Retainage payable . . . . .	64,542	-	64,542
Total liabilities. . . . .	906,116	18,095	924,211
<b>Deferred inflows of resources:</b>			
Property taxes levied for the next fiscal year. . .	332,468	-	332,468
Payment in lieu of taxes revenue levied for the next fiscal year . . . . .	1,868	-	1,868
Delinquent property tax revenue not available. . .	4,814	-	4,814
Total deferred inflow of resources . . . . .	339,150	-	339,150
<b>Fund balances:</b>			
Restricted:			
Capital improvements . . . . .	814,051	-	814,051
Unassigned (deficit) . . . . .	-	(4,425)	(4,425)
Total fund balances (deficit). . . . .	814,051	(4,425)	809,626
Total liabilities, deferred inflows and fund balance . . . .	\$ 2,059,317	\$ 13,670	\$ 2,072,987

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<b>Permanent Improvement</b>	<b>Building</b>	<b>Total Nonmajor Capital Projects</b>
<b>Revenues:</b>			
From local sources:			
Property taxes . . . . .	\$ 344,537	\$ -	\$ 344,537
Payment in lieu of taxes . . . . .	1,973	-	1,973
Earnings on investments . . . . .	-	5	5
Contributions and donations . . . . .	1,291,581	-	1,291,581
Intergovernmental - state . . . . .	56,930	-	56,930
Total revenue . . . . .	1,695,021	5	1,695,026
<b>Expenditures:</b>			
Current:			
Support services:			
Fiscal . . . . .	5,506	-	5,506
Operations and maintenance . . . . .	20,034	34,801	54,835
Extracurricular activities . . . . .	19,426	-	19,426
Facilities acquisition and construction . . . . .	1,679,343	782,578	2,461,921
Total expenditures . . . . .	1,724,309	817,379	2,541,688
Net change in fund balances . . . . .	(29,288)	(817,374)	(846,662)
<b>Fund balances at beginning of year . . . . .</b>	843,339	812,949	1,656,288
<b>Fund balances at end of year . . . . .</b>	<b>\$ 814,051</b>	<b>\$ (4,425)</b>	<b>\$ 809,626</b>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Permanent Improvement</b>				
Total Revenues and Other Sources . . . . .	\$ 411,266	\$ 1,848,591	\$ 1,862,005	\$ 13,414
Total Expenditures and Other Uses . . . . .	<u>2,621,025</u>	<u>4,222,861</u>	<u>3,791,002</u>	<u>431,859</u>
Net Change in Fund Balance . . . . .	(2,209,759)	(2,374,270)	(1,928,997)	445,273
Fund balance at beginning of year . . . . .	575,184	575,184	575,184	-
Prior year encumbrances appropriated. . . . .	<u>1,841,804</u>	<u>1,841,804</u>	<u>1,841,804</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 207,229</u>	<u>\$ 42,718</u>	<u>\$ 487,991</u>	<u>\$ 445,273</u>
<b>Building</b>				
Total Revenues and Other Sources . . . . .	\$ 1	\$ 1	\$ 5	\$ 4
Total Expenditures and Other Uses . . . . .	<u>932,708</u>	<u>932,709</u>	<u>929,148</u>	<u>3,561</u>
Net Change in Fund Balance . . . . .	(932,707)	(932,708)	(929,143)	3,565
Fund balance at beginning of year . . . . .	36,016	36,016	36,016	-
Prior year encumbrances appropriated. . . . .	<u>896,699</u>	<u>896,699</u>	<u>896,699</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 8</u>	<u>\$ 7</u>	<u>\$ 3,572</u>	<u>\$ 3,565</u>

## **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 and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Agency funds are purely custodial (assets equal liabilities) and thus do not involve the measure of results of operations

### Private-Purpose Trust Fund

#### **Scholarship Fund**

Section 5705.09, Revised Code

This fund accounts for monies to be set aside for college scholarships for students enrolled in the School District. The income from such a fund may be expended, but the principal must remain intact.

### Agency Funds

#### **OHSAA Tournaments Fund**

Section 5705.12, Revised Code

This fund reflects resources that are collected for various tournaments and remitted to the Ohio High School Athletic Association (OHSAA).

#### **Student Managed Activity Fund**

Section 3315.062, Revised Code

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

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Scholarship Fund</b>				
Total Revenues and Other Sources . . . . .	\$ -	\$ 1,053	\$ 1,083	\$ 30
Total Expenditures and Other Uses . . . . .	<u>6,168</u>	<u>6,168</u>	<u>1,500</u>	<u>4,668</u>
Net Change in Fund Balance . . . . .	(6,168)	(5,115)	(417)	4,698
Fund balance at beginning of year . . . . .	<u>10,288</u>	<u>10,288</u>	<u>10,288</u>	<u>-</u>
Fund balance at end of year . . . . .	<u>\$ 4,120</u>	<u>\$ 5,173</u>	<u>\$ 9,871</u>	<u>\$ 4,698</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	Beginning Balance July 1, 2014	Additions	Deletions	Ending Balance June 30, 2015
<b>OHSAA Tournaments Fund</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 86	\$ 17,737	\$ 17,774	\$ 49
Total assets . . . . .	<u>\$ 86</u>	<u>\$ 17,737</u>	<u>\$ 17,774</u>	<u>\$ 49</u>
<b>Liabilities:</b>				
Intergovernmental payable. . . . .	\$ 86	\$ 17,737	\$ 17,774	\$ 49
Total liabilities . . . . .	<u>\$ 86</u>	<u>\$ 17,737</u>	<u>\$ 17,774</u>	<u>\$ 49</u>
<b>Student Managed Activities Fund</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 87,267	\$ 166,720	\$ 146,641	\$ 107,346
Receivables				
Accounts . . . . .	<u>1,260</u>	<u>-</u>	<u>1,260</u>	<u>-</u>
Total assets . . . . .	<u>\$ 88,527</u>	<u>\$ 166,720</u>	<u>\$ 147,901</u>	<u>\$ 107,346</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 3,393	\$ 12,170	\$ 3,393	\$ 12,170
Loans payable . . . . .	375	-	375	-
Due to students . . . . .	<u>84,759</u>	<u>154,550</u>	<u>144,133</u>	<u>95,176</u>
Total liabilities . . . . .	<u>\$ 88,527</u>	<u>\$ 166,720</u>	<u>\$ 147,901</u>	<u>\$ 107,346</u>
<b>Total - All Agency Funds</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 87,353	\$ 184,457	\$ 164,415	\$ 107,395
Receivables				
Accounts . . . . .	<u>1,260</u>	<u>-</u>	<u>1,260</u>	<u>-</u>
Total assets . . . . .	<u>\$ 88,613</u>	<u>\$ 184,457</u>	<u>\$ 165,675</u>	<u>\$ 107,395</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 3,393	\$ 12,170	\$ 3,393	\$ 12,170
Loans payable . . . . .	375	-	375	-
Intergovernmental payable. . . . .	86	17,737	17,774	49
Due to students . . . . .	<u>84,759</u>	<u>154,550</u>	<u>144,133</u>	<u>95,176</u>
Total liabilities . . . . .	<u>\$ 88,613</u>	<u>\$ 184,457</u>	<u>\$ 165,675</u>	<u>\$ 107,395</u>

# Sylvania City Schools



## STATISTICAL SECTION

The Academic Excellence Foundation and the Sylvania Athletic Foundation honor distinguished alumni each spring and fall as a way to honor graduates from the District's - current and past - high schools: Burnham, Sylvania and now Northview and Southview High School. To date, over 150 graduates have been inducted into the respective halls of fame.





**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**STATISTICAL SECTION**

This part of the Sylvania 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 District's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b>	<b>S2 - S11</b>
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b>	<b>S12 - S19</b>
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
<b>Debt Capacity</b>	<b>S20 - S23</b>
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
<b>Demographic and Economic Information</b>	<b>S24 - S25</b>
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
<b>Operating Information</b>	<b>S26 - S34</b>
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2015 (2)</u>	<u>2014 (2)</u>	<u>2013 (1)</u>	<u>2012 (1)</u>
<b>Governmental activities</b>				
Net investment in capital assets	\$ 13,948,002	\$ 13,968,477	\$ 14,760,435	\$ 16,273,543
Invested in capital assets, net of related debt	-	-	-	-
Restricted	5,007,886	3,546,425	1,289,863	4,388,544
Unrestricted (deficit)	(126,197,699)	(127,708,471)	(8,345,758)	(12,095,096)
Total governmental activities net position	<u>\$ (107,241,811)</u>	<u>\$ (110,193,569)</u>	<u>\$ 7,704,540</u>	<u>\$ 8,566,991</u>

(1) New terminology in accordance with GASB Statement No. 63 which was implemented in 2013.

(2) New terminology in accordance with GASB Statement No. 68 and 71 which was implemented in 2015.  
Amounts for 2014 have been restated to reflect the implementation of these statements.

**Source:** School District financial records

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
15,807,676	18,997,215	17,939,259	18,620,573	17,578,571	17,141,861
3,631,117	3,569,858	4,202,610	2,735,297	2,888,888	2,637,434
(12,940,736)	(10,741,455)	(4,397,614)	448,642	1,454,335	(4,421,995)
<u>\$ 6,498,057</u>	<u>\$ 11,825,618</u>	<u>\$ 17,744,255</u>	<u>\$ 21,804,512</u>	<u>\$ 21,921,794</u>	<u>\$ 15,357,300</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b>Expenses</b>				
Governmental activities:				
Instruction:				
Regular	\$ 35,427,259	\$ 35,625,734	\$ 36,103,261	\$ 33,248,216
Special	12,642,540	13,019,704	10,332,087	8,384,850
Vocational	2,020,980	2,063,861	1,804,791	1,791,409
Adult/Continuing	64,496	47,053	68,943	63,024
Other instructional	2,366,766	2,192,544	2,021,759	1,723,810
Support services:				
Pupil	4,980,915	5,045,935	5,601,668	5,497,493
Instructional staff	1,898,434	1,800,484	4,672,021	3,982,751
Board of education	32,869	37,034	24,426	28,371
Administration	7,102,339	6,311,703	4,874,391	8,391,763
Fiscal	1,807,046	1,780,334	1,807,481	1,882,065
Business	235,270	234,835	229,418	209,741
Operations and maintenance	9,130,167	9,484,736	9,122,893	8,742,706
Pupil transportation	4,690,537	5,180,802	4,894,939	4,964,367
Central	830,846	723,274	947,814	981,385
Operation of non-instructional services:				
Food service operations	2,045,249	1,998,400	1,974,761	1,797,621
Other non-instructional services	1,210,717	1,174,416	1,304,715	1,168,920
Extracurricular activities	2,806,529	2,756,821	2,724,876	2,536,129
Interest and fiscal charges	3,791,038	4,618,615	4,840,501	4,927,828
Total governmental activities expenses	<u>93,083,997</u>	<u>94,096,285</u>	<u>93,350,745</u>	<u>90,322,449</u>

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$	35,895,798	\$ 35,544,660	\$ 36,243,051	\$ 33,977,991	\$ 32,455,978	\$ 30,983,869
	9,006,976	9,262,000	8,332,050	7,489,180	7,168,217	7,001,374
	2,250,516	2,300,740	2,503,138	2,384,615	2,151,936	2,242,348
	36,094	52,272	93,991	100,208	101,083	93,733
	1,717,014	1,682,695	1,688,636	1,394,321	1,200,270	1,250,106
	6,767,500	5,776,063	5,894,790	5,540,665	4,564,533	4,508,486
	4,133,007	5,046,879	4,806,033	4,550,914	4,102,494	3,914,507
	16,401	26,884	18,684	17,584	16,216	14,144
	9,461,636	8,895,047	7,475,022	7,507,598	6,698,861	6,800,388
	1,627,076	1,740,510	1,614,397	1,612,354	1,479,979	1,371,982
	220,908	192,197	111,813	126,794	213,447	257,092
	9,626,916	9,670,074	10,023,645	9,115,908	8,361,312	7,885,775
	5,130,207	5,310,349	5,302,161	5,036,343	4,507,497	4,330,919
	1,216,292	1,207,259	1,167,987	1,062,925	988,667	1,063,251
	2,182,491	2,158,276	1,996,133	1,823,741	1,921,482	2,049,360
	1,269,893	1,098,748	1,368,054	1,236,052	1,217,470	1,090,943
	2,540,167	2,540,507	2,583,209	2,484,266	2,346,609	2,355,560
	5,221,783	5,315,060	2,398,739	1,691,993	1,656,643	1,817,938
	<u>98,320,675</u>	<u>97,820,220</u>	<u>93,621,533</u>	<u>87,153,452</u>	<u>81,152,694</u>	<u>79,031,775</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

CHANGES IN NET POSITION - (Continued)  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

<b>Program Revenues</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
Governmental activities:				
Charges for services and sales:				
Instruction:				
Regular	\$ 613,813	\$ 772,685	\$ 859,887	\$ 816,979
Special	588,192	541,882	450,174	577,689
Support services:				
Operations and maintenance	66,297	35,484	51,828	36,751
Pupil transportation	42,206	46,593	41,078	45,138
Operation of non-instructional services:				
Food service operations	803,036	723,307	761,741	894,810
Other non-instructional services	92,858	102,620	110,085	107,421
Extracurricular activities	685,329	714,648	804,211	806,730
Operating grants and contributions:				
Instruction:				
Regular	72,817	207,589	267,004	126,350
Special	5,243,752	4,845,548	1,826,419	1,430,140
Vocational	456,329	355,483	202,460	285,263
Adult/Continuing	84,000	46,334	67,392	63,869
Other instructional	-	-	-	-
Support services:				
Pupil	62,385	61,060	127,232	134,789
Instructional staff	39,995	61,801	1,549,121	1,414,055
Administration	-	-	1,924	1,193
Operations and maintenance	-	-	-	200
Pupil transportation	-	-	5,137	895
Central	21,600	21,600	21,600	21,600
Operation of non-instructional services:				
Food service operations	705,986	713,033	728,378	709,741
Other non-instructional services	1,065,230	1,078,237	1,087,534	1,087,744
Extracurricular activities	43,523	47,219	32,926	36,251
Capital grants and contributions:				
Instruction:				
Regular	-	-	-	-
Pupil transportation	-	-	-	-
Extracurricular activities	1,291,581	707,288	-	-
<b>Total governmental program revenues</b>	<b>11,978,929</b>	<b>11,082,411</b>	<b>8,996,131</b>	<b>8,597,608</b>
<b>Net (Expense)/Revenue</b>				
Governmental activities	\$ (81,105,068)	\$ (83,013,874)	\$ (84,354,614)	\$ (81,724,841)
<b>General Revenues and Other Changes in Net Position</b>				
Governmental activities:				
Property taxes levied for:				
General purposes	\$ 53,213,017	\$ 52,713,354	\$ 53,568,191	\$ 51,929,769
Debt service	7,082,651	7,058,597	7,075,823	7,216,887
Capital outlay	342,279	337,993	349,968	365,998
Payments in lieu of taxes	371,564	386,395	372,462	619,100
Grants and entitlements not restricted to specific programs	22,401,241	21,384,855	22,190,182	23,302,354
Investment earnings	16,758	18,533	23,857	50,031
Gain on disposal of capital assets	-	1,478,878	-	75,727
Miscellaneous	629,316	457,237	1,113,287	233,909
Special item	-	-	-	-
<b>Total governmental activities</b>	<b>84,056,826</b>	<b>83,835,842</b>	<b>84,693,770</b>	<b>83,793,775</b>
<b>Change in Net Position</b>				
Governmental activities	\$ 2,951,758	\$ 821,968	\$ 339,156	\$ 2,068,934

Source: School District financial records

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$	745,254	\$ 630,020	\$ 628,892	\$ 927,900	\$ 1,103,877	\$ 935,122
	583,790	386,364	391,503	197,593	-	-
	42,930	25,739	59,104	57,181	26,580	38,992
	39,895	38,757	33,327	48,533	33,341	27,269
	1,120,849	1,128,880	1,137,131	1,168,772	1,280,519	1,388,524
	85,053	63,346	76,395	89,952	91,991	118,879
	686,944	739,515	692,951	640,950	658,055	663,633
	1,938,637	592,268	167,597	228,714	203,952	212,949
	1,679,330	1,069,864	1,419,441	1,101,269	1,431,435	1,357,101
	306,940	333,075	288,929	247,160	340,111	91,123
	36,070	-	91,099	102,311	85,145	107,642
	116,596	84,022	-	-	-	3,666
	107,694	17,762	28,231	34,597	29,691	67,417
	2,560,064	2,218,541	1,528,516	1,899,155	1,790,835	1,931,383
	50,330	87,801	7,174	1,550	843	444
	-	-	35,446	-	-	-
	-	-	261,628	199,864	215,516	-
	32,300	264,920	61,398	65,649	65,523	65,551
	677,473	572,922	407,951	388,060	305,537	289,164
	1,123,574	1,113,597	1,133,874	1,112,562	988,081	989,716
	38,383	47,713	20,011	46,301	86,352	74,856
	-	-	-	56,908	-	-
	-	-	79,049	-	-	-
	-	-	-	-	-	-
	<u>11,972,106</u>	<u>9,415,106</u>	<u>8,549,647</u>	<u>8,614,981</u>	<u>8,737,384</u>	<u>8,363,431</u>
\$	<u>(86,348,569)</u>	<u>(88,405,114)</u>	<u>(85,071,886)</u>	<u>(78,538,471)</u>	<u>(72,415,310)</u>	<u>(70,668,344)</u>
\$	48,100,515	\$ 48,890,899	\$ 49,851,399	\$ 50,531,356	\$ 52,639,181	\$ 51,488,436
	6,945,741	6,953,432	5,605,623	3,368,746	3,421,446	3,202,896
	359,711	362,513	361,561	420,296	367,930	364,431
	511,286	-	-	-	-	-
	24,526,349	25,119,293	24,162,588	22,605,304	20,834,647	20,478,604
	153,599	668,567	565,673	1,161,599	1,320,463	801,947
	-	-	25,674	-	-	6,674
	423,807	491,773	439,111	333,888	396,137	216,016
	-	-	-	-	-	143,374
	<u>81,021,008</u>	<u>82,486,477</u>	<u>81,011,629</u>	<u>78,421,189</u>	<u>78,979,804</u>	<u>76,702,378</u>
\$	<u>(5,327,561)</u>	<u>(5,918,637)</u>	<u>(4,060,257)</u>	<u>(117,282)</u>	<u>6,564,494</u>	<u>6,034,034</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Fund:					
Assigned	\$ -	\$ -	\$ -	\$ -	\$ 1,087,493
Unassigned (deficit)	(3,494,715)	(2,890,645)	(1,060,384)	(982,632)	(4,482,477)
Reserved	-	-	-	-	-
Unreserved (deficit)	-	-	-	-	-
Total general fund	<u>(3,494,715)</u>	<u>(2,890,645)</u>	<u>(1,060,384)</u>	<u>(982,632)</u>	<u>(3,394,984)</u>
All Other Governmental Funds:					
Nonspendable	\$ -	\$ 33,965	\$ 73,012	\$ 63,093	\$ 16,798
Restricted	5,866,756	5,154,451	3,457,211	8,218,721	18,705,111
Unassigned (deficit)	(201,520)	(343,549)	(477,621)	(208,808)	(507,025)
Reserved	-	-	-	-	-
Unreserved (deficit), reported in:					
Special revenue funds	-	-	-	-	-
Debt service fund fund	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Total all other governmental funds	<u>5,665,236</u>	<u>4,844,867</u>	<u>3,052,602</u>	<u>8,073,006</u>	<u>18,214,884</u>
Total governmental funds	<u>\$ 2,170,521</u>	<u>\$ 1,954,222</u>	<u>\$ 1,992,218</u>	<u>\$ 7,090,374</u>	<u>\$ 14,819,900</u>

**Source:** School District financial records

**Note:** The School District implemented GASB 54 in 2011.



<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
2,839,596	2,148,337	2,779,613	2,931,380	2,272,378
<u>(3,723,495)</u>	<u>2,776,713</u>	<u>7,630,532</u>	<u>6,772,031</u>	<u>2,155,699</u>
<u>(883,899)</u>	<u>4,925,050</u>	<u>10,410,145</u>	<u>9,703,411</u>	<u>4,428,077</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
34,640,246	2,868,561	580,828	394,453	792,359
(625,521)	(235,385)	(49,013)	4,686	140,101
1,001,212	18,279,097	845,517	682,410	362,596
<u>16,427,935</u>	<u>75,967,037</u>	<u>1,017,917</u>	<u>1,246,502</u>	<u>1,074,253</u>
<u>51,443,872</u>	<u>96,879,310</u>	<u>2,395,249</u>	<u>2,328,051</u>	<u>2,369,309</u>
<u>\$ 50,559,973</u>	<u>\$ 101,804,360</u>	<u>\$ 12,805,394</u>	<u>\$ 12,031,462</u>	<u>\$ 6,797,386</u>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Revenues</b>					
From local sources:					
Property taxes	\$ 61,267,404	\$ 60,176,130	\$ 61,110,516	\$ 59,720,574	\$ 55,292,168
Payment in lieu of taxes	371,564	386,395	372,462	619,100	511,286
Tuition	750,543	874,183	863,327	947,290	953,134
Transportation fees	42,206	46,593	41,078	45,138	39,895
Charges for services	803,036	723,307	761,741	894,810	1,120,849
Earnings on investments	16,891	18,579	25,992	53,988	193,750
Extracurricular	685,329	714,648	804,261	806,730	686,944
Classroom materials and fees	451,462	440,384	457,932	460,403	388,681
Rental income	66,297	35,484	51,828	36,751	42,930
Contract services	92,858	102,620	98,837	94,396	72,282
Contributions and donations	1,385,717	813,893	81,859	150,951	75,578
Other local revenues	637,316	509,383	1,195,912	322,057	549,655
Intergovernmental - Intermediate	-	51,754	24,021,850	25,129,019	26,275,123
Intergovernmental - State	26,568,775	25,073,435	24,021,850	25,129,019	26,275,123
Intergovernmental - Federal	3,621,882	3,591,280	3,759,704	4,216,964	5,976,370
Total revenues	<u>96,761,280</u>	<u>93,558,068</u>	<u>117,669,149</u>	<u>118,627,190</u>	<u>118,453,768</u>
<b>Expenditures</b>					
Current:					
Instruction:					
Regular	34,158,787	34,231,949	34,296,886	32,474,747	34,635,264
Special	12,807,784	12,914,876	9,528,072	8,209,854	8,852,749
Vocational	1,833,318	1,882,384	1,635,976	1,548,556	2,131,379
Adult/Continuing	66,915	47,053	68,943	63,024	36,094
Other	2,366,766	2,192,544	2,021,759	1,723,810	1,717,014
Current:					
Pupil	5,222,189	5,048,743	5,649,438	5,485,054	6,732,942
Instructional staff	1,808,666	1,647,915	4,473,310	3,827,134	4,126,904
Board of education	32,869	37,034	24,426	28,371	16,401
Administration	7,303,136	6,597,710	6,132,986	8,431,030	7,680,862
Fiscal	1,795,406	1,764,547	1,792,979	1,833,047	1,632,530
Business	233,984	233,933	229,131	209,414	218,664
Operations and maintenance	8,954,812	9,231,475	8,685,570	8,243,929	8,295,728
Pupil transportation	4,597,749	4,809,757	4,412,722	4,567,005	4,975,182
Central	839,158	724,807	941,378	966,564	1,211,604
Operation of non-instructional services:					
Food service operations	1,785,128	1,695,672	1,763,873	1,648,252	2,006,415
Other non-instructional services	1,206,768	1,169,622	1,299,921	1,163,593	1,263,501
Extracurricular activities	2,156,334	2,211,094	2,199,049	2,063,570	2,196,638
Facilities acquisitions and construction	2,588,527	7,807,339	5,781,148	11,526,387	32,505,915
Capital outlay	-	-	-	51,023	-
Debt service:					
Principal retirement	9,432,780	3,367,729	3,648,486	3,144,340	3,182,766
Interest and fiscal charges	2,797,264	4,149,847	4,202,192	4,198,634	4,521,810
Bond and note issuance costs	731,730	18,842	-	165,673	-
Total expenditures	<u>102,720,070</u>	<u>101,784,872</u>	<u>98,788,245</u>	<u>101,573,011</u>	<u>127,940,362</u>
Excess of revenues over (under) expenditures	(5,958,790)	(8,226,804)	18,880,904	17,054,179	(9,486,594)
<b>Other Financing Sources (Uses)</b>					
Transfers in	312,996	259,598	184,934	930	364,690
Transfers (out)	(312,996)	(259,598)	(184,934)	(930)	(364,690)
Premium on notes sold	-	18,245	-	-	-
Sale of capital assets	-	2,779,610	32,871	75,727	45,693
Capital lease transaction	-	-	-	51,023	-
Premium on bonds sold	8,539,849	-	-	935,188	-
Payment to refunded bond escrow	(75,044,036)	-	-	(9,792,919)	-
Sale of bonds	72,705,000	-	-	9,030,000	-
Sale of notes	-	5,430,000	-	-	-
Total other financing sources (uses)	<u>6,200,813</u>	<u>8,227,855</u>	<u>32,871</u>	<u>299,019</u>	<u>45,693</u>
<b>Special Item:</b>					
Proceeds from sale of bus garage	-	-	-	-	-
Increase (decrease) in reserve for inventory	(25,724)	-	9,919	46,295	(24,049)
Net change in fund balances	<u>\$ 216,299</u>	<u>\$ 1,051</u>	<u>\$ 18,923,694</u>	<u>\$ 17,399,493</u>	<u>\$ (9,464,950)</u>
Capital expenditures (included in expenditures above)	2,676,717	8,036,137	5,932,077	11,706,546	31,964,785
Debt service principal and interest as a percentage of noncapital expenditures	12.22%	8.02%	8.45%	8.17%	8.03%

**Source:** School District financial records

(1) Rental income, contract services and contributions and donations were broken out of other local revenues beginning in FY09. In FY06 to FY08 these amounts are included in with other local revenues.

	<u>2010</u>	<u>2009 (1)</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$	56,029,767	\$ 55,740,104	\$ 55,899,784	\$ 55,949,939	\$ 55,207,780
	-	-	-	-	-
	628,608	623,148	666,793	718,450	491,378
	37,357	33,327	48,533	33,341	27,269
	1,128,880	1,137,131	1,157,940	1,257,454	1,332,634
	669,752	556,054	1,164,331	1,329,325	776,067
	739,515	693,851	641,550	658,055	663,633
	397,334	407,022	461,484	384,784	356,857
	25,739	59,104	-	-	-
	55,188	68,322	-	-	-
	76,625	51,757	-	-	-
	580,141	524,748	564,136	661,234	600,337
	26,470,370	26,647,470	24,907,713	23,393,118	22,623,156
	26,470,370	26,647,470	24,907,713	23,393,118	22,623,156
	4,808,657	3,043,596	3,167,482	2,797,267	3,000,940
	<u>118,118,303</u>	<u>116,233,104</u>	<u>113,587,459</u>	<u>110,576,085</u>	<u>107,703,207</u>
	34,206,575	35,263,158	33,024,189	31,567,543	29,575,939
	8,946,696	8,198,587	7,423,240	7,193,103	6,877,085
	2,200,271	2,297,048	2,286,999	2,159,428	2,037,640
	52,272	93,991	100,208	101,083	93,733
	1,682,695	1,688,636	1,394,321	1,203,929	1,250,153
	5,790,967	5,934,009	5,464,587	4,641,746	4,541,534
	4,957,257	4,800,929	4,461,586	4,011,923	3,811,317
	26,884	18,684	17,584	16,216	14,144
	8,736,588	7,534,408	7,340,159	6,628,347	6,683,064
	1,729,267	1,600,507	1,598,446	1,464,110	1,360,942
	190,572	122,173	127,710	211,247	256,634
	18,839,729	9,981,168	8,874,375	8,391,777	8,330,366
	5,273,090	5,484,889	5,733,457	4,828,704	4,639,026
	1,206,456	1,164,865	1,046,145	1,007,605	1,049,167
	2,068,218	1,864,424	1,845,644	1,926,813	1,922,812
	1,089,442	1,364,505	1,137,564	1,107,786	1,085,475
	2,256,782	2,192,606	2,095,322	1,961,125	1,977,265
	18,646,795	1,251,259	136,121	10,653	42,271
	-	90,637	618,564	-	-
	19,953,102	3,207,843	3,696,501	3,802,816	4,663,173
	5,132,149	1,059,486	1,129,025	1,214,683	1,332,641
	-	1,070,065	-	159,459	-
	<u>142,985,807</u>	<u>96,283,877</u>	<u>89,551,747</u>	<u>83,610,096</u>	<u>81,544,381</u>
	(24,867,504)	19,949,227	24,035,712	26,965,989	26,158,826
	380,559	363,311	274,136	364,579	263,073
	(380,559)	(363,311)	(274,136)	(364,579)	(248,446)
	-	16,350	-	2,370	-
	69,193	25,674	14,032	2,000	6,674
	-	90,637	618,564	-	-
	-	1,070,085	-	756,790	-
	-	-	-	(9,422,320)	-
	-	78,999,981	-	8,824,990	-
	-	15,500,000	1,000,000	1,500,000	1,600,000
	<u>69,193</u>	<u>95,702,727</u>	<u>1,632,596</u>	<u>1,663,830</u>	<u>1,621,301</u>
	-	-	-	-	412,374
	24,294	(5,518)	13,337	(2,625)	(10,308)
\$	<u>(24,774,017)</u>	<u>\$ 115,646,436</u>	<u>\$ 25,681,645</u>	<u>\$ 28,627,194</u>	<u>\$ 28,182,193</u>
	28,746,691	2,354,873	1,899,444	974,563	1,366,330
	21.96%	4.54%	5.51%	6.07%	7.48%

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS

Collection Year	Real Property		Tangible Personal Property		Public Utility	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2015	\$ 1,300,991,340	\$ 3,717,118,114	\$ -	\$ -	\$ 22,940,560	\$ 91,762,240
2014	1,288,169,390	3,680,483,971	-	-	21,292,440	85,169,760
2013	1,292,525,480	3,692,929,943	-	-	19,641,350	78,565,400
2012	1,429,020,350	4,082,915,286	-	-	18,166,960	72,667,840
2011	1,434,631,250	4,098,946,429	-	-	17,370,810	69,483,240
2010	1,440,591,120	4,115,974,629	967,770	19,355,400	16,775,400	67,101,600
2009	1,600,669,850	4,573,342,429	1,985,195	19,851,950	15,167,840	60,671,360
2008	1,600,709,170	4,573,454,771	42,823,600	685,177,600	20,863,390	83,453,560
2007	1,582,101,860	4,520,291,028	57,916,764	463,334,112	20,390,170	81,560,680
2006	1,417,326,410	4,049,504,029	72,685,948	387,658,389	19,593,690	78,374,760

Source: Lucas County Auditor's Office

<b>Total</b>			
<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>%</b>	<b>Total Direct Tax Rate</b>
\$ 1,323,931,900	\$ 3,808,880,354	34.76%	\$ 83.50
1,309,461,830	3,765,653,731	34.77%	83.60
1,312,166,830	3,771,495,343	34.79%	83.60
1,447,187,310	4,155,583,126	34.83%	83.00
1,452,002,060	4,168,429,669	34.83%	78.30
1,458,334,290	4,202,431,629	34.70%	77.70
1,617,822,885	4,653,865,739	34.76%	77.69
1,664,396,160	5,342,085,931	31.16%	74.90
1,660,408,794	5,065,185,820	32.78%	74.90
1,509,606,048	4,515,537,178	33.43%	74.90

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

DIRECT AND OVERLAPPING PROPERTY TAX RATES  
(RATE PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS

**Direct Rates**

Tax Year/ Collection Year	Voted			Unvoted	Total
	General	Debt Service	Permanent Improvement		
2014/2015	\$ 72.10	\$ 6.10	\$ 0.30	\$ 5.00	\$ 83.50
2013/2014	72.10	6.20	0.30	5.00	83.60
2012/2013	72.10	6.20	0.30	5.00	83.60
2011/2012	72.10	5.60	0.30	5.00	83.00
2010/2011	67.20	5.80	0.30	5.00	78.30
2009/2010	67.20	5.20	0.30	5.00	77.70
2008/2009	67.20	5.19	0.30	5.00	77.69
2007/2008	67.20	2.40	0.30	5.00	74.90
2006/2007	67.20	2.40	0.30	5.00	74.90
2005/2006	67.20	2.40	0.30	5.00	74.90

**Overlapping Rates**

Tax Year/ Collection Year	Lucas County	City of Toledo	City of Sylvania	Sylvania Township	Toledo Area Regional Transit Authority	Sylvania Area Joint Recreation District	Olander Park District	Toledo Public	Total
2014/2015	\$ 19.77	\$ 4.40	\$ 5.10	\$ 22.97	\$ 2.50	\$ 2.10	\$ 0.70	2.90	\$ 60.44
2013/2014	19.62	4.40	5.10	21.47	2.50	2.10	0.70	2.90	58.79
2012/2013	17.77	4.40	5.10	21.47	2.50	2.10	0.70	2.90	56.94
2011/2012	16.17	4.40	5.10	20.72	2.50	1.65	0.70	2.00	53.24
2010/2011	16.17	4.40	3.60	19.97	2.50	1.65	0.70	2.00	50.99
2009/2010	16.17	4.40	3.60	19.97	2.50	1.62	0.70	2.00	50.96
2008/2009	16.17	4.40	5.92	19.97	2.50	1.62	0.70	2.00	53.28
2007/2008	16.88	4.40	5.50	20.22	2.50	1.20	0.70	2.00	53.40
2006/2007	16.00	4.40	6.00	20.22	2.50	1.20	0.70	2.00	53.02
2005/2006	14.85	5.55	6.25	17.92	2.50	1.15	0.70	2.00	50.92

Source: Lucas County Auditor's Office

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

PRINCIPAL TAXPAYERS  
REAL PROPERTY  
DECEMBER 31, 2014 AND DECEMBER 31, 2005

<b>December 31, 2014</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Real Estate Assessed Value</b>
Toledo Hospital	\$ 11,825,350	1	0.91%
DFG - BBB Monroe/Franklin Place Shops	10,865,910	2	0.84%
Franciscan Properties	6,425,950	3	0.49%
Kingston Residence	5,000,250	4	0.38%
Sylvania Chelsea Place LLC	4,920,690	5	0.38%
Wal-Mart Real Estate	3,761,670	6	0.29%
Reency Hospital of Toledo	3,745,000	7	0.29%
Crestview of Ohio, Inc	3,528,710	8	0.27%
Meijer Properties, Inc	3,519,080	9	0.27%
Realty Income Properties 2	3,500,020	10	0.27%
Total	<u>\$ 57,092,630</u>		<u>4.39%</u>
Total Real Property Assessed Valuation	<u>\$ 1,300,991,340</u>		

<b>December 31, 2005</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Real Estate Assessed Value</b>
Kingston Residence of Sylvania	\$ 6,335,130	1	0.45%
Reynolds Road Fitness Center	6,296,990	2	0.44%
Naiasher Ogdensburg Accoc.	6,196,920	3	0.44%
National Amusements	4,326,750	4	0.31%
HK New Plan Exchange Property Owner II	3,962,930	5	0.28%
Meijer Properties, Incorporated	3,759,280	6	0.27%
Harvey Tolson	3,582,380	7	0.25%
Houck Properties	2,929,210	8	0.21%
Sylvania Apartments	2,800,000	9	0.20%
Wal-Mart Real Estate	2,287,460	10	0.17%
Total	<u>\$ 42,477,050</u>		<u>3.01%</u>
Total Real Property Assessed Valuation	<u>\$ 1,417,326,410</u>		

Source: Lucas County Auditor's Office

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

PRINCIPAL TAXPAYERS  
TANGIBLE AND PUBLIC UTILITY PERSONAL PROPERTY  
DECEMBER 31, 2014 AND DECEMBER 31, 2005

<b>December 31, 2014</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Tangible and Public Utility Assessed Value</b>
Toledo Edison Co.	\$ 14,227,820	1	62.02%
Columbis Gas of Ohio	4,515,030	2	19.68%
American Transmission	3,814,070	3	16.63%
Norfolk Southern Combined	44,680	4	0.19%
Ohio Gas Co.	38,364	5	0.17%
Total	\$ 22,639,964		98.69%
Total Tangible and Public Utility Personal Property Assessed Valuation	\$ 22,940,560		

<b>December 31, 2005</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Tangible and Public Utility Assessed Value</b>
Yark Automotive Group	\$ 5,592,330	1	6.06%
Vin Devers, Inc	3,372,600	2	3.65%
Brown Motor Sales Company Incorporated	2,553,070	3	2.77%
Block Communications, Inc	2,024,720	4	2.19%
Dave White Chevrolet	1,856,870	5	2.01%
Jim White Company	1,519,240	6	1.65%
Meijer Stores Limited Partnership	1,515,460	7	1.64%
Lowe's Home Center	1,309,000	8	1.42%
Wal-Mart Stores East LP	1,287,320	9	1.40%
Kistler Ford Inc.	1,263,920	10	1.37%
Total	\$ 22,294,530		24.16%
Total Tangible and Public Utility Personal Property Assessed Valuation	\$ 92,279,638		

**Source:** Lucas County Auditor's Office



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**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

PROPERTY TAX LEVIES AND COLLECTIONS (1)  
LAST TEN FISCAL YEARS

<b>Tax Year/ Collection Year</b>	<b>Current Levy (1)</b>	<b>Delinquent Levy (2)</b>	<b>Total Levy</b>	<b>Current Collection (1)</b>	<b>Percent of Current Levy Collected</b>
2014/2015	\$ 69,616,591	\$ 2,456,089	\$ 72,072,680	\$ 67,405,776	96.82%
2013/2014	69,079,188	2,714,553	71,793,741	66,751,405	96.63%
2012/2013	68,901,963	3,092,972	71,994,935	65,180,247	94.60%
2011/2012	71,080,864	3,942,499	75,023,363	68,179,989	95.92%
2010/2011	64,241,502	3,504,056	67,745,558	61,446,180	95.65%
2009/2010	63,289,576	2,703,343	65,992,919	59,719,127	94.36%
2008/2009	64,717,610	2,392,811	67,110,421	61,476,985	94.99%
2007/2008	59,939,015	1,264,851	61,203,866	57,360,129	95.70%
2006/2007	56,581,242	2,186,500	58,767,742	54,731,409	96.73%
2005/2006	53,898,047	2,222,368	56,120,415	53,310,559	98.91%

**Source:** Lucas County Auditor's Office

(1) Includes state-mandated tax-reduction amounts, which are subsequently reimbursed to the District by the State, and reported as Intergovernmental revenue.

(2) This amount cannot be calculated from other data in this table because of retroactive additions and deletions.

<b>Delinquent Collection</b>	<b>Total Collection</b>	<b>Total Collection As a Percent of Total Levy</b>
\$ 2,314,810	\$ 69,720,586	96.74%
2,256,836	69,008,241	96.12%
2,231,985	67,412,232	93.63%
2,593,370	70,773,359	94.34%
1,971,812	63,417,992	93.61%
2,319,387	62,038,514	94.01%
1,807,807	63,284,792	94.30%
1,373,989	58,734,118	95.96%
1,639,848	56,371,257	95.92%
1,316,508	54,627,067	97.34%

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Governmental Activities</b>			<b>(1) Total Primary Government</b>	<b>(2) Per Capita</b>	<b>(2) Percentage of Personal Income</b>	<b>(2) Per ADM</b>
	<b>General Obligation Bonds</b>	<b>General Obligation Notes</b>	<b>Capital Leases</b>				
2015	\$ 99,343,363	\$ -	\$ -	\$ 99,343,363	\$ 1,577	1.86%	\$13,459
2014	93,299,499	5,430,000	12,780	98,742,279	1,567	1.80%	13,831
2013	96,244,183	-	25,509	96,269,692	1,528	1.93%	13,094
2012	99,305,052	-	48,995	99,354,047	1,577	2.10%	13,423
2011	101,184,414	-	162,312	101,346,726	1,609	2.20%	13,860
2010	103,604,778	-	310,078	103,914,856	1,649	2.12%	14,319
2009	107,336,058	15,500,000	454,219	123,290,277	1,957	2.35%	16,465
2008	28,818,284	1,000,000	508,890	30,327,174	481	0.61%	3,943
2007	30,404,357	1,500,000	76,196	31,980,553	508	0.66%	4,104
2006	31,295,202	1,600,000	144,719	33,039,921	681	0.96%	4,357

**Sources:**

(1) See notes to the financial statements regarding the District's outstanding debt information. Includes unamortized premiums and accreted interest on capital appreciation bonds.

(2) See schedule " Demographic and Economic Statistic, Last Ten Years" for personal income, population and enrollment information.

(3) Amounts for 2005-2013 have been restated to include unamortized premiums and accreted interest on capital appreciation bonds.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Total General Obligation Bonded Debt (1)</b>	<b>Debt Service Available Balance (2)</b>	<b>Net General Obligation Bonded Debt</b>	<b>Percentage of Actual Taxable Value of Property (3)</b>	<b>Per Capita (4)</b>
2015	\$ 99,343,363	\$ 4,887,379	\$ 94,455,984	2.48%	\$ 1,499
2014	93,299,499	3,255,221	90,044,278	2.39%	1,429
2013	96,244,183	2,729,486	93,514,697	2.48%	1,484
2012	99,305,052	2,611,096	96,693,956	2.33%	1,535
2011	101,184,414	1,587,159	99,597,255	2.39%	1,581
2010	103,604,778	1,310,824	102,293,954	2.43%	1,624
2009	107,336,058	18,527,665	88,808,393	1.91%	1,410
2008	28,818,284	935,976	27,882,308	0.52%	443
2007	30,404,357	794,110	29,610,247	0.58%	470
2006	31,295,202	463,372	30,831,830	0.68%	635

**Source:**

(1) Details regarding the District's outstanding debt can be found in the notes to the financial statements. Total includes unamortized premiums and accreted interest on capital appreciation bonds.

(2) Represents resources that have been legally restricted for the repayment of principal of debt.

(3) See schedule "Assessed Valuation and Estimated Actual Value of Taxable Property" for assessed valuation of property.

(4) See schedule "Demographic and Economic Statistic, Last Ten Years" for population information.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2015

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct debt:			
Sylvania City School District (1)	\$ 99,343,363	100.00%	\$ 99,343,363
Total direct debt	<u>99,343,363</u>		<u>99,343,363</u>
Overlapping debt:			
Lucas County	16,202,000	18.78%	3,042,736
City of Sylvania	19,650,000	100.00%	19,650,000
Sylvania Area Joint Recreation District	7,994,567	100.00%	7,994,567
Sylvania Township	7,180,000	99.58%	7,149,844
City of Toledo	120,054,992	3.14%	3,769,727
Total overlapping debt	<u>171,081,559</u>		<u>41,606,874</u>
Total direct and overlapping debt	<u>\$ 270,424,922</u>		<u>\$ 140,950,237</u>

**Source:** Ohio Municipal Advisory Council

**Note:** Percent applicable to Sylvania City School District calculated using assessed valuation of the District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

(1) Includes general obligation bonds, notes payable and capital lease obligations outstanding at fiscal year end.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS

Fiscal Year	Voted Debt Limit (2)	Total Debt Applicable to Limit (1)	Debt Service Available Balance	Net Debt Applicable to Limit	Voted Legal Debt Margin	Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2015	\$ 119,153,871	\$ 83,397,491	\$ 4,887,379	\$ 78,510,112	\$ 40,643,759	65.89%
2014	117,851,565	88,992,854	3,255,221	85,737,633	32,113,932	72.75%
2013	118,095,015	91,468,337	2,729,486	88,738,851	29,356,164	75.14%
2012	130,246,858	93,616,589	2,611,096	91,005,493	39,241,365	69.87%
2011	130,680,185	96,749,720	1,587,159	95,162,561	35,517,624	72.82%
2010	131,162,987	99,197,454	1,310,824	97,886,630	33,276,357	74.63%
2009	145,422,617	102,882,912	18,527,665	84,355,247	61,067,370	58.01%
2008	145,412,726	25,334,347	935,976	24,398,371	121,014,355	16.78%
2007	143,693,113	26,813,706	794,110	26,019,596	117,673,517	18.11%
2006	135,864,544	31,295,202	463,372	30,831,830	105,032,714	22.69%

**Source:** Lucas County Auditor and School District financial records

(1) Excludes unamortized premiums, accreted interest on capital appreciation bonds, and energy conservation bonds.

**(2) Voted Debt Limit Calculation for Fiscal Year 2015**

Assessed Value	\$ 1,323,931,900
Debt Limit (9% of assessed value)	<u>X 9%</u>
Voted Debt Limit	<u>\$ 119,153,871</u>

Voted Debt Margins are determined without reference to applicable monies in the District's debt service fund.

**Note:** Ohio Bond Law sets a limit of 9% for voted debt, 1/10 of 1% for unvoted debt and 9/10 of 1% for energy conservation debt.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Population (1)</b>	<b>Per Capita Personal Income (2)</b>	<b>Total Personal Income (3)</b>	<b>School Enrollment (4)</b>	<b>Unemployment Rates (5)</b>		
					<b>Lucas County</b>	<b>Ohio</b>	<b>United States</b>
2015	63,000	\$ 84,663	\$ 5,333,769,000	7,381	5.0%	4.4%	5.0%
2014	63,000	87,273	5,498,199,000	7,139	5.8%	5.6%	5.8%
2013	63,000	78,979	4,975,677,000	7,352	8.5%	7.2%	7.3%
2012	63,000	74,999	4,724,937,000	7,402	8.3%	7.2%	8.2%
2011	63,000	73,113	4,606,119,000	7,312	10.0%	9.1%	9.1%
2010	63,000	77,766	4,899,258,000	7,257	12.0%	10.5%	9.5%
2009	63,000	83,295	5,247,585,000	7,488	8.3%	10.8%	10.2%
2008	63,000	78,623	4,953,249,000	7,692	8.1%	7.2%	6.5%
2007	63,000	76,367	4,811,121,000	7,793	6.3%	5.9%	4.7%
2006	48,523	71,079	3,448,966,317	7,583	5.4%	5.1%	4.4%

**Sources:**

(1) Years 2004-2006 from U.S. Census Bureau, 2000  
Years 2007-2014 from the District's Communications Department

(2) Ohio Department of Taxation (per household)

(3) Equals "Population" times "Per Capita Personal Income"

(4) School District records

(5) Bureau of Labor Statistics



**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**PRINCIPAL EMPLOYERS  
CURRENT YEAR**

<b>December 31, 2014</b>		
<b>Employer</b>	<b>Employees</b>	<b>Percentage of Total City Employment per Number of Employees</b>
Flower Hospital/ProMedica	1,635	24.07%
Sylvania City School District	909	13.38%
Lourdes University	403	5.93%
Meijer	296	4.36%
Sylvania Township	165	2.43%
City of Sylvania	138	2.03%
Root Learning	125	1.84%
Total	3,671	54.05%
Total Number of Employees (1)	6,792	

**Source:** City of Sylvania Area Chamber of Commerce

(1) Estimated employee count located within the City of Sylvania.

Note: Information for previous years is not available.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**STAFFING STATISTICS  
FULL TIME EQUIVALENTS (FTE) BY TYPE  
LAST TEN FISCAL YEARS**

<b>Type</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
Professional Staff:										
Teaching Staff:										
Elementary	165.30	133.50	169.60	172.50	173.70	152.40	133.50	131.00	134.00	128.50
Junior HS	96.50	83.33	101.17	110.75	120.17	121.17	83.33	84.81	83.66	84.33
High School	130.68	116.67	136.85	158.11	168.79	174.63	116.67	120.79	121.62	117.46
Tutors (1)	22.50	27.00	19.00	19.00	-	-	14.00	2.00	3.00	2.00
Special Education Teaching (2)	-	71.00	38.00	40.67	-	-	71.00	94.84	85.57	84.00
Vocational Ed Teaching (3)	-	27.00	-	-	-	-	27.00	31.03	27.19	25.40
Others	69.07	33.46	20.16	21.33	53.52	56.33	32.46	35.22	29.41	29.76
Administration:										
District	44.16	41.00	43.75	53.32	52.16	54.16	40.00	42.50	45.10	42.00
Auxiliary Positions:										
Counselors	19.50	20.00	17.50	18.78	21.78	21.70	20.00	20.88	19.88	22.04
Speech	7.00	6.00	7.00	7.50	7.50	7.50	6.00	6.34	6.34	4.50
Occupational	6.00	1.00	3.00	6.11	3.00	3.00	1.00	-	-	-
Psychologist	6.00	5.00	7.00	6.60	6.60	6.60	5.00	6.60	6.60	5.44
Social Worker	-	1.00	-	-	-	-	-	-	-	-
Librarian/Media	5.00	5.00	4.00	7.12	14.28	14.28	13.90	14.90	14.90	13.90
Extracurricular	98.45	58.03	46.15	48.02	23.11	24.11	15.00	23.61	15.11	13.61
Support Staff:										
Secretarial/clerical	62.72	50.70	56.10	71.66	78.14	67.30	50.70	56.08	53.45	50.88
Aides	77.11	14.39	80.80	79.55	81.35	72.88	6.49	60.19	56.51	52.80
Hall monitor/Security	18.00	15.20	16.47	16.36	19.06	16.96	15.20	15.73	13.99	13.44
Cafeteria	29.92	30.36	28.47	28.95	31.43	31.38	30.35	30.78	31.06	32.51
Custodial	61.50	47.00	54.50	58.00	58.00	57.00	47.00	49.00	49.66	49.50
Maintenance	8.00	8.00	8.00	8.00	10.00	10.00	8.00	9.00	8.00	8.00
Bus Driver	45.76	49.65	45.53	51.04	48.59	51.94	49.65	53.63	53.46	51.08
Mechanics	5.50	5.50	5.50	6.50	6.50	6.50	5.50	5.50	5.50	5.50
Other	8.86	48.50	8.82	9.51	11.33	12.33	47.25	10.70	10.70	9.76
Extracurricular (4)	-	10.62	32.72	29.11	-	91.97	68.65	83.49	70.36	66.79
<b>Total</b>	<b>987.53</b>	<b>908.91</b>	<b>950.09</b>	<b>1,028.49</b>	<b>989.01</b>	<b>1,054.14</b>	<b>907.65</b>	<b>988.62</b>	<b>945.07</b>	<b>913.20</b>

**Source:** School District records

- (1) Information for 2011 and 2010 are not available to be broken out. The numbers for these positions and included in the Teaching Staff - Other number.
- (2) Information for 2015, 2011 and 2010 are not available to be broken out. The numbers for these positions and included in the Teaching Staff - Other number.
- (3) Information for 2015 and 2010-2013 are not available to be broken out. The numbers for these positions and included in Teaching Staff - High School School number.
- (4) Information for 2015 is not available to be broken out. The numbers for these positions and included in Auxillary Serices - Extracurricular number.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS**

<b>Function</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
<b>Instruction:</b>										
Regular and Special										
Enrollment (students)	7,381	7,139	7,352	7,402	7,312	7,257	7,488	7,692	7,793	7,583
Graduates	N/A	N/A	618	584	550	641	623	574	601	593
<b>Support services:</b>										
<b>Board of education</b>										
Regular meetings per year	12	12	12	12	12	12	12	12	12	12
Work sessions	11	11	10	10	13	13	12	13	12	11
Special meetings per year	4	7	7	7	11	14	10	2	3	7
<b>Administration</b>										
Student attendance rate	N/A	95.0%	95.0%	95.0%	95.0%	95.0%	95.4%	96.0%	95.7%	96.0%
<b>Fiscal</b>										
Nonpayroll checks issued	5,899	5,691	5,664	5,647	5,781	7,058	6,530	7,134	7,008	7,148
<b>Pupil transportation</b>										
Avg. students transported daily	3,567	3,635	4,717	4,580	4,558	4,723	5,412	5,494	8,739	9,030
<b>Food service operations</b>										
Meals served to students	359,132	386,433	406,610	422,412	419,762	393,586	362,766	225,162	223,470	199,077
Number of lunches served at free or reduced cost	160,180	189,553	188,816	176,256	176,207	146,498	123,056	92,017	85,643	91,143

**Source:** School District records

N/A - Information is not available.

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**CAPITAL ASSET STATISTICS  
LAST TEN FISCAL YEARS**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Land	\$ 2,694,493	\$ 2,694,493	\$ 2,890,933	\$ 2,421,246	\$ 2,421,246	\$ 2,040,544
Construction in progress	2,806,094	9,043,723	1,497,493	12,664,855	29,225,947	28,268,341
Land improvements	4,707,106	3,481,812	3,598,322	3,633,189	3,936,624	4,240,059
Buildings and improvements	92,827,988	94,903,363	99,084,118	86,360,692	61,148,430	33,715,339
Furniture, fixtures and equipment	5,341,291	254,872	352,624	382,016	588,709	816,562
Vehicles	<u>245,945</u>	<u>451,239</u>	<u>873,597</u>	<u>1,317,639</u>	<u>1,636,739</u>	<u>1,878,392</u>
 Total Governmental Activities Capital Assets, net	 <u>\$ 108,622,917</u>	 <u>\$ 110,829,502</u>	 <u>\$ 108,297,087</u>	 <u>\$ 106,779,637</u>	 <u>\$ 98,957,695</u>	 <u>\$ 70,959,237</u>

**Source:** School District financial records

**Note:** Amounts above are presented net of accumulated depreciation.

<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
\$ 2,040,544	\$ 2,040,544	\$ 2,040,544	\$ 2,040,544
1,407,820	-	-	-
4,429,478	4,732,353	4,842,473	5,127,504
34,868,610	36,101,656	37,421,779	38,540,496
679,817	914,717	646,106	837,683
1,954,470	1,674,550	1,017,582	691,371
<b>\$ 45,380,739</b>	<b>\$ 45,463,820</b>	<b>\$ 45,968,484</b>	<b>\$ 47,237,598</b>

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
Central Elementary (1929 original, 2013 new)							
Square feet	72,557	72,557	72,557	53,932	53,932	48,725	48,725
Capacity (students)	630	630	630	575	575	575	575
Enrollment	577	507	571	574	542	510	532
Highland Elementary (1965)							
Square feet	75,210	75,210	75,210	75,210	75,210	56,294	56,294
Capacity (students)	625	625	625	625	625	773	773
Enrollment	678	612	631	630	642	607	646
Hill View Elementary (1929)							
Square feet	54,783	54,783	54,783	54,783	54,783	46,994	46,994
Capacity (students)	500	500	500	500	500	500	500
Enrollment	437	388	406	412	415	349	377
Maplewood Elementary (1929)							
Square feet	64,230	64,230	64,230	64,230	64,230	44,328	44,328
Capacity (students)	384	384	384	550	550	450	450
Enrollment	425	398	386	384	362	327	371
Stranahan Elementary (1955)							
Square feet	67,282	67,282	67,282	67,282	67,282	50,169	50,169
Capacity (students)	650	650	650	650	650	650	650
Enrollment	429	488	481	462	473	411	458
Sylvan Elementary (1963)							
Square feet	47,469	47,469	47,469	47,469	47,469	39,160	39,160
Capacity (students)	475	475	475	475	475	475	475
Enrollment	354	326	350	337	334	318	344
Whiteford Elementary (1967)							
Square feet	50,624	50,624	50,624	50,624	50,624	47,272	47,272
Capacity (students)	525	525	525	525	525	525	525
Enrollment	434	423	398	407	382	366	378
Arbor Hills Jr. High School (1970)							
Square feet	80,995	80,995	80,995	80,995	80,995	80,635	80,635
Capacity (students)	700	700	700	700	700	700	700
Enrollment	497	501	521	542	554	568	576
McCord Jr. High School (1963)							
Square feet	76,534	76,534	76,534	76,534	76,534	76,363	76,363
Capacity (students)	800	800	800	800	800	800	800
Enrollment	655	638	629	642	608	634	601
Timberstone Jr. High School (1998)							
Square feet	105,105	105,105	105,105	105,105	105,105	103,100	103,100
Capacity (students)	700	700	700	700	700	700	700
Enrollment	551	523	524	553	549	584	578
Northview High School (1960)							
Square feet	213,730	213,730	213,730	213,730	213,730	201,592	201,592
Capacity (students)	1,340	1,340	1,340	1,340	1,340	1,300	1,300
Enrollment	1,214	1,139	1,215	1,215	1,213	1,292	1,325
Southview High School (1976)							
Square feet	209,478	209,478	209,478	209,478	209,478	209,700	209,700
Capacity (students)	1,340	1,340	1,340	1,340	1,340	1,400	1,400
Enrollment	1,130	1,196	1,240	1,244	1,213	1,291	1,302
Administrative Building (1929)							
Square feet	22,180	22,180	22,180	22,180	22,180	21,854	90,600
Support Services Facility (2004)							
Square feet	33,741	33,741	33,741	33,741	33,741	27,994	27,994
<b>Total square feet</b>	<b>1,173,918</b>	<b>1,173,918</b>	<b>1,173,918</b>	<b>1,155,293</b>	<b>1,155,293</b>	<b>1,054,180</b>	<b>1,122,926</b>
<b>Total capacity (students)</b>	<b>8,669</b>	<b>8,669</b>	<b>8,669</b>	<b>8,780</b>	<b>8,780</b>	<b>8,848</b>	<b>8,848</b>
<b>Total enrollment</b>	<b>7,381</b>	<b>7,139</b>	<b>7,352</b>	<b>7,402</b>	<b>7,287</b>	<b>7,257</b>	<b>7,488</b>

**Source:** District records

<u>2008</u>	<u>2007</u>	<u>2006</u>
48,725	48,725	48,725
575	575	575
571	563	563
56,294	53,349	53,349
773	625	625
724	609	581
46,994	46,994	46,994
500	500	500
394	393	417
44,328	44,328	44,328
450	450	450
380	374	385
50,169	50,169	50,169
650	650	650
405	545	426
39,160	39,160	39,160
475	475	475
334	347	356
47,272	47,272	47,272
525	525	525
404	413	400
80,635	80,635	80,635
700	700	700
580	623	639
76,363	76,363	76,363
800	800	800
636	645	645
103,100	103,100	103,100
700	700	700
592	574	591
201,592	201,592	201,592
1,300	1,300	1,300
1,340	1,386	1,345
209,700	209,700	209,700
1,400	1,400	1,400
1,332	1,321	1,235
90,600	90,600	90,600
27,994	27,994	27,994
1,122,926	1,119,981	1,119,981
8,848	8,700	8,700
7,692	7,793	7,583

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

**OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>General Government</b>		<b>Governmental Activities</b>		<b>Enrollment</b>	<b>Percent Change</b>
	<b>Expenditures (1),(3)</b>	<b>Cost per pupil (3)</b>	<b>Expenses (1)</b>	<b>Cost per pupil</b>		
2015	\$ 89,758,296	\$ 12,161	\$ 89,292,959	\$ 12,098	7,381	3.39%
2014	94,248,454	13,202	89,496,512	12,536	7,139	-2.90%
2013	90,937,567	12,369	88,510,244	12,039	7,352	-0.68%
2012	94,064,364	12,708	85,394,621	11,537	7,402	1.23%
2011	120,235,786	16,444	93,098,892	12,732	7,312	0.76%
2010	117,900,556	16,246	92,505,160	12,747	7,257	-3.08%
2009	90,946,483	12,146	91,222,794	12,183	7,488	-2.65%
2008	84,726,221	11,015	85,461,459	11,110	7,692	-1.30%
2007	78,433,138	10,065	79,496,051	10,201	7,793	2.77%
2006	75,548,567	9,963	77,213,837	10,182	7,583	-4.11%

**Source:** School District records

**(1)** Debt Service totals have been excluded.

**(2)** Classroom teachers only.

**(3)** Amounts previously reported for fiscal years 2014, 2012, 2009 and 2007 have been restated to exclude bond and note issue costs (a component of debt service) from total expenditures.

N/A - Information is not available.



<b>Teaching Staff (2)</b>	<b>Pupil/Teacher Ratio</b>	<b>Student Attendance Percentage</b>
484	15.25	N/A
474	15.06	95.0%
508	14.47	95.0%
487	15.20	95.0%
493	14.83	95.0%
487	14.90	95.0%
491	15.26	95.4%
477	16.13	96.0%
471	16.56	95.7%
455	16.67	96.0%

**SYLVANIA CITY SCHOOL DISTRICT  
LUCAS COUNTY, OHIO**

TEACHER STATISTICS  
JUNE 30, 2015

Degree	Number of Teachers	Percentage of Total	Pay Range
Bachelor's Degree	142	27.10%	\$37,290 - \$75,699
Master's Degree	373	71.18%	\$40,646 - \$85,767
Educational Specialist	6	1.15%	\$41,429 - \$83,269
Ph.D.	3	0.57%	\$43,033 - \$85,767
	<u>524</u>	<u>100.00%</u>	

Years of Experience	Number of Teachers	Percentage of Total
0 - 5	162	30.92%
6 - 10	108	20.61%
11 and over	254	48.47%
	<u>524</u>	<u>100.00%</u>

**Source:** School District Personnel Records

**Note:** The salary schedule contained in the current teachers' union collective bargaining agreement does not recognize degrees less than a bachelor's.

**Note:** The number of teachers reported above is actual head count and not full time equivalents (FTE).



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**Sylvania Schools, Treasurer's Office**  
4747 N. Holland Sylvania Road  
Sylvania, Ohio 43560



# Dave Yost • Auditor of State

SYLVANIA CITY SCHOOL DISTRICT

LUCAS 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 17, 2016