



Dave Yost • Auditor of State

**TROTWOOD-MADISON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

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**TROTWOOD-MADISON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

Federal Grantor/ Pass Through Grantor Program Title	Federal CFDA Number	Pass Through Entity Identifying Number	Pass Through To Sub-recipients	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. Department of Agriculture							
<i>Passed through Ohio Department of Education</i>							
Child Nutrition Cluster:							
School Breakfast Program	10.553			\$455,870		\$367,433	
National School Lunch Program	10.555			1,076,287	\$90,256	1,250,788	\$90,256
Summer Food Service Program for Children	10.559			94,888		110,849	
Total Child Nutrition Cluster				<u>1,627,045</u>	<u>90,256</u>	<u>1,729,070</u>	<u>90,256</u>
Child and Adult Care Food Program	10.558			21,248		15,195	
Total U.S. Department of Agriculture				<u>1,648,293</u>	<u>90,256</u>	<u>1,744,265</u>	<u>90,256</u>
U.S. Department of Education							
<i>Passed through Ohio Department of Education</i>							
Title I Grants to Local Educational Agencies	84.010	S010A150035		1,444,867		1,573,541	
Special Education Cluster:							
Special Education_Grants to States	84.027	H027A15011		707,106		692,387	
Special Education_Preschool Grants	84.173	H173A150119		6,294		6,717	
Total Special Education Cluster				<u>713,400</u>		<u>699,104</u>	
Twenty-First Century Community Learning Centers	84.287	S287C150035		266,304		267,017	
Improving Teacher Quality State Grant	84.367	S367A150034		147,251		156,754	
Total U.S. Department of Education				<u>2,571,822</u>		<u>2,696,416</u>	
Total Federal Financial Assistance				<u>\$4,220,115</u>	<u>\$90,256</u>	<u>\$4,440,681</u>	<u>\$90,256</u>

See accompanying notes to the Schedule of Federal Awards Receipts and Expenditures.

**TROTWOOD-MADISON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
2 CFR 200.510(b)(6)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) includes the federal award activity of Trotwood-Madison City School District (the District's) under programs of the federal government for the year ended June 30, 2016. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in OMB Circular A-87 *Cost Principles for State, Local, and Indian Tribal Governments* (codified in 2 CFR Part 225), or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. The District has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

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 respective program that benefitted from the use of those donated food commodities.

NOTE E - MATCHING REQUIREMENTS

Certain Federal programs require the District to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

NOTE F - TRANSFERS BETWEEN PROGRAM YEARS

Federal regulations require schools to obligate certain federal awards by June 30. However, with ODE's consent, schools can transfer unobligated amounts to the subsequent fiscal year's program. The District transferred the following amount from 2016 to 2017 programs:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Amt. Transferred</u>
Title I Grants to Local Educational Agencies	84.010	\$10,261



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*

Trotwood-Madison City School District
Montgomery County
3594 North Snyder Road
Trotwood, Ohio 45426

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Trotwood-Madison City School District, Montgomery County, (the District) as of and for the year ended June 30, 2016, 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 20, 2016.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Therefore, unidentified material weaknesses or significant deficiencies may exist. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings that we consider a material weakness. We consider finding 2016-001 to be a material weakness.

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*.

District's Response to Finding

The District's response to the finding identified in our audit is described in the accompanying schedule of findings. We did not audit the District's response and, accordingly, we express no opinion on it.

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 20, 2016



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 THE UNIFORM GUIDANCE

Trotwood-Madison City School District
Montgomery County
3594 North Snyder Road
Trotwood, Ohio 45426

To the Board of Education:

Report on Compliance for Each Major Federal Program

We have audited the Trotwood-Madison City School District's (the District) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could directly and materially affect each of the Trotwood-Madison City School District's major federal programs for the year ended June 30, 2016. 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 federal statutes, regulations, and the terms and conditions of its federal awards 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). These standards and the Uniform Guidance 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 each of 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, the Trotwood-Madison City School District 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, 2016.

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 the Uniform Guidance, 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 Uniform Guidance requirements. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Federal Awards Receipts and Expenditures Required by the Uniform Guidance

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Trotwood-Madison City School District (the District) as of and for the year ended June 30, 2016, 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 20, 2016. We conducted our audit to opine on the District's' basic financial statements as a whole. The accompanying schedule of federal awards receipts and expenditures presents additional analysis required by the Uniform Guidance 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, and other additional procedures 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.



Dave Yost
Auditor of State
Columbus, Ohio

December 20, 2016

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**TROTWOOD-MADISON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2016**

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 weaknesses in internal control reported at the financial statement level (GAGAS)?	Yes
<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 weaknesses in internal control 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	Unmodified
<i>(d)(1)(vi)</i>	Are there any reportable findings under 2 CFR § 200.516(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	<p>Child Nutrition Cluster: CFDA #10.553: School Breakfast Program CFDA #10.555: National School Lunch Program CFDA #10.559: Summer Food Service Program for Children</p> <p>Special Education Cluster: CFDA #84.027: Special Education Grants to States CFDA #84.173: Special Education Preschool Grants</p>
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 750,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee under 2 CFR §200.520?	Yes

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

FINDING NUMBER 2016-001

MATERIAL WEAKNESS

The District prepared its annual financial statements in accordance with Generally Accepted Accounting Principles (GAAP). The District's fiscal year 2016 financial statements contained the following errors that resulted in adjustment or reclassification to the financial statements:

- The District did not properly classify the amounts related to delinquent property taxes as deferred inflows of resources - unavailable revenue on the balance sheet. The delinquent property taxes totaled \$2,702,182 for the General Fund, \$667,574 for the Debt Service Fund and \$198,754 for Other Governmental Funds. Instead, the District classified these amounts as deferred inflows of resources - property taxes. Because those amounts are not available to liquidate liabilities of the current period, they should be classified as unavailable revenue.
- Due to the usage of incorrect amounts for total grants awarded, the intergovernmental receivable and the related deferred inflows amount were overstated by \$192,421, respectively, in Other Governmental Funds. This also resulted in the district overstating program revenues related to operating grants and contributions on the statement of activities by the same amount.
- The District overstated restricted net position related to federal grants and understated unrestricted net position by \$143,559.
- The District improperly calculated the Governmental Activities deferred outflows of resources, deferred inflows of resources and pension expense related to the net pension liability for the School Employees Retirement System (SERS) and State Teachers Retirement System (STRS). Deferred outflows of resources, deferred inflows of resources and pension expense were understated by \$435,744, \$938,584 and \$502,838, respectively.
- On the statement of net position, the District reported deferred inflow of resources related to TIF receivable as deferred inflows of resources – revenue in lieu of taxes; however, the district reported the same amount on the balance sheet as deferred inflow of resources - grants and other taxes. Therefore, an adjustment was made to the balance sheet to reclassify the \$80,000 from deferred inflow of resources - grants and other taxes to deferred inflows of resources – revenue in lieu of taxes.
- The District's final budget revenues for Other Governmental Funds were understated by a total of \$1,406,993 on the budgetary financial schedules [included as required supplementary information].

The District's fiscal year 2016 financial statements also contained the following errors that were not material and did not require adjustment or reclassification to the financial statements:

- **Governmental Accounting Standards Board Statement No. 34, paragraphs 34(a) and 99** (GASB codification 1800.157 and 1800.179) provide, in part, that net position should be reported as restricted when constraints placed on assets are externally imposed. Additionally, Am. Sub. Senate Bill 345 amended Ohio Rev. Code Section 5705.29, which eliminated the requirement for Ohio School Districts to establish and maintain a budget stabilization reserve; therefore, eliminating the external restriction. Contrary to this, the District reported their set aside budget stabilization account in the General Fund and also on the statement of net position as restricted cash and investments rather than Equity in Pooled Cash and Investments in the amount of \$81,076.

FINDING NUMBER 2016-001
(Continued)

- **Governmental Accounting Standards Board Statement No. 54, paragraph 6**, (GASB codification 1800.166) provides, in part, that non-spendable fund balance comprises the net current financial resources that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. Additionally, **Auditor of State Bulletin 2011-004** provides, for unclaimed monies, the difference between the amount of cash in the fund and the estimated liability for payments to claimants would be classified as non-spendable fund balance until the end of the five year holding period. The District reported Fund 022 unclaimed funds of \$20,309 as unassigned rather than non-spendable in the General Fund [Fund 022 is combined with the General Fund for reporting purposes].
- **Governmental Accounting Standards Board Statement No. 54, paragraph 10**, (GASB codification 1800.170) provides, in part that contractual obligations that will be satisfied with existing fund resources should be reported as committed fund balance. During 2016 the District approved the fiscal year 2017 META Solutions contract of \$85,000. The District reported the fund balance as unassigned in the General Fund rather than committed.
- The District reported the TIF receivable in the General Fund as intergovernmental receivable rather than taxes receivable. As a result, taxes receivable was understated and intergovernmental receivable was overstated by \$80,000, respectively.
- The District understated its capital assets due to not recording the purchase of 3 school buses in the amount of \$267,042 as a capital asset addition during the audit period. The District also overstated its capital assets due to recording 6 computer equipment purchases in the amount of \$207,548 as a capital asset addition during the audit period when none of the individual items purchased on each disbursement exceeded the District's \$2,500 capitalization threshold. Therefore, the net understatement of the District's capital assets was \$59,494 during the audit period.

The District should establish and implement procedures to review its annual financial statements to determine that the financial statements are presented in accordance with applicable accounting guidelines and principles. Lack or failure of controls over the accounts and balances related to GAAP financial reporting could result in errors or irregularities that may go undetected and decrease the reliability of the District's financial reporting.

Officials' Response: See Corrective Action Plan on page 12

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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None.

**TROTWOOD-MADISON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

**CORRECTIVE ACTION PLAN
2 CFR § 200.511(c)
JUNE 30, 2016**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2016-001	The District will meet with Plattenburg and Associates to thoroughly review all of the adjustments and reclassifications indicated. The District will not produce a CAFR in 2017.	February 28, 2017	Janice Allen, Treasurer

Trotwood-Madison City School District
Trotwood, Ohio
Comprehensive Annual
Financial Report
for the year ended June 30, 2016



Our Mission is 100% Student Success

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TROTWOOD-MADISON CITY SCHOOL DISTRICT
TROTWOOD, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

PREPARED BY:
OFFICE OF THE TREASURER

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INTRODUCTORY SECTION



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TROTWOOD-MADISON
CITY SCHOOL DISTRICT
Our Mission Is 100% Student Success!

December 20, 2016

To Board of Education and Citizens of the
Trotwood-Madison City School District, Montgomery County, Ohio:

The Comprehensive Annual Financial Report [CAFR] of the Trotwood-Madison City School District (the "District") for the fiscal year ended June 30, 2016, is hereby submitted. This report, prepared by the Treasurer's office, includes an opinion from the Ohio Auditor of State and conforms to generally accepted accounting principles as applicable to governmental entities. The District is responsible for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures. This report will provide the taxpayers of the Trotwood-Madison City School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties.

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

The District provides a full range of traditional and non-traditional educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory and vocational levels. Special education programs and facilities are available for those identified students. Recreational programs and facilities are provided for staff and the community for health and fitness.

The District receives pass through grants from the State and distributes these grants to a private school located within the District. This activity is included in the entity as the Auxiliary Services Special Revenue Fund, because of the District's administrative involvement in the program. The private school served is Mother Brunner. While this organization shares operational and service similarity with the District, it is a legally separate and distinct entity. This organization is not included in this report because of their independent nature.

ECONOMIC CONDITION AND OUTLOOK

The City of Trotwood has seen several major retail establishments close; K-Mart, Sears, Target and Best Buy to name a few. There has been a significant decline in residential and commercial property valuations thus affecting school District revenue. Since the recession of 2008, the City of Trotwood has been hit hard due to the economic downturn characterized by high unemployment, falling home prices and a credit crisis.

The County just completed a state-mandated Property Revaluation of all residential and commercial properties. Results indicated an overall 9% decrease in residential, commercial, agricultural, industrial and public utility values from the year previous. Five of our levies have been identified for the potential of being capped resulting in further lost revenue.

The economic outlook for United States growth remains cautiously optimistic. Strength in the housing markets, exports to emerging markets, and increased domestic oil production are signs that the economy is improving. The national unemployment rate is the lowest since the recession in 2008 hovering between 4.9% and 5.0% during the 2016 calendar year. The Gross Domestic Product (GDP), a reflection of personal consumption expenditures, exports, private investments and federal government spending is anticipated to rise slightly.

America's future economic growth will depend on entities like the Trotwood-Madison School District to prepare students to be college and career ready in order to meet the growing demands of an increasingly challenging global environment.

The District's goal is to prepare every student to be college and career ready. The community has entrusted this responsibility to the board, administration and staff. We will continue to provide the very best educational opportunities for every student while being held to the highest standards on fiscal accountability.

THE DISTRICT AND ITS FACILITIES

The District is located in the City of Trotwood, in Montgomery County, west of Dayton. Trotwood is situated in southwest Ohio approximately 55 miles north of Cincinnati, 75 miles southwest of Columbus and 100 miles east of Indianapolis, Indiana. Trotwood is strategically located less than two miles from I-70, less than 5 miles from I-75 and less than 15 minutes from the Dayton International Airport.

By law, the District is mandated to provide educational services to students within its boundaries. The District's total area is approximately 29 square miles. The District is comprised of a high school campus (grades 9-12), one middle school (grades 6-8), two elementary schools (grades 2-3 & 4-5), and one early learning center (grades PreK-1). The District served approximately 2,558 students.

Constructed	School Address	June 2016 Enrollment
2007	Early Learning Center 4400 North Union Road	477
2007	Madison Park Elementary 301 S. Broadway Street	360
2009	Trotwood-Madison Middle School 4420 North Union Road	492
2005	Trotwood-Madison High School 4440 North Union Road	885
2007	Westbrooke Village Elementary 6500 Westford Road	344

ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education is a 5 member body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all the general laws of the State of Ohio are followed in the expenditures of the District's tax dollars and approves the annual appropriation resolution and tax budget.

The Board members represent a cross section of professions in the community. The board members on June 30, 2016, were as follows:

Board Member	Began Service	Term Expires	Profession
Vanessa Jeter-Freeman	January, 2004	December, 2018	Senior Manpower Analyst
Adrienne L. Heard	January, 2012	December, 2018	Self-Employed
Deborah L. Daniel	November, 1998	December, 2017	Bank Manager
Elizabeth Engelhardt	January, 2014	December, 2017	Professor
Denise E. Moore	January, 2006	December, 2017	Marketing Director

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. Kevin A. Bell was appointed interim Superintendent of Trotwood-Madison City Schools in February 2012. Mr. Bell was named Superintendent of Schools effective August 1, 2012. Superintendent Bell holds a B.S. in Education and Master of Education degree conferred by Wright State University in Dayton, OH and has completed post-graduate work at the University of Dayton.

The Treasurer is the chief financial officer of the District, responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets and investing idle funds as specified by Ohio Law. Janice D. Allen was hired as Treasurer/CFO of Trotwood-Madison City School District in November, 2011. Ms. Allen received her B.A. Degree in Mathematics from the University of Cincinnati in Cincinnati, Ohio and her B.S. degree in Electrical Engineering from the University of Dayton. She has completed graduate level course work through Ashland University in Ashland, Ohio.

EMPLOYEE RELATIONS

The District currently has approximately 367 full-time equivalent employees.

The District's teachers and classified employees are represented by the Trotwood-Madison Education Association (TMEA) for collective bargaining purposes. The District has a three year collective bargaining agreement which expires on June 30, 2016. The Board of Education approved a new three year agreement on May 19, 2016 which is effective July 1, 2016 through June 30, 2019.

SERVICES PROVIDED

The District provides a wide variety of educational and support services, as mandated by the Ohio Revised Code or board directives.

Transportation is provided for over 1,414 students each day. The District has a fleet of 29 buses and one van travels over 1,917 miles each day transporting to 12 different sites. The department transported public students on approximately 542 extra-curricular trips during the year.

The food service department served 348,291 plate lunches through the District's 5 kitchens. This is accomplished through the full operation of these facilities. The District currently offers a breakfast program at no cost to students that served 239,176 breakfasts in all 5 schools.

In addition to transportation and school lunch support services, students in the District also receive guidance, psychological, and limited health services free of charge. The guidance services are designed to help students match their natural skills with vocational and/or academic programs to help them achieve their full potential in life. Psychological services include the testing and identification of students for special education programs.

Limited health services are provided by health assistants at each of the 5 school sites under the supervision of a registered nurse. Mental Health services are also provided at each building at no charge.

The District offers regular instructional programs daily to students in grades PreK-12. There are approximately 80 students in the specific trades through vocational education at the Miami Valley Career Technical Center located in Clayton, Ohio. Over 500 students receive special services, due to physical or mental imperatives. The District presented 174 high school diplomas in 2016.

MAJOR CURRENT AND FUTURE INITIATIVES

The following is The Mission Statement of the Board that is the guiding force for all initiatives acted upon by the Board:

The mission of the Trotwood-Madison City School District is to graduate all students prepared to excel in a global society with a commitment to lifelong learning by guaranteeing a challenging curriculum facilitated by innovative and dedicated staff, community participation and state-of-the-art resources in a stimulating atmosphere.

Beliefs

- We believe that learning is a lifelong process.
- We believe that each individual is unique.
- We believe that all people are capable of achieving success.
- We believe that there is strength in diversity.

- We believe that involvement is essential for a community to be successful.

The focus of the District is on student achievement. The District has been working hard to reach out to all students, from high achievers to at-risk to get them more actively engaged in their own learning.

CHALLENGES FOR FISCAL YEAR 2016 AND BEYOND

- Continue to improve proficiency scores
- Increase the graduation rate
- Recruit and retain quality staff
- Provide time and finances for staff development
- Provide a safe learning environment
- Increase individualized help to students
- Align District goals, initiatives and state standards
- Continue to improve the utilization of technology to support learning
- Reclaim students from community, private, and parochial schools
- Prepare students to be college and career ready

RELEVANT FINANCIAL FACTS

Ohio Governor John Kasich, introduced House Bill 59 (HB 59) on February 12, 2013 and signed the bill on June 30, 2013. This legislation included a new funding plan for schools for the 2015 fiscal year. This new formula replaced the “temporary” formula for the 2011 and 2012 fiscal budgets. The District received additional funding on top of a designated base figure in an attempt to give Districts with less property wealth or lower-income the same resources as wealthier Districts. Extra funding was allocated for those students with disabilities. The District received an additional \$525,000 or a 2% increase from the previous year for 2016. This increase in funding allowed the District to expand its academic programming to align instruction and assessment practices to Ohio’s new learning standards, provide additional support services for at risk students and increase personnel to support academic intervention.

House Bill 64 was signed into law by Governor John Kaisch on Tuesday, June 30, 2015. Ohio’s new biennium budget will increase funding for K-12 education in the state by more that \$850 million over two years. The District received a 2% increase in state funding in FY 2016 and projects a 3% increase in FY2017. The simulations show an average increase of 2.25% for two fiscal years. The District continues to monitor both revenue and expenditures to make sure funds are aligned for new instructional and operational initiatives.

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from Generally Accepted Accounting Principles [GAAP] as promulgated by the Governmental Accounting Standards Board [GASB].

INTERNAL ACCOUNTING AND BUDGETARY CONTROL

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: (1) the safeguarding of assets against loss from unauthorized use or disposition, and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

At the beginning of each fiscal year, the Board adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year for all special revenue, debt service and capital project funds. If a temporary appropriation is first adopted, the permanent appropriation measure must be adopted within three months.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board'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. All purchase order requests must be approved by the individual program managers and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors.

The accounting system used by the District provided 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 program manager is furnished monthly reports showing the status of the budget accounts for which he or she is responsible. Each program manager may request additional financial reports during the month when necessary.

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

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

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. The Ohio Auditor of State performed the audit for the fiscal year ended June 30, 2016. The auditor's unmodified opinion rendered on the District's basic financial statements is included in the financial section of this Comprehensive Annual Financial Report.

AWARDS

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada [GFOA] awarded a Certificate of Achievement to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2015. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

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 contents conform to program standards. Such reports must satisfy both Generally Accepted Accounting Principles (GAAP) 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 the GFOA.

ASBO Certificate

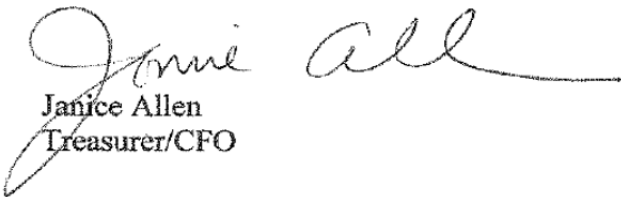
The Association of School Business Officials International [ASBO] awards a Certificate of Excellence in Financial Reporting to school Districts that publish Comprehensive Annual Financial Reports which substantially conform to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. The award is granted only after an intensive review of the financial report by all expert panels of certified public accountants and practicing school business officials.

The District received the Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2015. The District believes that the Comprehensive Annual Financial Report for fiscal year June 30, 2016, which will be submitted to ASBO for review, will conform to ASBO's principles and standards.

ACKNOWLEDGEMENTS

The preparation of the 2016 Comprehensive Annual Financial Report of the Trotwood-Madison City School District was made possible by the combined efforts of the District's Treasurer's Department and Plattenburg and Associates, Inc. The publication of this Comprehensive Annual Financial Report for the District is a major step in reinforcing the accountability of the District to the taxpayers of the community.

Respectfully submitted,


Janice Allen
Treasurer/CFO

TROTWOOD-MADISON CITY SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2016

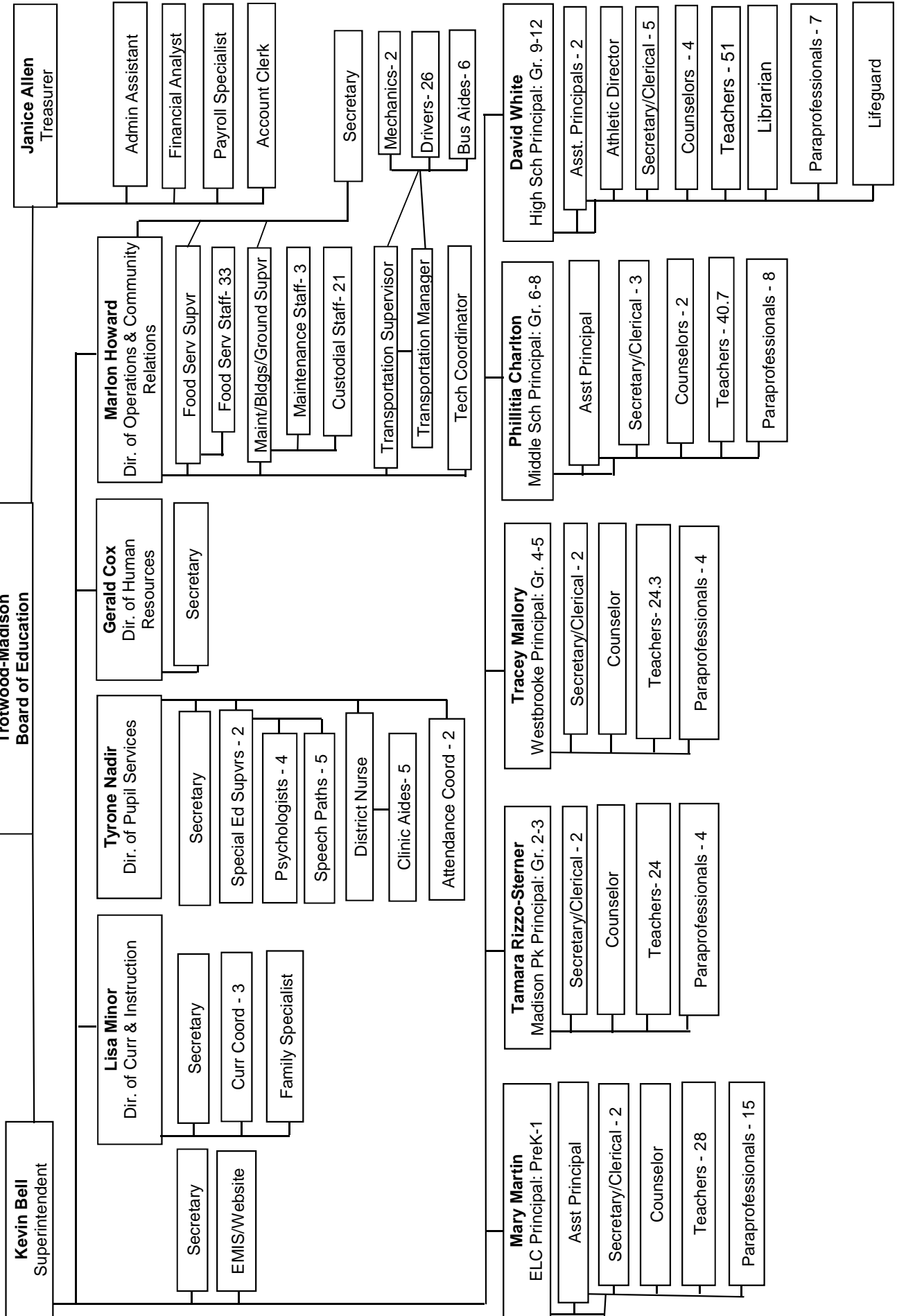
BOARD OF EDUCATION

President..... Mrs. Adrienne Heard
Vice President..... Mrs. Deborah Daniel
Board Member..... Mrs. Elizabeth Engelhardt
Board Member..... Mrs. Vanessa Jeter-Freeman
Board Member..... Mrs. Denise Moore

ADMINISTRATIVE OFFICIALS

Superintendent..... Mr. Kevin A. Bell
Treasurer..... Ms. Janice D. Allen
Director of Operations and Community Relations..... Mr. Marlon Howard
Director of Personnel Services..... Ms. Mary Martin
Director of Pupil Services..... Mr. Tyrone Nadir
Director of Curriculum, Instruction and Special Education..... Ms. Lisa Minor

Organizational Chart for Trotwood-Madison City Schools 2015-16





Government Finance Officers Association

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

Presented to

**Trotwood-Madison City School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Trotwood-Madison City School District, Ohio

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2015.**

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



Brenda Burkett

Brenda R. Burkett, CPA, CSBA, SFO
President

John D. Musso

John D. Musso, CAE, RSBA
Executive Director

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FINANCIAL SECTION



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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Trotwood-Madison City School District
Montgomery County
3594 North Snyder Road
Trotwood, Ohio 45426

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 Trotwood-Madison City School District, Montgomery County, Ohio (the District), as of and for the year ended June 30, 2016, 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 Trotwood-Madison City School District, Montgomery County, Ohio, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require 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.

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 20, 2016, 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 initial "D".

Dave Yost
Auditor of State
Columbus, Ohio

December 20, 2016

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

The management's discussion and analysis of Trotwood-Madison City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2016. 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, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2016 are as follows:

- Net position of governmental activities decreased \$317,775.
- General revenues accounted for \$32,047,379 in revenue or 73.0% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$11,647,317 or 27% of total revenues of \$43,694,696.
- The District had \$44,012,471 in expenses related to governmental activities; \$11,647,317 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$32,047,379 were also used to provide for these programs.

Overview of the Financial Statements

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand 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 the *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. The General and Debt Service funds are the major funds of the District.

Government-wide Financial Statements

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 2016?" The Government-wide Financial Statements answer this question. These statements include *all assets, deferred outflows of resources, liabilities and deferred inflows of resources* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

These two statements report the District's *net position* and changes in those assets. This change in net position is important because it tells the reader that, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Government-wide Financial Statements, the overall financial position of the District is presented in the following manner:

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

Fund Financial Statements

The analysis of the District's major funds is presented in the Fund Financial Statements (see Table of Contents). 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.

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 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 financial statements.

Proprietary Funds The District maintains one proprietary internal service fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District's internal service fund accounts for dental insurance of the District's dental benefits.

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

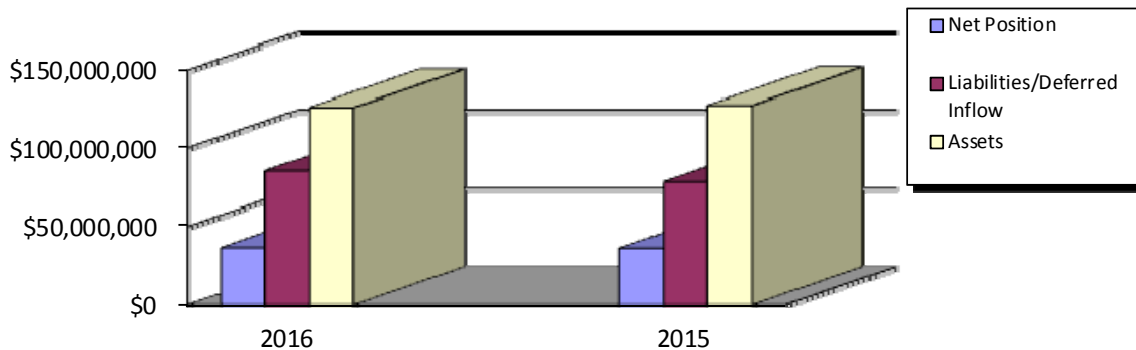
The District as a Whole

As stated previously, the Statement of Net Position looks at the District as a whole. Table 1 provides a summary of the District's net position for 2016 compared to 2015:

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

Table 1
Net Position

	Governmental Activities	
	2016	2015
Assets:		
Current and Other Assets	\$46,977,983	\$45,890,923
Capital Assets	78,993,531	81,643,209
Total Assets	125,971,514	127,534,132
Deferred Outflows of Resources:		
Deferred Charge on Refunding Pension	536,519	0
	6,882,272	2,615,001
Total Deferred Outflows of Resources	7,418,791	2,615,001
Liabilities:		
Other Liabilities	2,889,451	2,783,417
Long-Term Liabilities	83,196,957	76,148,999
Total Liabilities	86,086,408	78,932,416
Deferred Inflows of Resources:		
Property Taxes	9,039,271	9,175,442
Revenue in Lieu of Taxes	80,000	75,000
Pension	2,606,188	6,070,062
Total Deferred Inflows of Resources	11,725,459	15,320,504
Net Position:		
Net Investment in Capital Assets	39,819,796	41,736,326
Restricted	4,840,315	4,776,545
Unrestricted	(9,081,673)	(10,616,658)
Total Net Position	\$35,578,438	\$35,896,213



Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2016, the District's assets exceeded liabilities by \$35,578,438.

At year-end, capital assets represented 63% of total assets. Capital assets include land, buildings and improvements, and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2016, were \$39,819,796. 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.

A portion of the District's net position, \$4,840,315 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Current and Other Assets increased mainly due to an increase in bank balance and investment balance in fiscal year 2016 as compared to fiscal year 2015. Capital Assets decreased due to depreciation expense being greater than current year additions. Long-term liabilities increased mainly due to an increase in the Net Pension Liability.

Table 2 shows the changes in net position for fiscal years 2016 and 2015.

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Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

Table 2
Changes in Net Position

	Governmental Activities	
	2016	2015
Revenues:		
Program Revenues		
Charges for Services	\$537,054	\$507,138
Operating Grants, Contributions	11,110,263	10,871,624
General Revenues:		
Property Taxes	10,061,979	9,779,095
Grants and Entitlements	21,147,382	21,016,104
Other	838,018	1,052,912
Total Revenues	<u>43,694,696</u>	<u>43,226,873</u>
Program Expenses:		
Instruction	20,407,914	19,726,390
Support Services:		
Pupil and Instructional Staff	2,975,926	2,675,759
School Administrative, General Administration, Fiscal and Business Operations and Maintenance	4,278,493	3,719,305
Pupil Transportation	2,922,809	2,523,390
Central	2,064,428	2,193,250
Operation of Non-Instructional Services	880,354	702,626
Extracurricular Activities	7,966,503	6,656,448
Interest and Fiscal Charges	632,674	593,149
Issuance Costs	1,690,248	1,853,501
Total Program Expenses	<u>44,012,471</u>	<u>40,643,818</u>
Change in Net Position	(317,775)	2,583,055
Net Position - Beginning of Year	<u>35,896,213</u>	<u>33,313,158</u>
Net Position - End of Year	<u>\$35,578,438</u>	<u>\$35,896,213</u>

The District revenues are mainly from three sources. Property taxes levied for general, special revenue, debt service and capital projects purposes, grants and entitlements and operating grants and contributions comprised most of the District's revenues for governmental activities.

The decrease in net position can be attributed to the increase in expenses. Total expenses increased due to increases in personnel costs and support services.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is

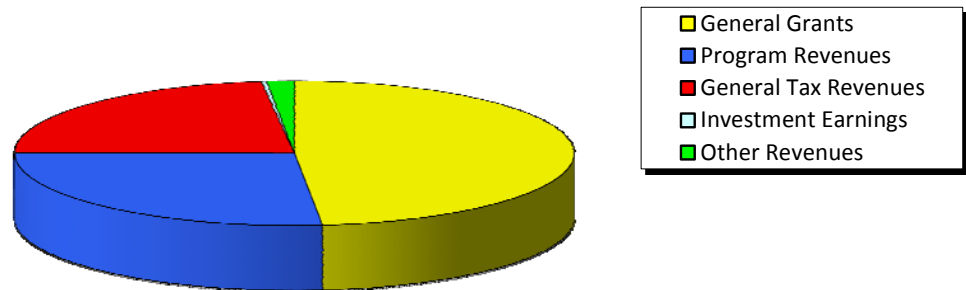
Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Thus Ohio districts do not receive additional property tax revenue from increases in appraisal values and must regularly return to the voters to maintain a constant level of service. Property taxes made up 23% of revenue for governmental activities for the District in fiscal year 2016.

Governmental Activities
Revenue Sources

Revenue Sources	2016	Percent of Total
General Grants	\$21,147,382	48.4%
Program Revenues	11,647,317	26.7%
General Tax Revenues	10,061,979	23.0%
Investment Earnings	144,538	0.3%
Other Revenues	693,480	1.6%
Total Revenue Sources	\$43,694,696	100.0%



Instruction comprises 46.4% of governmental program expenses. Support services expenses were 29.8% of governmental program expenses. All other expenses and interest expense was 23.8%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Governmental Activities

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

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Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2016	2015	2016	2015
Instruction	\$20,407,914	\$19,726,390	(\$12,406,289)	(\$11,899,916)
Support Services:				
Pupil and Instructional Staff	2,975,926	2,675,759	(2,212,271)	(1,938,702)
School Administrative, General				
Administration, Fiscal and Business	4,278,493	3,719,305	(4,135,785)	(3,565,267)
Operations and Maintenance	2,922,809	2,523,390	(2,751,117)	(2,346,247)
Pupil Transportation	2,064,428	2,193,250	(1,906,788)	(2,014,471)
Central	880,354	702,626	(869,604)	(702,626)
Operation of Non-Instructional Services	7,966,503	6,656,448	(5,610,988)	(4,390,662)
Extracurricular Activities	632,674	593,149	(588,942)	(553,664)
Interest and Fiscal Charges	1,690,248	1,853,501	(1,690,248)	(1,853,501)
Issuance Costs	193,122	0	(193,122)	0
Total Expenses	<u>\$44,012,471</u>	<u>\$40,643,818</u>	<u>(\$32,365,154)</u>	<u>(\$29,265,056)</u>

The District's Funds

The District has two major governmental funds: the General Fund and Debt Service Fund. Assets of these funds comprise \$44,459,746 (94%) of the total \$47,224,105 governmental funds assets.

General Fund: Fund balance at June 30, 2016 was \$27,586,432. The primary reason for the increase in fund balance was due to an increase in cash and investments.

Debt Service Fund: Fund balance at June 30, 2016 was \$2,550,311. Fund balance remained relatively consistent in 2016 when compared to 2015.

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.

For the General Fund, final budget basis revenue was \$35,161,580. The original budget estimate was \$36,552,081. The difference was \$1,390,501. Of this difference, most was due to overestimation of taxes and intergovernmental revenues. Actual instruction expenses were lower than the final budgeted amount due to overestimates of these expenses for the year.

The District's ending unobligated cash balance was \$28,551,193.

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Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

Capital Assets and Debt Administration

Capital Assets

At fiscal year end, the District had \$78,993,531 invested in land, buildings and improvements and equipment net of accumulated depreciation. Table 4 shows fiscal year 2016 balances compared to fiscal year 2015:

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

	Governmental Activities	
	2016	2015
Land	\$1,385,870	\$1,385,870
Construction in Progress	0	271,275
Buildings and Improvements	75,918,643	78,020,972
Equipment	1,689,018	1,965,092
Total Net Capital Assets	<u>\$78,993,531</u>	<u>\$81,643,209</u>

The decrease in capital assets is due to depreciation exceeding capital asset additions for 2016.

See Note 6 in the Notes to the Basic Financial Statements for further details on the District's capital assets.

Debt

At June 30, 2016, the District had \$40,472,045 in debt outstanding, \$795,492 due within one year. Table 5 summarizes debt outstanding.

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Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

Table 5
Outstanding Debt at Year End

	Governmental Activities	
	2016	2015
2007 Refunding Bonds:		
Current Interest Bonds	\$28,605,000	\$28,605,000
Capital Appreciation Bonds	369,817	803,005
Accretion of Interest	761,791	1,382,018
Premium	562,122	599,596
2014 HB264 Energy Improvement Loans	1,437,464	1,451,740
Capital Leases:		
2008 Classroom Facilities Project Lease - COP	560,000	8,275,000
2008 Classroom Facilities Project Lease - Premium	0	66,130
2011 Turf Improvements Lease	0	106,412
2016 Classroom Facilities Project Lease - Refunding	7,670,000	
2016 Classroom Facilities Project Lease - Premium	505,851	
Total Long-Term Bonds and Capital Leases	<u>\$40,472,045</u>	<u>\$41,288,901</u>

See notes 7-8 in the Notes to the Basic Financial Statements for further details on the District's long-term obligations.

For the Future

House Bill 64 was signed into law by Governor John Kasich on Tuesday, June 30, 2015. Ohio's new biennium budget increased funding for K-12 education in the state by more than \$850 million over two years. The District's state funding increased in FY 2016 and is projected to see an increase in FY 2017. The District continues to monitor both revenue and expenditures to make sure there are future funds for new initiatives proposed for instructional and operational programs.

Awards

The District has committed itself to financial excellence in reporting every year. The District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1999, the Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Reporting since 1999 and in the past, has received the GFOA Budget Award.

The District is committed to its core mission and beliefs as they relate to students. We will continue to find innovative ways to increase revenue and reduce expenditures in order to meet the financial challenges of the future. With careful planning and monitoring of the District's finances, the District's administration is confident that the District can continue to provide a quality education for our students and provide them a secure financial future.

Trotwood-Madison City School District, Ohio
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
(Unaudited)

Contacting the District's Financial Management

This financial report is designed to provide our citizens, 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 the Treasurer at Trotwood-Madison City Schools, 3594 N. Snyder Road, Trotwood, Ohio 45426.

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Trotwood-Madison City School District, Ohio
Statement of Net Position
June 30, 2016

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$33,076,650
Restricted Cash and Investments	81,076
Receivables:	
Taxes	13,211,732
Accounts	2,318
Intergovernmental	519,453
Prepays	78,043
Inventory	8,711
Nondepreciable Capital Assets	1,385,870
Depreciable Capital Assets, Net	<u>77,607,661</u>
 Total Assets	 <u>125,971,514</u>
 Deferred Outflows of Resources:	
Deferred Charge on Refunding Pension	536,519
	<u>6,882,272</u>
 Total Deferred Outflows of Resources	 <u>7,418,791</u>
 Liabilities:	
Accounts Payable	555,110
Accrued Wages and Benefits	2,209,713
Accrued Interest Payable	124,628
Long-Term Liabilities:	
Due Within One Year	1,018,633
Due In More Than One Year	
Net Pension Liability	41,717,063
Other Amounts	<u>40,461,261</u>
 Total Liabilities	 <u>86,086,408</u>
 Deferred Inflows of Resources:	
Property Taxes	9,039,271
Revenue in Lieu of Taxes	80,000
Pension	<u>2,606,188</u>
 Total Deferred Inflows of Resources	 <u>11,725,459</u>
 Net Position:	
Net Investment in Capital Assets	39,819,796
Restricted for:	
Debt Service	3,117,646
Capital Projects	657,333
Classroom Facilities Maintenance	924,565
Federal Grants	15,441
Other Purposes	125,330
Unrestricted	<u>(9,081,673)</u>
 Total Net Position	 <u>\$35,578,438</u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2016

	Expenses	Program Revenues		Net (Expense) Revenue
		Charges for Services and Sales	Operating Grants and Contributions	and Changes in Net Position Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$14,500,175	\$167,580	\$3,124,507	(\$11,208,088)
Special	4,818,098	134,334	3,312,534	(1,371,230)
Vocational	214	0	55,406	55,192
Other	1,089,427	10,761	1,196,503	117,837
Support Services:				
Pupil	2,084,690	4	27,119	(2,057,567)
Instructional Staff	891,236	0	736,532	(154,704)
General Administration	173,576	88,455	0	(85,121)
School Administration	2,738,380	0	53,437	(2,684,943)
Fiscal	992,319	0	816	(991,503)
Business	374,218	0	0	(374,218)
Operations and Maintenance	2,922,809	26,746	144,946	(2,751,117)
Pupil Transportation	2,064,428	24,100	133,540	(1,906,788)
Central	880,354	0	10,750	(869,604)
Operation of Non-Instructional Services	7,966,503	41,342	2,314,173	(5,610,988)
Extracurricular Activities	632,674	43,732	0	(588,942)
Interest and Fiscal Charges	1,690,248	0	0	(1,690,248)
Issuance Costs	193,122	0	0	(193,122)
Total Governmental Activities	44,012,471	537,054	11,110,263	(32,365,154)

General Revenues:

Property Taxes Levied for:

General Purposes	7,675,020
Special Revenue Purposes	91,223
Debt Service Purposes	1,837,793
Capital Projects Purposes	457,943
Grants and Entitlements, Not Restricted	21,147,382
Revenue in Lieu of Taxes	81,415
Investment Earnings	144,538
Other Revenues	612,065

Total General Revenues 32,047,379

Change in Net Position (317,775)

Net Position - Beginning of Year 35,896,213

Net Position - End of Year \$35,578,438

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2016

	General	Debt Service	Total Other (Nonmajor) Governmental Funds	Total Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$29,063,133	\$2,440,597	\$1,572,920	\$33,076,650
Restricted Cash and Investments	81,076	0	0	81,076
Receivables:				
Taxes	10,033,415	2,449,145	729,172	13,211,732
Accounts	2,318	0	0	2,318
Intergovernmental	80,000	0	439,453	519,453
Interfund	246,122	0	0	246,122
Prepays	63,940	0	14,103	78,043
Inventory	0	0	8,711	8,711
Total Assets	39,570,004	4,889,742	2,764,359	47,224,105
Liabilities:				
Accounts Payable	518,158	0	36,952	555,110
Accrued Wages and Benefits	1,792,117	0	417,596	2,209,713
Compensated Absences	21,454	0	16,331	37,785
Interfund Payable	0	0	246,122	246,122
Total Liabilities	2,331,729	0	717,001	3,048,730
Deferred Inflows of Resources:				
Property Taxes	6,869,661	1,671,857	497,753	9,039,271
Property Taxes - Unavailable	2,702,182	667,574	198,754	3,568,510
Grants and Other Taxes	0	0	106,721	106,721
Revenue in Lieu of Taxes	80,000	0	0	80,000
Total Deferred Inflows of Resources	9,651,843	2,339,431	803,228	12,794,502
Fund Balances:				
Nonspendable	63,940	0	14,103	78,043
Restricted	0	2,550,311	1,538,066	4,088,377
Assigned	39,185	0	0	39,185
Unassigned	27,483,307	0	(308,039)	27,175,268
Total Fund Balances	27,586,432	2,550,311	1,244,130	31,380,873
Total Liabilities, Deferred Inflows and Fund Balances	\$39,570,004	\$4,889,742	\$2,764,359	\$47,224,105

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Position of Governmental Activities
 June 30, 2016

Total Governmental Fund Balance		\$31,380,873
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets used in the operation of Governmental Funds		78,993,531
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		
Delinquent Property Taxes	\$3,568,510	
Intergovernmental	<u>106,721</u>	
		3,675,231
In the statement of net position interest payable is accrued when incurred; whereas, in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		
		(124,628)
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds.		
Compensated Absences		(970,064)
Deferred charge on refunding associated with long-term liabilities that are not reported in the funds.		
		536,519
Deferred outflows and inflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.		
Deferred outflows of resources related to pensions	\$6,882,272	
Deferred inflows of resources related to pensions	<u>(2,606,188)</u>	
		4,276,084
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Net Pension Liability	(\$41,717,063)	
Other Amounts	<u>(40,472,045)</u>	
		<u>(82,189,108)</u>
Net Position of Governmental Activities		<u>\$35,578,438</u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2016

	General	Debt Service	Total Other (Nonmajor) Governmental Funds	Total Governmental Funds
Revenues:				
Property and Other Taxes	\$7,565,667	\$1,783,707	\$542,563	\$9,891,937
Tuition and Fees	336,775	0	0	336,775
Investment Earnings	135,258	0	9,280	144,538
Intergovernmental	26,711,162	428,380	5,151,687	32,291,229
Extracurricular Activities	17,385	0	114,802	132,187
Charges for Services	9,916	0	41,346	51,262
Revenue in Lieu of Taxes	81,415	0	0	81,415
Other Revenues	626,745	0	2,151	628,896
Total Revenues	35,484,323	2,212,087	5,861,829	43,558,239
Expenditures:				
Current:				
Instruction:				
Regular	10,516,590	0	1,009,699	11,526,289
Special	4,113,880	0	620,394	4,734,274
Other	387,482	0	688,583	1,076,065
Support Services:				
Pupil	2,059,033	0	25,189	2,084,222
Instructional Staff	523,477	0	332,166	855,643
General Administration	47,023	0	125,945	172,968
School Administration	2,516,125	0	53,418	2,569,543
Fiscal	886,841	33,466	10,154	930,461
Business	367,099	0	0	367,099
Operations and Maintenance	2,493,115	0	300,209	2,793,324
Pupil Transportation	1,969,928	0	10,000	1,979,928
Central	828,416	0	30,875	859,291
Operation of Non-Instructional Services	5,591,668	0	2,309,309	7,900,977
Extracurricular Activities	532,898	0	37,744	570,642
Capital Outlay	108,139	0	760,481	868,620
Debt Service:				
Principal Retirement	211,299	433,188	265,000	909,487
Interest and Fiscal Charges	14,124	2,061,143	330,007	2,405,274
Issuance Costs	3,790	0	189,332	193,122
Total Expenditures	33,170,927	2,527,797	7,098,505	42,797,229
Excess of Revenues Over (Under) Expenditures	2,313,396	(315,710)	(1,236,676)	761,010
Other Financing Sources (Uses):				
Issuance of Long-Term Capital-Related Debt	0	0	90,611	90,611
Refunding Debt Issued	0	0	7,670,000	7,670,000
Premium on Refunding Debt Issued	0	0	505,851	505,851
Payment to Refunded Bond Escrow Agent	0	0	(7,986,519)	(7,986,519)
Transfers In	512,492	250,000	1,199,753	1,962,245
Transfers (Out)	(1,441,104)	0	(8,649)	(1,449,753)
Total Other Financing Sources (Uses)	(928,612)	250,000	1,471,047	792,435
Net Change in Fund Balance	1,384,784	(65,710)	234,371	1,553,445
Fund Balance - Beginning of Year	26,201,648	2,616,021	1,009,759	29,827,428
Fund Balance - End of Year	\$27,586,432	\$2,550,311	\$1,244,130	\$31,380,873

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended June 30, 2016

Net Change in Fund Balance - Total Governmental Funds		\$1,553,445
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital asset additions as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of the difference between capital asset additions and depreciation in the current period.		
Capital assets used in governmental activities	\$638,098	
Depreciation Expense	<u>(2,874,756)</u>	(2,236,658)
Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. The amount of the proceeds must be removed and the gain or loss on the disposal of capital assets must be recognized. This is the amount of the difference between the proceeds and the gain or loss.		
		(413,020)
Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.		
District pension contributions	\$2,607,190	
Cost of benefits earned net of employee contributions	<u>(2,813,217)</u>	(206,027)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Delinquent Property Taxes	\$170,039	
Intergovernmental	<u>(33,582)</u>	136,457
In the statement of activities, certain costs and proceeds associated with long-term debt obligations issued during the year are accrued and amortized over the life of the debt obligation. In governmental funds these costs and proceeds are recognized as financing sources and uses.		
Deferred Amount on Refunding	536,519	
Premium on Bonds Issued	(505,851)	
Refunding Bonds	(7,670,000)	
Bonds Refunded	<u>7,450,000</u>	(189,332)
Repayment of bond and lease principal and accretion is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
		1,726,299
In the statement of activities interest expense is accrued when incurred; whereas, in governmental funds an interest expenditure is reported when due.		
		(8,805)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Compensated Absences	(\$165,166)	
Amortization of Bond Premium	103,604	
Bond Accretion	<u>(196,585)</u>	(258,147)
The internal service fund used by management to charge back costs to individual funds is not reported in the entity-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.		
Change in Net Position - Internal Service Funds		(331,376)
Proceeds from debt issues are an other financing source in the funds, but a debt issue increases long-term liabilities in the statement of net position.		
		<u>(90,611)</u>
Change in Net Position of Governmental Activities		<u><u>(\$317,775)</u></u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Net Position
Proprietary Fund
June 30, 2016

	<u>Governmental Activities- Internal Service Fund</u>
Current Assets:	
Equity in Pooled Cash and Investments	<u>\$0</u>
Total Current Assets	<u>0</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	<u>0</u>
Total Current Liabilities	<u>0</u>
Net Position:	
Unrestricted	<u>0</u>
Total Net Position	<u>\$0</u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Revenues, Expenses
and Changes in Fund Net Position
Proprietary Fund
For the Fiscal Year Ended June 30, 2016

	<u>Governmental Activities- Internal Service Fund</u>
Operating Revenues:	
Other Revenues	<u>\$181,116</u>
Total Operating Revenues	<u>181,116</u>
Operating Expenses:	
Personal Services	<u>0</u>
Total Operating Expenses	<u>0</u>
Operating Income (Loss)	<u>181,116</u>
Transfers (Out)	<u>(512,492)</u>
Change in Net Position	<u>(331,376)</u>
Net Position - Beginning of Year	<u>331,376</u>
Net Position - End of Year	<u>\$0</u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2016

	<u>Governmental Activities- Internal Service Fund</u>
Cash Flows from Operating Activities:	
Receipts from Interfund Services Provided	<u>\$181,116</u>
Net Cash Provided (Used) by Operating Activities	<u>181,116</u>
Cash Flows from Noncapital Financing Activities:	
Payments to Other Funds	<u>(512,492)</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(512,492)</u>
Net Increase (Decrease) in Cash and Cash Equivalent	(331,376)
Cash and Cash Equivalents - Beginning of Year	<u>331,376</u>
Cash and Cash Equivalents - End of Year	<u><u>0</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	<u>181,116</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$181,116</u></u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2016

	Private Purpose Trust	Agency
	<u> </u>	<u> </u>
Assets:		
Equity in Pooled Cash and Investments	\$42,464	\$15,173
Total Assets	<u>42,464</u>	<u>15,173</u>
Liabilities:		
Accounts Payable	750	0
Other Liabilities	<u>0</u>	<u>15,173</u>
Total Liabilities	<u>750</u>	<u>\$15,173</u>
Net Position:		
Held in Trust	<u>41,714</u>	
Total Net Position	<u>\$41,714</u>	

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Fiscal Year Ended June 30, 2016

	Private Purpose Trust
Additions:	
Investment Earnings	\$127
Other	1,500
Total Additions	<u>1,627</u>
Deductions:	
Scholarships	<u>2,500</u>
Total Deductions	<u>2,500</u>
Change in Net Position	(873)
Net Position - Beginning of Year	<u>42,587</u>
Net Position - End of Year	<u><u>\$41,714</u></u>

See accompanying notes to the basic financial statements.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Note 1 - Description of the District

The Trotwood-Madison City School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The Trotwood-Madison City School District is a city school district as defined by Section 3311.02, Revised Code. The District operates under an elected Board of Education (5 members) and is responsible for the provision of public education to residents of the District.

The District serves an area of approximately 29 square miles. It is located in Montgomery County and includes all of the former Madison Township and the City of Trotwood. The District is the 139th largest in the State of Ohio (among 611 school districts) in terms of enrollment. It is staffed by 163 classified employees, 177 certified teaching personnel, and 27 administrative employees who provide services to 2,558 students and other community members. The District currently operates five instructional/support buildings.

Management believes the financial statements included in this report represent all of the funds of the District for which the Board of Education has fiscal responsibility.

Note 2 - Summary of Significant Accounting Policies

Reporting Entity

In accordance with Governmental Accounting Standards Board [GASB] Statement 14, 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 financial reporting entity consists of a primary government. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

There are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing body is financially accountable. The District's major operations include education, pupil transportation, food service, and maintenance of District facilities.

The District is associated with four organizations, which are defined as jointly governed organizations. These organizations are presented in Note 14.

The 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.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Measurement Focus

Government-wide Financial Statements

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

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. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The District has no business-type activities so the statements only report governmental activities of the District. The statement of net position presents the financial condition of the governmental activities of the District at year-end.

The government-wide 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. Fiduciary Funds are not included in entity-wide statements.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The District's internal service fund is presented on the face of the proprietary fund statements. 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, deferred outflows of resources, current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

Private purpose trust funds are reported using the economic resources measurement focus.

Fund Accounting

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental, proprietary and fiduciary.

Governmental Funds

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

General Fund - The general fund is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available 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 accumulation of resources for the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment.

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 Fund

Proprietary fund reporting focuses on the determination of operating income changes in net position, financial position and cash flows. Proprietary funds are classified as enterprise or

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internal service. The District has no enterprise funds. The following is a description of the District's internal service fund:

Internal Service Fund – This fund is used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost reimbursement basis. The District maintains the Internal Service Fund to account for the financing of employee health and dental benefits purchased through a group purchasing pool on a cost reimbursement basis.

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. Private purpose 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 custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's only trust fund is a private purpose trust which accounts for scholarship programs for students. The District's Agency fund is a student managed activity fund which accounts for assets and liabilities generated by student managed activities.

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. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the actual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, 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, included property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the

Trotwood-Madison City School District, Ohio
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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 year end: property taxes available for advance, revenue in lieu of taxes, grants and interest.

Deferred Outflows/Inflows of Resources

In addition to assets, the government-wide statement of net position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then.

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, grants, revenue in lieu of taxes, and pension. Property taxes and revenue in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 2016, but which were levied to finance year 2017 operations. These amounts have been recorded as deferred inflows 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. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. See Note 9 for deferred inflows of resources 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, expenditures are recognized at the time they are incurred. The entitlement value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as intergovernmental revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Equity in Pooled Cash and Investments

Cash received by the District is pooled for investment purposes. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the financial statements.

Trotwood-Madison City School District, Ohio
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For the Fiscal Year Ended June 30, 2016

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements are reported at cost.

The District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2016. 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 Rule2A7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2016. The District also has invested in Money Markets.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during the current fiscal year amounted to \$135,258 credited to the general fund and \$9,280 credited to other governmental funds.

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

Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories are accounted for using the purchase method on the fund level statements and using the consumption method on the government-wide statements.

On the fund financial statements, reported material and supplies inventory is equally offset by a fund balance nonspendable 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.

Capital Assets

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 two thousand five hundred dollars (\$2,500). 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 are depreciated, except land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is allocated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	20-40 years
Equipment	5-20 years

Trotwood-Madison City School District, Ohio
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For the Fiscal Year Ended June 30, 2016

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.

Compensated Absences

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time, when earned, for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting payment method. The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, a liability is recorded only for the portion of unpaid compensated absences that have matured, for example, as a result of employee resignations and retirements.

The District's policies regarding compensated absences are determined by the state laws and/or negotiated agreements. In summary, the policies are as follows:

<u>Vacation</u>	<u>Certificated</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How earned	not eligible	20-25 days	10-20 days for each service year depending on length of service
Maximum accumulation	not applicable	30 days unless special permission granted	30-60 days
Vested	not applicable	as earned	as earned
Termination entitlement	not applicable	30 days maximum	paid upon termination
 <u>Sick Leave</u>	 <u>Certificated</u>	 <u>Administrators</u>	 <u>Non-Certificated</u>
How earned	1 ¼ days per month of employment (15 days per year)	1 ¼ days per month of employment (15 days per year)	1 ¼ days per month of employment (15 days per year)
Maximum accumulation	350 days	350 days	350 days

Trotwood-Madison City School District, Ohio
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Vested	as earned	as earned	as earned
Termination entitlement	per contract	per contract	per contract

These amounts are recorded in the account “compensated absences” in the fund from which the employees who have accumulated unpaid leave are paid primarily from the General Fund.

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 the current year. Bonds are recognized as a liability on the fund financial statements when due.

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their 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 when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Of the \$4,840,315 in restricted net position, none were restricted by enabling legislation.

Operating Revenues and Expenses

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

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.

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

As a general rule, the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities. The interfund services provided and used are not eliminated in the process of consolidation.

Fund Balance

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The following categories are used:

Nonspendable – resources that are not in spendable form (inventory) or have legal or contractual requirements to maintain the balance intact.

Restricted – resources that have external purpose restraints imposed on them by providers, such as creditors, grantors, or other regulators.

Committed – resources that are constrained for specific purposes that are internally imposed by the government at its highest level of decision making authority, the Board of Education. Formal action (a resolution) by the Board of Education is needed to establish, modify or rescind these resources.

Assigned – resources that are intended to be used for specific purposes as approved through the District's formal purchasing procedure by the Treasurer.

Unassigned – residual fund balance within the General Fund that is not restricted, committed, or assigned. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from incurred expenses for specific purposes exceeding amounts which had been restricted, committed or assigned for said purposes.

The District considers committed, assigned, and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

Restricted Resources

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

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.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2016, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year which services are consumed.

Note 3 - Equity in Pooled Cash 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 statement of net position and balance sheet as "Equity in Pooled Cash and Investments."

State statute requires the classification of monies held by the District into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the District. Such monies must by law be maintained either as cash in the District treasury, in depository accounts payable or withdrawable on demand.

Inactive Monies – Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies – 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. Ohio law permits interim monies to be invested or deposited in the following securities:

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including passbook accounts.
- (5) Bonds and other obligations of the State of Ohio.
- (6) The Ohio State Treasurer's investment pool (STAR Ohio).

Trotwood-Madison City School District, Ohio
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For the Fiscal Year Ended June 30, 2016

- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.
- (8) Under limited circumstances, corporate debt interests in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" and amended by GASB Statement 40, "Deposit and Investment Risk Disclosures".

Deposits

Based on the criteria described in GASB Statement No. 40, "Deposit and Investment Risk Disclosures", as of June 30, 2016, \$4,437,914 of the District's bank balance of \$9,782,012 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name. The carrying amount of deposits was \$9,564,320.

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.

Investments

As of June 30, 2016, the District had the following investments:

Trotwood-Madison City School District, Ohio
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For the Fiscal Year Ended June 30, 2016

Investment Type	Fair Value	Weighted Average Maturity (Years)
Federal Home Loan Mortgage	\$1,102,584	3.10
Negotiable CDs	3,673,252	1.41
Federal National Mortgage Association	2,053,776	2.29
Money Market Funds	1,990,342	0.00
STAR Ohio	14,831,093	0.13
Total Fair Value	\$23,651,047	
Portfolio Weighted Average Maturity		0.64

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The above table identifies the District's recurring fair value measurements as of June 30, 2016. STAR Ohio is reported at its share price. All other investments of the District are valued using quoted market prices.

Interest Rate Risk - In accordance with the investment policy, the District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio.

Credit Risk – It is the District's policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings issued by nationally recognized statistical rating organizations. The District's investments in Federal Home Loan Mortgage and Federal National Mortgage Association were rated AA+ by Standard & Poor's and Fitch Ratings and Aaa by Moody's Investors Service. Investments in STAROhio were rated AAAM by Standard & Poor's. Money Market Funds and Negotiable CD's were not rated.

Concentration of Credit Risk – The District's investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested 5% in Federal Home Loan Mortgage, 15% in Negotiable CD's, 9% in Federal National Mortgage Association, 8% in Money Market Funds and 63% in STAROhio.

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. All of the District's securities are either insured and registered in the name of the District or at least registered in the name of the District. The District does not have a policy that addresses custodial credit risk.

Note 4 - Property Taxes

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years.

Trotwood-Madison City School District, Ohio
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Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. The District receives property taxes from Montgomery 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, 2016, are available to finance fiscal year 2017 operations. The amount available for advance can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, and public utility taxes that became measurable as of June 30, 2016. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred inflows for that portion not intended to finance current year operations. The amounts available for advance that are recognized as revenue, as of June 30, 2016, were \$461,572 in the General Fund, \$109,714 in the Debt Service Fund and \$32,665 in Other Governmental Funds.

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

The assessed values upon which the fiscal year 2016 taxes were collected are:

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$201,890,040
Public Utility	<u>10,842,670</u>
Total	<u><u>\$212,732,710</u></u>

Note 5 – Receivables

Receivables at June 30, 2016, consisted of taxes, accounts, intergovernmental grants, and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. A summary of the principal items of intergovernmental receivables follows:

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Trotwood-Madison City School District, Ohio
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Governmental Activities	Amount
General Fund	\$80,000
Early Childhood Education	48,484
Miscellaneous State Grants	2,885
Title VI-B	45,769
Title I-A	14,993
Title I	282,613
IDEA-ESCE	1,076
Title II-A	25,428
Miscellaneous Federal Grants	18,205
	<hr/>
Total Intergovernmental Receivable	<u>\$519,453</u>

Note 6 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2016, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$1,385,870	\$0	\$0	\$1,385,870
Construction in Progress	271,275	0	271,275	0
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	98,878,291	519,667	10,184	99,387,774
Equipment	3,569,999	389,706	414,498	3,545,207
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Totals at Historical Cost	104,105,435	909,373	695,957	104,318,851
	<hr/>	<hr/>	<hr/>	<hr/>
Less Accumulated Depreciation:				
Buildings and Improvements	20,857,319	2,611,812	0	23,469,131
Equipment	1,604,907	262,944	11,662	1,856,189
	<hr/>	<hr/>	<hr/>	<hr/>
Total Accumulated Depreciation	22,462,226	2,874,756	11,662	25,325,320
	<hr/>	<hr/>	<hr/>	<hr/>
Governmental Activities Capital Assets, Net	<u>\$81,643,209</u>	<u>(\$1,965,383)</u>	<u>\$684,295</u>	<u>\$78,993,531</u>

Depreciation expense was charged to governmental functions as follows:

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Instruction:	
Regular	\$2,468,392
Special	49,067
Vocational	198
Support Services:	
Pupil	653
Instructional Staff	8,126
School Administration	104,136
Business	320
Operations and Maintenance	76,962
Pupil Transportation	62,779
Central	12,032
Operation of Non-Instructional Services	44,910
Extracurricular Activities	47,181
Total Depreciation Expense	<u>\$2,874,756</u>

Note 7 - Capitalized Leases

On August 15, 2007, the District issued \$10,000,000 in Certificates of Participation (COPS) with an average interest rate of 4.75%, which was used to advance refund \$9,796,000 of outstanding 2004 OASBO Lease with an average interest rate of 5.15%. The District purchased \$10,092,586 in U.S. Government Securities, which were placed in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2004 OASBO Lease. As a result, \$9,796,000 of the 2004 OASBO Lease is considered to be defeased and the liability for those bonds has been removed from the Statement of Net Position.

On December 17, 2015, the District issued \$7,670,000 in Certificates of Participation (COPS) with an average interest rate of 3.53%, which was to partially advance refund \$8,275,000 of outstanding 2008 OASBO Lease with an average interest rate of 4.75%. The District purchased 7,986,519 in US Government Securities, which were placed in an irrevocable trust with an escrow agent to provide for all future debt service payments on the OASBO Lease. As a result, \$7,450,000 of the 2008 OASBO Lease is considered to be defeased and the liability for those bonds has been removed from the Statement of Net Position.

Principal and interest requirements to retire capital leases outstanding at year end are as follows:

Fiscal Year Ending June 30	Capital Leases		
	Principal	Interest	Total
2017	\$320,000	\$303,340	\$623,340
2018	315,000	290,163	605,163
2019	330,000	278,500	608,500
2020	345,000	268,375	613,375
2021	350,000	257,950	607,950
2022-2026	1,965,000	1,073,200	3,038,200
2027-2031	2,375,000	650,800	3,025,800
2032-2035	2,230,000	182,800	2,412,800
Total	<u>\$8,230,000</u>	<u>\$3,305,128</u>	<u>\$11,535,128</u>

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Capital assets acquired under capital leases in accordance with Statement of Financial Accounting Standards No. 13 are as follows:

Buildings and Improvements \$10,657,000

Note 8 - Long-Term Liabilities

The change in the District's long-term obligations during the year consist of the following:

Governmental Activities:	Maturity	Interest Rate	Beginning Principal Outstanding	Issued	Retired	Ending Principal Outstanding	Due In One Year
Bonds:							
2007 Refunding:							
\$29,825,000 - Current Interest	12/1/30	4.40%	28,605,000	0	0	28,605,000	0
\$1,010,000 - Capital Appreciation	12/1/16		803,005	0	(433,188)	369,817	369,817
Accretion of Interest			1,382,018	196,585	(816,812)	761,791	0
\$936,862 - Premium on 2007 Refunding			599,596	0	(37,474)	562,122	0
2014 HB264 Energy Improvement Loans		1.00%	1,451,740	90,611	(104,887)	1,437,464	105,675
Total Bonds:			32,841,359	287,196	(1,392,361)	31,736,194	475,492
Net Pension Liability:							
STRS			25,879,506	5,474,885	202,790	31,557,181	0
SERS			7,900,385	1,853,458	406,039	10,159,882	0
Total Net Pension Liability			33,779,891	7,328,343	608,829	41,717,063	0
Capital Leases:							
\$10,000,000 - 2008 Classroom Facilities Project - COP	12/1/34	4.75%	8,275,000	0	(7,715,000)	560,000	275,000
\$92,586 - 2008 Classroom Facilities Project - Premium			66,130	0	(66,130)	0	0
\$500,000 - 2011 Turf Improvements - COP		3.15%	106,412	0	(106,412)	0	0
2016 Classroom Facilities Project Lease - Refunding			0	7,670,000	0	7,670,000	45,000
2016 Classroom Facilities Project Lease - Premium			0	505,851	0	505,851	0
Total Long-Term Debt			75,068,792	15,791,390	(8,671,074)	82,189,108	795,492
Compensated Absences			1,080,207	366,527	(438,885)	1,007,849	223,141
Total Governmental Activities							
Long-Term Liabilities			<u>\$76,148,999</u>	<u>\$16,157,917</u>	<u>(\$9,109,959)</u>	<u>\$83,196,957</u>	<u>\$1,018,633</u>

On November 21, 2006, the District issued \$29,825,000 in General Obligation bonds with an average interest rate of 4.40%, which was used to partially advance refund \$32,310,000 of outstanding 2002 School Improvement Bonds with an average interest rate of 4.97%. The net proceeds of \$30,761,848 (after payment of underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide all future debt service payments on the 2002 School Improvement Bonds. As a result, \$29,825,000 of the 2002 School Improvement Bonds are considered to be defeased and the related liability for those bonds has been removed from the Statement of Net Position.

During fiscal years 2014 and 2015, the District issued a HB264 Energy Improvement Loan with an average rate of 1.00%. The issuance will be used to make energy conservation improvements throughout the District. Accordingly, such unmatured obligations of the District are accounted for in the statement of net position. Payments of principal and interest relating to this loan are recorded as an expenditure in the general fund.

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Bonds payable will be paid from the debt service, the HB264 loan will be paid from the general fund, and capital leases will be paid from the permanent improvement funds. Compensated absences will mainly be paid from the general fund.

Principal and interest requirements to retire general obligation debt outstanding at year end are as follows:

Fiscal Year Ending June 30	Current Interest Bonds and Loans			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2017	\$105,675	\$1,254,915	\$1,360,590	\$369,817	\$830,183	\$1,200,000
2018	1,306,469	1,228,621	2,535,090	0	0	0
2019	1,362,269	1,175,652	2,537,921	0	0	0
2020	1,528,075	1,118,002	2,646,077	0	0	0
2021	1,613,887	1,056,915	2,670,802	0	0	0
2022-2026	10,356,833	4,153,694	14,510,527	0	0	0
2027-2031	13,769,256	1,537,119	15,306,375	0	0	0
Total	<u>\$30,042,464</u>	<u>\$11,524,918</u>	<u>\$41,567,382</u>	<u>\$369,817</u>	<u>\$830,183</u>	<u>\$1,200,000</u>

Note 9 - 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.

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

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could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

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

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 under Employers/Audit Resources.

Age and service requirements for retirement are as follows:

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

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

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

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

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, 2016, the allocation to pension, death

Trotwood-Madison City School District, Ohio
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For the Fiscal Year Ended June 30, 2016

benefits, and Medicare B was 14 percent. None of the 14 percent employer contribution rate was allocated to the Health Care Fund.

The District's contractually required contribution to SERS was \$722,215 for fiscal year 2016. Of this amount \$285,989 is reported as accrued wages and benefits.

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.

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

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

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

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

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

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For the Fiscal Year Ended June 30, 2016

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 contribution requirements of plan members and employers are established and may be amended by the STRS' Retirement Board. 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, 2016, plan members were required to contribute 13 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 2016 contribution rates were equal to the statutory maximum rates.

The District's contractually required contribution to STRS was \$1,884,975 for fiscal year 2016. Of this amount \$327,227 is reported as accrued wages and benefits.

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

The net pension liability was measured as of June 30, 2015, 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	\$10,159,882	\$31,557,181	\$41,717,063
Proportion of the Net Pension Liability	0.17805310%	0.11418423%	
Pension Expense	947,455	1,865,760	2,813,215

At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$163,593	\$1,438,609	\$1,602,202
Changes in proportionate share and difference between District contributions and proportionate share of contributions	949,842	1,723,038	2,672,880
District contributions subsequent to the measurement date	<u>722,215</u>	<u>1,884,975</u>	<u>2,607,190</u>
Total Deferred Outflows of Resources	<u><u>\$1,835,650</u></u>	<u><u>\$5,046,622</u></u>	<u><u>\$6,882,272</u></u>
Deferred Inflows of Resources			
Net difference between projected and actual earnings on pension plan investments	<u>\$336,630</u>	<u>\$2,269,558</u>	<u>\$2,606,188</u>
Total Deferred Inflows of Resources	<u><u>\$336,630</u></u>	<u><u>\$2,269,558</u></u>	<u><u>\$2,606,188</u></u>

\$2,607,190 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, 2017. 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:			
2017	\$181,216	(\$81,405)	\$99,811
2018	181,216	(81,405)	99,811
2019	180,441	(81,405)	99,036
2020	<u>233,932</u>	<u>1,136,304</u>	<u>1,370,236</u>
Total	<u><u>\$776,805</u></u>	<u><u>\$892,089</u></u>	<u><u>\$1,668,894</u></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

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members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2015, are presented below:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation	4 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:

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Asset Class	Target Allocation	Long-Term Expected Real Rate of Return *
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	100.00 %	

* 10 year annualized geometric nominal returns include the real rate of return and inflation of 2.5 percent

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	\$14,088,106	\$10,159,882

Actuarial Assumptions - STRS

The total pension liability in the July 1, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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, 2015, valuation are based on the results of an actuarial experience study, effective July 1, 2012.

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

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

* 10 year annualized geometric nominal returns include the real rate of return and inflation of 2.5 percent

Discount Rate The discount rate used to measure the total pension liability was 7.75 percent as of June 30, 2015. 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, 2015. 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, 2015.

Trotwood-Madison City School District, Ohio
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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:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's proportionate share of the net pension liability	\$43,835,305	\$31,557,181	\$21,174,196

Note 10 - Post Employment Benefits

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 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 the year ended June 30, 2016, the health care allocation is 0%. 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 2016, this amount was \$23,000. 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 2016, the District's surcharge obligation was \$67,271.

The District's contributions for health care for the fiscal years ended June 30, 2016, 2015, and 2014 were \$0, \$107,086, and \$74,456, respectively. For fiscal year 2016, 100 percent has been contributed. The full amount has been contributed for fiscal years 2015 and 2014.

Trotwood-Madison City School District, Ohio
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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 or by calling (888) 227-7877.

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2016, 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, 2016, 2015, and 2014 were \$0, \$0, and \$111,707, respectively. The full amount has been contributed for fiscal years 2016, 2015, and 2014.

Note 11 - Contingent Liabilities

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 school 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 school 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, 2016 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.

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 is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District as of June 30, 2016.

Litigation

The District did not have any lawsuits last year, which would have adversely affected the school system’s financial condition. No lawsuits of a significant nature are currently pending against the District;

Trotwood-Madison City School District, Ohio
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therefore management doesn't currently anticipate any financial harm being borne by the school system.

Note 12 - Risk Management

The District is exposed to various risks of loss related to torts, thefts of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During the fiscal year, the District contracted with Netherlands Insurance Company for building and property insurance. This policy has a limit of insurance in the amount of \$118,525,311 for property. Property has a \$2,500 deductible. Vehicle insurance is covered by Netherlands Insurance Company for replacement cost with a \$250 deductible for comprehensive and a \$500 deductible for collision. General liability insurance is under Netherlands Insurance Company. The base policy has a \$1,000,000 per occurrence and a \$2,000,000 aggregate limit. The treasurer and business director are bonded. There were no significant reductions in insurance coverage from coverage in the prior year. Settlements have not exceeded insurance coverage during the past three fiscal years.

The District is enrolled in a Group Retrospective Rating program through Comp Management (Sedgwick), a third party administrator. This program is an incentive program to encourage safety and injury prevention in the workplace. As a participant in this program, the District is pooled together with other districts and receives refunds and/or assessments based on the overall performance of the group. As a participant, the District pays their own premiums for the plan year as required. Any refunds and/or assessments come from or are paid directly to BWC.

Prior to July 1, 2012, the District provided employee health and dental benefits through a self-insured program. The District maintained an Employee Benefits Internal Service Fund to account for and finance its uninsured risks of loss in these programs.

As of June 30, 2015 all claims related to the self-insured health program have been paid. The claims liabilities reported in the fund for previous years were based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 10, as amended by GASB Statement No. 30, "Risk Financing Omnibus" which requires that a liability for claims be reported if information prior to issuance of financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated.

Changes in the fund's claims liability amount in fiscal years 2016, 2015, and 2014 were as follows:

	Balance at <u>July 1</u>	Current Year <u>Claims</u>	Claim <u>Payments</u>	Balance at <u>June 30</u>
2013/2014	0	189,217	189,217	0
2014/2015	0	17,541	17,541	0
2015/2016	0	181,116	181,116	0

Effective July 1, 2012, the District elected to no longer provide health care benefits through a self-insured program. (See Note 13 for a description of the new program). Effective November 1, 2015, the District elected to no longer provide dental benefits through a self-insured program.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Note 13 – Public Entity Shared Risk Pool

Southwestern Ohio Educational Purchasing Cooperative Employee Benefit Plan – The EPC Benefit Plan Trust (the Plan) is a group purchasing pool consisting of public school districts who are members of the Southwestern Ohio Educational Purchasing Cooperative. The purpose of a group purchasing pool is for members to pool funds or resources to purchase group insurance products to provide health benefits to participants at a lower rate than if the individual districts acted independently. Each district pays a monthly premium to the Trust fund for insurance coverage, which is provided by Anthem Blue Cross or United Healthcare. Districts may also contribute monthly to the Trust fund for dental benefits provided through a dental plan administered by CareSource. The Plan is governed by a Board of Trustees elected in accordance with the Trust Agreement and voted on by participating EPC member districts. In fiscal year 2016, the District contributed \$2,966,276. Financial information can be obtained from Doug Merkle, who serves as administrator, at EPC Benefits Office, 303 Corporate Center Drive, Suite 208, Vandalia, Ohio 45377.

Note 14 - Jointly Governed Organizations

Metropolitan Educational Technology Association - On July 1, 2015 the District was a participant in the Metropolitan Dayton Educational Cooperative Association (MDECA). On January 1, 2016 MDECA merged with the Metropolitan Educational Technology Association (META), which is a computer consortium. META is an educational solutions partner providing services across Ohio. META provides cost-effective fiscal, network, technology and student services, a purchasing cooperative, and other individual services based on each client's needs. The governing board of META consists of a president, vice president and six board members who represent the members of META. The Board works with META's Chief Executive Officer, Chief Operating Officer, and Chief Financial Officer to manage operations and ensure the continued progress of the organization's mission, vision, and values. The Board exercises total control over the operations of the Association including budgeting, appropriating, contracting and designating management. Each District's degree of control is limited to its representation on the Board. The District paid META \$64,632 for services provided during the fiscal year. Financial information can be obtained from David Varda, who serves as Chief Financial Officer, at 100 Executive Drive, Marion, Ohio 43302.

Southwestern Ohio Instructional Technology Association – The Southwestern Ohio Instructional Technology Association (SOITA) is a not-for-profit corporation formed under section 1702.01 of the Ohio Revised Code. The purpose of the corporation is to serve the educational needs of the area through television programming for the advancement of educational programs.

The Board of Trustees is comprised of twenty-one representatives of SOITA member schools or institutions. Nineteen representatives are elected from within the counties by the qualified members within the counties, i.e., Auglaize, Butler, Champaign, Clark, Clinton, Darke, Fayette, Greene, Hamilton, Logan, Mercer, Miami, Montgomery, Preble, Shelby, and Warren. All others shall elect one representative per area. All superintendents except for those from educational service centers vote on the representatives after the nominating committee nominates individuals to run. One at-large non-public service representative shall be elected by the non-public school SOITA members as the State assigned SOITA service area. One at-large higher education representative shall be elected by higher education SOITA members from within the State assigned SOITA service area.

All member districts are obligated to pay all fees, charges, or other assessments as established by the SOITA. Upon dissolution, the net position shall be distributed to the federal government or to a state or

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

local government for a public purpose. Payments to SOITA are made from the General Fund. To obtain financial information, write to the Southwestern Ohio Instructional Technology Association, Frank DePalma, who serves as Director, at 1205 Fifth Street, Dayton, Ohio 45402.

Miami Valley Career Technology Center – The Miami Valley Career Technology Center (MVCTC) is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the fifteen participating school districts’ elected boards, which possesses its own budgeting and taxing authority. One member is appointed from the following city and/or exempted village school districts: Carlisle, Miamisburg, Milton-Union, Northmont, Vandalia, Versailles, Huber Heights, Eaton, Trotwood, Tipp City, and West Carrollton. Three members are appointed from the Montgomery County Educational Service Center, one is appointed from the Miami County Educational Service Center, one from the Darke County Educational Service Center, and one from the Preble County Educational Service Center. All member districts are obligated to pay all fees, charges or other assessments as established by MVCTC. To obtain financial information, write to the Miami Valley Career Technology Center, Debbie Gossett, who serves as Treasurer, at 6800 Hoke Road, Clayton, Ohio 45315.

Southwestern Ohio Educational Purchasing Council – The District participates in the Southwestern Ohio Educational Purchasing Council (SOEPC), a purchasing council made up of nearly 100 school districts and educational service centers in 12 counties. The purpose of SOEPC is to obtain prices for quality merchandise and services commonly used by schools. All member districts are obligated to pay all fees, charges, or other assessments as established by the SOEPC. Each member district has one voting representative. Any district withdrawing from the SOEPC forfeits its claim to any and all SOEPC assets. One year prior notice is necessary for withdrawal from the group. During this time, the withdrawing member is liable for all member obligations during the one year period. The Board exercises total control over the operations of the coalition including budgeting, appropriating, contracting and designating management. Each District’s degree of control is limited to its representation on the Board. Payments to SOEPC are made from the General Fund. During fiscal year 2016, the School District paid \$300 to SOEPC. To obtain financial information, write to the Southwestern Ohio Educational Purchasing Council, Ken Swink, who serves as Director, at 303 Corporate Center Drive, Suite 208, Vandalia, OH 45377.

Note 15 – Accountability

As of year end, the following funds had deficit fund balances:

<u>Other Governmental Funds:</u>	
Title I	\$65,317
EHA Preschool Grant	514
Improving Teacher Quality	16,949
Public School Preschool	12,290
Food Service	157,269
Title VI-B Preschool	41,913

The deficits in fund balances were primarily due to accrual in GAAP. The general fund is liable for any deficit in these funds and will provide transfers when cash is required not when accruals occur.

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Note 16 - Set-Asides

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

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

	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set Aside Reserve Balance as of June 30, 2015	\$0	\$81,076
Current Year Set Aside Requirements	431,880	0
Qualified Disbursements	<u>(403,417)</u>	<u>0</u>
Current Year Offsets	<u>(28,463)</u>	<u>0</u>
Set Aside Reserve Balance as of June 30, 2016	<u>\$0</u>	<u>\$81,076</u>
Restricted Cash as of June 30, 2016	<u>\$0</u>	<u>\$81,076</u>

The District issued \$44,774,000 in bonds and loans in fiscal year 2002 to provide for the construction of a new school building. This amount is an allowable offset to future years for the capital improvement and maintenance set-aside. The District had qualifying disbursements and offset carry forwards from prior years for capital acquisitions that exceeded the required set-aside. Offsets can be carried forward to use against future year capital acquisition set-asides.

Am. Sub. Senate Bill 345 amended ORC Section 5705.29 effectively eliminating the requirement for the District to establish and maintain a budget stabilization reserve. By resolution, the Board can eliminate the reserve in accordance with the Act. As of June 30, 2016, the Board had not acted on the Senate Bill requirements to eliminate the reserve balance.

Note 17 - Interfund Transactions

Interfund transactions at June 30, 2016, consisted of the following individual fund receivables and payables, transfers in and out.

	Interfund		Transfers	
	<u>Receivable</u>	<u>Payable</u>	<u>In</u>	<u>Out</u>
General Fund	\$246,122	\$0	\$512,492	\$1,441,104
Debt Service Fund	0	0	250,000	0
Other Governmental Funds	0	246,122	1,199,753	8,649
Internal Service Fund	<u>0</u>	<u>0</u>	<u>0</u>	<u>512,492</u>
Total All Funds	<u>\$246,122</u>	<u>\$246,122</u>	<u>\$1,962,245</u>	<u>\$1,962,245</u>

Interfund balances/transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate and to return money to the fund from which it was

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

originally provided once a project is completed. \$512,492 was transferred from the Internal Service Fund to the General Fund to close out the Internal Service Fund.

Note 18 – Fund Balances

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

Fund Balances	General	Debt Service	Other Governmental Funds	Total
Nonspendable:				
Prepays	\$63,940	\$0	\$14,103	\$78,043
Total Nonspendable	63,940	0	14,103	78,043
Restricted for:				
Other Grants	0	0	1,955	1,955
Classroom Facilities Maintenance	0	0	891,549	891,549
Auxiliary Services	0	0	52,693	52,693
Management Information	0	0	313	313
Data Communications	0	0	16,200	16,200
Miscellaneous Federal Grants	0	0	5,953	5,953
Ohio Reads	0	0	26	26
Extracurricular Activity	0	0	51,363	51,363
Miscellaneous State Grants	0	0	2,464	2,464
Building	0	0	285,194	285,194
Debt Service	0	2,550,311	0	2,550,311
Permanent Improvement	0	0	230,256	230,256
Classroom Facilities	0	0	100	100
Total Restricted	0	2,550,311	1,538,066	4,088,377
Assigned to:				
Public School Support	39,185	0	0	39,185
Total Assigned	39,185	0	0	39,185
Unassigned (Deficit)	27,483,307	0	(308,039)	27,175,268
Total Fund Balance	<u>\$27,586,432</u>	<u>\$2,550,311</u>	<u>\$1,244,130</u>	<u>\$31,380,873</u>

Note 19 – Construction and 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. At year end, the District's commitments for encumbrances in the governmental funds were as follows:

Trotwood-Madison City School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

	<u>Remaining Commitment</u>
General Fund	\$127,208
Other Governmental Funds	\$82,959

Note 20 – Implementation of New Accounting Principles

For the fiscal year ended June 30, 2016, the District has implemented Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*, GASB Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments* and GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*.

GASB Statement No. 72 clarifies the definition of fair value for financial reporting purposes, establishes general principles for measuring fair value, provides additional fair value application guidance, and enhances disclosures about fair value measurements. These changes were incorporated in the District's fiscal year 2016 note disclosures; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 73 establishes requirements for defined benefit pensions that are not within the scope of GASB Statement No. 68 as well as for the assets accumulated for purposes of providing those pensions. In addition, it establishes requirements for defined contribution pensions that are not within the scope of Statement 68. It also clarifies the application of certain provisions of GASB Statements 67 and 68. The implementation of GASB Statement No. 73 did not have an effect on the financial statements of the District.

GASB Statement No. 76 reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The implementation of GASB Statement No. 76 did not have an effect on the financial statements of the District.

GASB Statement No. 79 addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. The implementation of GASB Statement No. 79 did not have an effect on the financial statements of the District.

Note 21 – Subsequent Events

On September 6, 2016, the District issued \$26,115,000 in General Obligation Bonds with an average interest rate of 2.61%, which was used to partially advance refund \$28,605,000 of outstanding 2006 School Improvement Bonds with an average interest rate of 4.40%. The net proceeds of \$26,513,552 (after payment of underwriting fees, insurance and other issuance costs) were used to purchase U.S. Government Securities. Those Securities were deposited into an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2006 School Improvement bonds. As a result, \$26,115,000 of the 2006 School Improvement bonds is considered to be defeased.

REQUIRED SUPPLEMENTARY INFORMATION

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2016

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Property and Other Taxes	\$7,675,767	\$7,383,768	\$7,401,284	\$17,516
Revenue in lieu of taxes	84,434	81,222	81,415	193
Tuition and Fees	323,921	311,599	312,338	739
Investment Earnings	140,274	134,938	135,258	320
Intergovernmental	27,701,768	26,647,947	26,711,162	63,215
Charges for Services	10,284	9,893	9,916	23
Other Revenues	615,633	592,213	593,618	1,405
Total Revenues	36,552,081	35,161,580	35,244,991	83,411
Expenditures:				
Current:				
Instruction:				
Regular	14,667,223	15,922,512	15,950,719	(28,207)
Special	3,825,826	4,153,258	4,160,616	(7,358)
Other	376,325	408,532	409,256	(724)
Support Services:				
Pupil	1,895,355	2,057,568	2,061,213	(3,645)
Instructional Staff	510,791	554,507	555,489	(982)
General Administration	43,239	46,940	47,023	(83)
School Administration	2,328,383	2,527,657	2,532,135	(4,478)
Fiscal	813,069	882,655	884,219	(1,564)
Business	339,473	368,526	369,179	(653)
Operations and Maintenance	2,225,915	2,416,419	2,420,700	(4,281)
Pupil Transportation	1,832,702	1,989,553	1,993,078	(3,525)
Central	787,702	855,117	856,632	(1,515)
Operation of Non-Instructional Services	7,979	8,662	8,677	(15)
Extracurricular Activities	427,628	464,227	465,049	(822)
Capital Outlay	465,994	505,876	506,772	(896)
Debt Service:				
Principal Retirement	96,447	104,702	104,887	(185)
Interest and Fiscal Charges	10,450	11,344	11,364	(20)
issuance Costs	3,485	3,825	3,790	35
Total Expenditures	30,657,986	33,281,880	33,340,798	(58,918)
Excess of Revenues Over (Under) Expenditures	5,894,095	1,879,700	1,904,193	24,493
Other Financing Sources (Uses):				
Advances In	321,150	308,933	309,666	733
Advances (Out)	(63,761)	(69,218)	(69,341)	(123)
Transfers (Out)	(1,278,253)	(1,387,652)	(1,390,110)	(2,458)
Total Other Financing Sources (Uses)	(1,020,864)	(1,147,937)	(1,149,785)	(1,848)
Net Change in Fund Balance	4,873,231	731,763	754,408	22,645
Fund Balance Beginning of Year, (includes prior year encumbrances appropriated)	27,796,785	27,796,785	27,796,785	0
Fund Balance - End of Year	\$32,670,016	\$28,528,548	\$28,551,193	\$22,645

See accompanying notes to the required supplementary information.

Trotwood-Madison City School District, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2016

Note 1 - Budgetary Process

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

The certificate of estimated resources may be 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 on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2016.

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

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

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

Trotwood-Madison City School District, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2016

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

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	\$1,384,784
Revenue Accruals	(237,969)
Expenditure Accruals	(171,016)
Transfers In	(512,492)
Transfers (Out)	50,994
Advances In	309,666
Advances (Out)	(69,341)
Funds Budgeted Elsewhere	(218)
Budget Basis	<u><u>\$754,408</u></u>

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Trotwood-Madison City School District, Ohio
 Required Supplementary Information
 Schedule of the District's Proportionate Share
 of the Net Pension Liability
 State Teachers Retirement System of Ohio
 Last Three Fiscal Years (1)

	2015	2014	2013
District's Proportion of the Net Pension Liability	0.11418423%	0.10639730%	0.10639730%
District's Proportionate Share of the Net Pension Liability	\$31,557,181	\$25,879,506	\$30,744,478
District's Covered-Employee Payroll	\$11,563,129	\$11,707,085	\$10,373,453
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	272.91%	221.06%	296.38%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.10%	74.70%	69.30%

(1) - Information prior to 2013 is not available

Trotwood-Madison City School District, Ohio
 Required Supplementary Information
 Schedule of the District's Proportionate Share
 of the Net Pension Liability
 School Employees Retirement System of Ohio
 Last Three Fiscal Years (1)

	2015	2014	2013
District's Proportion of the Net Pension Liability	0.17805310%	0.15610500%	0.15610500%
District's Proportionate Share of the Net Pension Liability	\$10,159,882	\$7,900,385	\$9,285,846
District's Covered-Employee Payroll	\$5,157,633	\$4,581,919	\$4,183,705
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	196.99%	172.43%	221.95%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.16%	71.70%	65.52%

(1) - Information prior to 2013 is not available

Trotwood-Madison City School District, Ohio
 Required Supplementary Information
 Schedule of District Contributions
 State Teachers Retirement System of Ohio
 Last Ten Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually Required Contribution	\$1,884,975	\$1,618,838	\$1,521,921	\$1,525,668	\$1,290,180	\$1,606,152	\$2,129,424	\$2,064,072	\$1,810,332	\$1,846,848
Contributions in Relation to the Contractually Required Contribution	(1,884,975)	(1,618,838)	(1,521,921)	(1,525,668)	(1,290,180)	(1,606,152)	(2,129,424)	(2,064,072)	(1,810,332)	(1,846,848)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
District Covered-Employee Payroll	\$13,464,107	\$11,563,129	\$11,707,085	\$11,735,908	\$9,924,462	\$12,355,015	\$16,380,185	\$15,877,477	\$13,925,631	\$14,206,523
Contributions as a Percentage of Covered-Employee Payroll	14.00%	14.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%

Trotwood-Madison City School District, Ohio
 Required Supplementary Information
 Schedule of District Contributions
 School Employees Retirement System of Ohio
 Last Ten Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually Required Contribution	\$722,215	\$679,776	\$635,054	\$869,400	\$830,832	\$797,520	\$779,472	\$846,012	\$803,688	\$781,908
Contributions in Relation to the Contractually Required Contribution	(722,215)	(679,776)	(635,054)	(869,400)	(830,832)	(797,520)	(779,472)	(846,012)	(803,688)	(781,908)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
District Covered-Employee Payroll	\$5,158,679	\$5,157,633	\$4,581,919	\$6,281,792	\$6,177,190	\$6,344,630	\$5,756,809	\$8,597,683	\$8,184,196	\$7,321,236
Contributions as a Percentage of Covered-Employee Payroll	14.00%	13.18%	13.86%	13.84%	13.45%	12.57%	13.54%	9.84%	9.82%	10.68%

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES



MAJOR GOVERNMENTAL FUNDS

Debt Service Fund - The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Basic Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2016

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Property and Other Taxes	\$1,746,350	\$1,746,579	\$229
Intergovernmental	428,324	428,380	56
Total Revenues	<u>2,174,674</u>	<u>2,174,959</u>	<u>285</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	33,466	33,466	0
Debt Service:		0	
Principal Retirement	1,250,000	1,250,000	0
Interest and Fiscal Charges	1,244,331	1,244,331	0
Total Expenditures	<u>2,527,797</u>	<u>2,527,797</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(353,123)</u>	<u>(352,838)</u>	<u>285</u>
Other Financing Sources (Uses):			
Transfers In	249,967	250,000	33
Total Other Financing Sources (Uses)	<u>249,967</u>	<u>250,000</u>	<u>33</u>
Net Change in Fund Balance	(103,156)	(102,838)	318
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>2,543,433</u>	<u>2,543,433</u>	<u>0</u>
Fund Balance - End of Year	<u>\$2,440,277</u>	<u>\$2,440,595</u>	<u>\$318</u>

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

Capital Projects Funds

The Capital Projects Funds is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Trotwood-Madison City School District, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Other (Nonmajor) Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$1,084,609	\$488,311	\$1,572,920
Receivables:			
Taxes	121,125	608,047	729,172
Intergovernmental	439,453	0	439,453
Prepays	14,103	0	14,103
Inventory	8,711	0	8,711
Total Assets	1,668,001	1,096,358	2,764,359
Liabilities:			
Accounts Payable	36,952	0	36,952
Accrued Wages and Benefits	417,596	0	417,596
Compensated Absences	16,331	0	16,331
Interfund Payable	246,122	0	246,122
Total Liabilities	717,001	0	717,001
Deferred Inflows of Resources:			
Property Taxes	82,683	415,070	497,753
Property Taxes - Unavailable	33,016	165,738	198,754
Grants and Other Taxes	106,721	0	106,721
Total Deferred Inflows of Resources	222,420	580,808	803,228
Fund Balances:			
Nonspendable	14,103	0	14,103
Restricted	1,022,516	515,550	1,538,066
Unassigned	(308,039)	0	(308,039)
Total Fund Balances	728,580	515,550	1,244,130
Total Liabilities, Deferred Inflows and Fund Balances	\$1,668,001	\$1,096,358	\$2,764,359

Trotwood-Madison City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2016

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Other (Nonmajor) Governmental Funds
Revenues:			
Property and Other Taxes	\$90,126	\$452,437	\$542,563
Investment Earnings	0	9,280	9,280
Intergovernmental	5,061,255	90,432	5,151,687
Extracurricular Activities	114,802	0	114,802
Charges for Services	41,346	0	41,346
Other Revenues	451	1,700	2,151
Total Revenues	5,307,980	553,849	5,861,829
Expenditures:			
Current:			
Instruction:			
Regular	891,914	117,785	1,009,699
Special	620,394	0	620,394
Other	688,583	0	688,583
Support Services:			
Pupil	25,189	0	25,189
Instructional Staff	311,865	20,301	332,166
General Administration	125,945	0	125,945
School Administration	53,418	0	53,418
Fiscal	1,687	8,467	10,154
Operations and Maintenance	300,209	0	300,209
Pupil Transportation	10,000	0	10,000
Central	10,000	20,875	30,875
Operation of Non-Instructional Services	2,309,309	0	2,309,309
Extracurricular Activities	37,744	0	37,744
Capital Outlay	0	760,481	760,481
Debt Service:			
Principal Retirement	0	265,000	265,000
Interest and Fiscal Charges	0	330,007	330,007
Issuance Costs	0	189,332	189,332
Total Expenditures	5,386,257	1,712,248	7,098,505
Excess of Revenues Over (Under) Expenditures	(78,277)	(1,158,399)	(1,236,676)
Other Financing Sources (Uses):			
Issuance of Long-Term Capital-Related Debt	0	90,611	90,611
Refunding Debt Issued	0	7,670,000	7,670,000
Premium on Refunding Debt Issued	0	505,851	505,851
Payment to Refunded Bond Escrow Agent	0	(7,986,519)	(7,986,519)
Transfers In	153,726	1,046,027	1,199,753
Transfers (Out)	(30)	(8,619)	(8,649)
Total Other Financing Sources (Uses)	153,696	1,317,351	1,471,047
Net Change in Fund Balance	75,419	158,952	234,371
Fund Balance - Beginning of Year	653,161	356,598	1,009,759
Fund Balance - End of Year	\$728,580	\$515,550	\$1,244,130

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Other Grants - To account for local funds, which are provided to assist the District with various programs.

Classroom Facilities Maintenance - To account for state funds received and expended in connection with contracts entered into by the school district and the Ohio School Facilities Commission for the building and equipping of classroom facilities.

Extracurricular Activity - To account for those student activity programs which have student participation in the activity but do not have student management in the programs. This fund includes athletic programs as well as the band, cheerleaders, flag corps and other similar types of activities.

Auxiliary Services - To account for state funds which provide services and materials to students attending non-public schools within the boundaries of the District as provided by state law.

Management Information - To account for state funds which are provided to assist the District in implementing a staff, student and financial system.

Data Communications - To account for funds appropriated for Ohio Educational Computer Network Connections.

Ohio Reads - To account for funds to be used for improving reading outcomes, especially on the fourth grade reading proficiency test and 2) for volunteer coordinators in public school buildings, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

Miscellaneous State Grants - To account for various monies received from state agencies which are not classified elsewhere.

Title VIB / Preschool - To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialist in providing educational services to the handicapped.

Title I - To account for federal funds for services provided to meet special educational needs of educationally deprived children.

Title V - To account for federal funds to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; programs to enhance personal excellence of students and student achievement.

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

EHA Pre-School Grant - To account for revenues and expenditures made in conjunction with child abuse, child neglect prevention programs and other grants.

Title II-A Improving Teacher Quality - To account for federal funds designed to provide professional development for teachers and increasing the quality of teachers in the classroom.

Miscellaneous Federal Grants - To account for various monies received directly from the federal government, which are, not classified elsewhere.

Food Service - To account for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

Public School Preschool – A fund to assist school districts in paying the cost of preschool programs for three and four year olds.

Title I School Improvement A – To account for supplemental funds to Title I campuses identified for school improvement by failing to make adequate yearly progress (AYP) for two or more consecutive years.

Trotwood-Madison City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2016

	Other Grants	Classroom Facilities Maintenance	Extracurricular Activity	Auxiliary Services
Assets:				
Equity in Pooled Cash and Investments	\$1,955	\$889,123	\$51,363	\$64,757
Receivables:				
Taxes	0	121,125	0	0
Intergovernmental	0	0	0	0
Prepays	0	0	0	205
Inventory	0	0	0	0
Total Assets	1,955	1,010,248	51,363	64,962
Liabilities:				
Accounts Payable	0	3,000	0	6,319
Accrued Wages and Benefits	0	0	0	5,745
Compensated Absences	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	0	3,000	0	12,064
Deferred Inflows of Resources:				
Property Taxes	0	82,683	0	0
Property Taxes - Unavailable	0	33,016	0	0
Grants and Other Taxes	0	0	0	0
Total Deferred Inflows of Resources	0	115,699	0	0
Fund Balances:				
Nonspendable	0	0	0	205
Restricted	1,955	891,549	51,363	52,693
Unassigned	0	0	0	0
Total Fund Balances	1,955	891,549	51,363	52,898
Total Liabilities, Deferred Inflows and Fund Balances	\$1,955	\$1,010,248	\$51,363	\$64,962

Management Information	Data Communications	Ohio Reads	Miscellaneous State Grants	Title VIB / Preschool	Title I	Title V
\$313	\$16,200	\$26	\$2,701	\$22,342	\$0	\$0
0	0	0	0	0	0	0
0	0	0	2,885	45,769	282,613	0
0	0	0	111	3,269	5,906	0
0	0	0	0	0	0	0
<u>313</u>	<u>16,200</u>	<u>26</u>	<u>5,697</u>	<u>71,380</u>	<u>288,519</u>	<u>0</u>
0	0	0	0	0	0	0
0	0	0	3,122	91,615	165,548	0
0	0	0	0	0	0	0
0	0	0	0	0	137,766	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>3,122</u>	<u>91,615</u>	<u>303,314</u>	<u>0</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	21,678	50,522	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>21,678</u>	<u>50,522</u>	<u>0</u>
0	0	0	111	3,269	5,906	0
313	16,200	26	2,464	0	0	0
0	0	0	0	(45,182)	(71,223)	0
<u>313</u>	<u>16,200</u>	<u>26</u>	<u>2,575</u>	<u>(41,913)</u>	<u>(65,317)</u>	<u>0</u>
<u>\$313</u>	<u>\$16,200</u>	<u>\$26</u>	<u>\$5,697</u>	<u>\$71,380</u>	<u>\$288,519</u>	<u>\$0</u>

Continued

Trotwood-Madison City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2016

	EHA Pre-School Grant	Title II-A Improving Teacher Quality	Miscellaneous Federal Grants	Food Service
Assets:				
Equity in Pooled Cash and Investments	\$0	\$0	\$0	\$35,829
Receivables:				
Taxes	0	0	0	0
Intergovernmental	1,076	25,428	18,205	0
Prepays	36	664	0	2,926
Inventory	0	0	0	8,711
Total Assets	1,112	26,092	18,205	47,466
Liabilities:				
Accounts Payable	0	0	0	14,758
Accrued Wages and Benefits	1,022	18,615	0	104,305
Compensated Absences	0	0	0	16,331
Interfund Payable	290	9,317	4,760	69,341
Total Liabilities	1,312	27,932	4,760	204,735
Deferred Inflows of Resources:				
Property Taxes	0	0	0	0
Property Taxes - Unavailable	0	0	0	0
Grants and Other Taxes	314	15,109	7,492	0
Total Deferred Inflows of Resources	314	15,109	7,492	0
Fund Balances:				
Nonspendable	36	664	0	2,926
Restricted	0	0	5,953	0
Unassigned	(550)	(17,613)	0	(160,195)
Total Fund Balances	(514)	(16,949)	5,953	(157,269)
Total Liabilities, Deferred Inflows and Fund Balances	\$1,112	\$26,092	\$18,205	\$47,466

Public School Preschool	Title I School Improvement A	Total Nonmajor Special Revenue Funds
\$0	\$0	\$1,084,609
0	0	121,125
48,484	14,993	439,453
986	0	14,103
0	0	8,711
<u>49,470</u>	<u>14,993</u>	<u>1,668,001</u>
0	12,875	36,952
27,624	0	417,596
0	0	16,331
<u>24,526</u>	<u>122</u>	<u>246,122</u>
<u>52,150</u>	<u>12,997</u>	<u>717,001</u>
0	0	82,683
0	0	33,016
<u>9,610</u>	<u>1,996</u>	<u>106,721</u>
<u>9,610</u>	<u>1,996</u>	<u>222,420</u>
986	0	14,103
0	0	1,022,516
<u>(13,276)</u>	<u>0</u>	<u>(308,039)</u>
<u>(12,290)</u>	<u>0</u>	<u>728,580</u>
<u>\$49,470</u>	<u>\$14,993</u>	<u>\$1,668,001</u>

Trotwood-Madison City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2016

	Other Grants	Classroom Facilities Maintenance	Extracurricular Activity	Auxiliary Services
Revenues:				
Property and Other Taxes	\$0	\$90,126	\$0	\$0
Intergovernmental	0	145,762	0	247,911
Extracurricular Activities	0	0	114,802	0
Charges for Services	0	0	0	0
Other Revenues	0	0	0	0
Total Revenues	0	235,888	114,802	247,911
Expenditures:				
Current:				
Instruction:				
Regular	0	0	0	0
Special	0	0	0	0
Other	0	0	0	0
Support Services:				
Pupil	0	0	0	0
Instructional Staff	0	0	0	0
General Administration	0	0	125,945	0
School Administration	0	0	0	0
Fiscal	0	1,687	0	0
Operations and Maintenance	0	300,209	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	218,155
Extracurricular Activities	0	0	37,744	0
Total Expenditures	0	301,896	163,689	218,155
Excess of Revenues Over (Under) Expenditures	0	(66,008)	(48,887)	29,756
Other Financing Sources (Uses):				
Transfers In	421	0	146,350	0
Transfers (Out)	0	0	0	0
Total Other Financing Sources (Uses)	421	0	146,350	0
Net Change in Fund Balance	421	(66,008)	97,463	29,756
Fund Balance - Beginning of Year	1,534	957,557	(46,100)	23,142
Fund Balance - End of Year	\$1,955	\$891,549	\$51,363	\$52,898

Management Information	Data Communications	Ohio Reads	Miscellaneous State Grants	Title VIB / Preschool	Title I	Title V
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	9,000	0	26,938	638,992	1,502,803	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	9,000	0	26,938	638,992	1,502,803	0
0	0	0	0	0	731,972	0
0	0	0	0	613,751	0	0
0	0	0	0	0	514,754	0
0	0	0	25,015	0	0	0
0	0	0	0	0	273,036	0
0	0	0	0	0	0	0
0	0	0	0	53,418	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	10,000	0
0	0	0	0	0	0	0
0	0	0	0	39,768	3,440	0
0	0	0	0	0	0	0
0	0	0	25,015	706,937	1,533,202	0
0	9,000	0	1,923	(67,945)	(30,399)	0
0	0	0	0	0	0	0
0	0	0	0	0	0	(30)
0	0	0	0	0	0	(30)
0	9,000	0	1,923	(67,945)	(30,399)	(30)
313	7,200	26	652	26,032	(34,918)	30
\$313	\$16,200	\$26	\$2,575	(\$41,913)	(\$65,317)	\$0

Continued

Trotwood-Madison City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2016

	EHA Pre-School Grant	Title II-A Improving Teacher Quality	Miscellaneous Federal Grants	Food Service
Revenues:				
Property and Other Taxes	\$0	\$0	\$0	\$0
Intergovernmental	6,439	141,728	277,018	1,770,942
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	41,346
Other Revenues	0	0	0	451
Total Revenues	6,439	141,728	277,018	1,812,739
Expenditures:				
Current:				
Instruction:				
Regular	0	132,339	0	0
Special	6,643	0	0	0
Other	0	0	173,829	0
Support Services:				
Pupil	0	0	0	174
Instructional Staff	0	20,431	5,523	0
General Administration	0	0	0	0
School Administration	0	0	0	0
Fiscal	0	0	0	0
Operations and Maintenance	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	10,000	0
Operation of Non-Instructional Services	0	0	0	1,795,818
Extracurricular Activities	0	0	0	0
Total Expenditures	6,643	152,770	189,352	1,795,992
Excess of Revenues Over (Under) Expenditures	(204)	(11,042)	87,666	16,747
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers (Out)	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(204)	(11,042)	87,666	16,747
Fund Balance - Beginning of Year	(310)	(5,907)	(81,713)	(174,016)
Fund Balance - End of Year	(\$514)	(\$16,949)	\$5,953	(\$157,269)

Public School Preschool	Title I School Improvement A	Total Nonmajor Special Revenue Funds
\$0	\$0	\$90,126
249,986	43,736	5,061,255
0	0	114,802
0	0	41,346
0	0	451
<u>249,986</u>	<u>43,736</u>	<u>5,307,980</u>
0	27,603	891,914
0	0	620,394
0	0	688,583
0	0	25,189
0	12,875	311,865
0	0	125,945
0	0	53,418
0	0	1,687
0	0	300,209
0	0	10,000
0	0	10,000
252,128	0	2,309,309
<u>0</u>	<u>0</u>	<u>37,744</u>
<u>252,128</u>	<u>40,478</u>	<u>5,386,257</u>
<u>(2,142)</u>	<u>3,258</u>	<u>(78,277)</u>
6,955	0	153,726
<u>0</u>	<u>0</u>	<u>(30)</u>
<u>6,955</u>	<u>0</u>	<u>153,696</u>
4,813	3,258	75,419
<u>(17,103)</u>	<u>(3,258)</u>	<u>653,161</u>
<u>(\$12,290)</u>	<u>\$0</u>	<u>\$728,580</u>

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Final Budget	Other Grants Fund Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Pupil	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	1,956	1,956	0
Fund Balance - End of Year	<u>\$1,956</u>	<u>\$1,956</u>	<u>\$0</u>

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Classroom Facilities Maintenance Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Property and Other Taxes	\$88,471	\$88,477	\$6
Intergovernmental	145,751	145,762	11
Total Revenues	<u>234,222</u>	<u>234,239</u>	<u>17</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	1,687	1,687	0
Operations and Maintenance	299,669	299,670	(1)
Total Expenditures	<u>301,356</u>	<u>301,357</u>	<u>(1)</u>
Net Change in Fund Balance	(67,134)	(67,118)	16
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>956,243</u>	<u>956,243</u>	<u>0</u>
Fund Balance - End of Year	<u>\$889,109</u>	<u>\$889,125</u>	<u>\$16</u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2016

	Extracurricular Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	111,976	115,402	3,426
Total Revenues	111,976	115,402	3,426
Expenditures:			
Current:			
Support Services:			
School Administration	126,749	126,720	29
Extracurricular Activities	37,753	37,744	9
Total Expenditures	164,502	164,464	38
Excess of Revenues Over (Under) Expenditures	(52,526)	(49,062)	3,464
Other Financing Sources (Uses):			
Advances In	0	0	0
Advances (Out)	(70,016)	(70,000)	16
Transfers In	142,006	146,350	4,344
Total Other Financing Sources (Uses)	71,990	76,350	4,360
Net Change in Fund Balance	19,464	27,288	7,824
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	24,078	24,078	0
Fund Balance - End of Year	\$43,542	\$51,366	\$7,824

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$247,911	\$247,911	\$0
Total Revenues	247,911	247,911	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	250,979	250,982	(3)
Total Expenditures	250,979	250,982	(3)
Net Change in Fund Balance	(3,068)	(3,071)	(3)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	44,486	44,486	0
Fund Balance - End of Year	\$41,418	\$41,415	(\$3)

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Management Information Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Central	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	311	311	0
Fund Balance - End of Year	\$311	\$311	\$0

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Data Communications Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$9,000	\$9,000	\$0
Total Revenues	9,000	9,000	0
Expenditures:			
Current:			
Support Services:			
Central	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	9,000	9,000	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	7,200	7,200	0
Fund Balance - End of Year	\$16,200	\$16,200	\$0

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Ohio Reads Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Central	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

(1) - Schedule shown even though it is all zeros to match the District's Special Revenue
 Combining Statements

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$24,053	\$24,053	\$0
Total Revenues	24,053	24,053	0
Expenditures:			
Current:			
Support Services:			
Pupil	25,422	25,422	0
Total Expenditures	25,422	25,422	(0)
Net Change in Fund Balance	(1,369)	(1,369)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	4,073	4,073	0
Fund Balance - End of Year	\$2,704	\$2,704	\$0

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2016

	Title VIB / Preschool Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$686,051	\$707,106	\$21,055
Total Revenues	<u>686,051</u>	<u>707,106</u>	<u>21,055</u>
Expenditures:			
Current:			
Instruction:			
Special	602,081	602,081	0
Support Services:			
School Administration	53,418	53,418	0
Operation of Non-Instructional Services	36,887	36,887	0
Total Expenditures	<u>692,386</u>	<u>692,386</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(6,335)</u>	<u>14,720</u>	<u>21,055</u>
Other Financing Sources (Uses):			
Transfers In	41,727	43,008	1,281
Transfers (Out)	(43,008)	(43,008)	0
Total Other Financing Sources (Uses)	<u>(1,281)</u>	<u>0</u>	<u>1,281</u>
Net Change in Fund Balance	(7,616)	14,720	22,336
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>7,616</u>	<u>7,616</u>	<u>0</u>
Fund Balance - End of Year	<u>\$0</u>	<u>\$22,336</u>	<u>\$22,336</u>

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,543,590	\$1,405,543	(\$138,047)
Total Revenues	<u>1,543,590</u>	<u>1,405,543</u>	<u>(138,047)</u>
Expenditures:			
Current:			
Instruction:			
Regular	733,057	733,057	0
Special	5,609	5,609	0
Other	496,102	496,102	0
Support Services:			
Instructional Staff	282,921	282,921	0
Pupil Transportation	10,000	10,000	0
Operation of Non-Instructional Services	3,440	3,440	0
Total Expenditures	<u>1,531,129</u>	<u>1,531,129</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>12,461</u>	<u>(125,586)</u>	<u>(138,047)</u>
Other Financing Sources (Uses):			
Advances (Out)	<u>(14,921)</u>	<u>(14,921)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(14,921)</u>	<u>(14,921)</u>	<u>0</u>
Net Change in Fund Balance	(2,460)	(140,507)	(138,047)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>2,741</u>	<u>2,741</u>	<u>0</u>
Fund Balance - End of Year	<u>\$281</u>	<u>(\$137,766)</u>	<u>(\$138,047)</u>

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Title V Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Special	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

(1) - Schedule shown even though it is all zeros to match the District's Special Revenue
 Combining Statements

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	EHA Pre-School Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$6,294	\$6,294	\$0
Total Revenues	6,294	6,294	0
Expenditures:			
Current:			
Instruction:			
Special	6,717	6,718	(1)
Total Expenditures	6,717	6,718	(1)
Net Change in Fund Balance	(423)	(424)	(1)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	133	133	0
Fund Balance - End of Year	(\$290)	(\$291)	(\$1)

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Title II-A Improving Teacher Quality Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$147,250	\$147,250	\$0
Total Revenues	<u>147,250</u>	<u>147,250</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	136,323	136,324	(1)
Support Services:			
Instructional Staff	<u>20,431</u>	<u>20,431</u>	<u>0</u>
Total Expenditures	<u>156,754</u>	<u>156,755</u>	<u>(1)</u>
Net Change in Fund Balance	(9,504)	(9,505)	(1)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>187</u>	<u>187</u>	<u>0</u>
Fund Balance - End of Year	<u>(\$9,317)</u>	<u>(\$9,318)</u>	<u>(\$1)</u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2016

	Miscellaneous Federal Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$285,917	\$266,305	(\$19,612)
Total Revenues	<u>285,917</u>	<u>266,305</u>	<u>(19,612)</u>
Expenditures:			
Current:			
Instruction:			
Other	253,494	253,494	0
Support Services:			
Instructional Staff	12,423	12,423	0
Central	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Total Expenditures	<u>275,917</u>	<u>275,917</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>10,000</u>	<u>(9,612)</u>	<u>(19,612)</u>
Other Financing Sources (Uses):			
Advances (Out)	<u>(133,920)</u>	<u>(133,920)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(133,920)</u>	<u>(133,920)</u>	<u>0</u>
Net Change in Fund Balance	(123,920)	(143,532)	(19,612)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>129,873</u>	<u>129,873</u>	<u>0</u>
Fund Balance - End of Year	<u>\$5,953</u>	<u>(\$13,659)</u>	<u>(\$19,612)</u>

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2016

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,680,687	\$1,680,686	(\$1)
Charges for Services	42,297	42,297	0
Total Revenues	1,722,984	1,722,983	(1)
Expenditures:			
Current:			
Operation of Non-Instructional Services	1,736,740	1,736,740	0
Total Expenditures	1,736,740	1,736,740	(0)
Excess of Revenues Over (Under) Expenditures	(13,756)	(13,757)	(1)
Other Financing Sources (Uses):			
Advances In	69,341	69,341	0
Advances (Out)	(60,584)	(60,584)	0
Transfers In	11,318	11,318	0
Transfers (Out)	(11,318)	(11,318)	0
Total Other Financing Sources (Uses)	8,757	8,757	0
Net Change in Fund Balance	(4,999)	(5,000)	(1)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	5,000	5,000	0
Fund Balance - End of Year	\$1	\$0	(\$1)

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Public School Preschool Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$255,279	\$230,765	(\$24,514)
Total Revenues	<u>255,279</u>	<u>230,765</u>	<u>(24,514)</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services	263,832	263,833	(1)
Total Expenditures	<u>263,832</u>	<u>263,833</u>	<u>(1)</u>
Net Change in Fund Balance	(8,553)	(33,068)	(24,515)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>8,540</u>	<u>8,540</u>	<u>0</u>
Fund Balance - End of Year	<u>(\$13)</u>	<u>(\$24,528)</u>	<u>(\$24,515)</u>

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Title I School Improvement A Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$54,325	\$39,324	(\$15,001)
Total Revenues	<u>54,325</u>	<u>39,324</u>	<u>(15,001)</u>
Expenditures:			
Current:			
Instruction:			
Regular	37,966	37,967	(1)
Other	6,451	6,451	0
Support Services:			
Instructional Staff	<u>12,875</u>	<u>12,875</u>	<u>0</u>
Total Expenditures	<u>57,292</u>	<u>57,293</u>	<u>(1)</u>
Net Change in Fund Balance	(2,967)	(17,969)	(15,002)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>2,967</u>	<u>2,967</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$0</u></u>	<u><u>(\$15,002)</u></u>	<u><u>(\$15,002)</u></u>

NONMAJOR CAPITAL PROJECTS FUNDS

Fund Descriptions

Permanent Improvement - To account for all transactions related to acquisition, construction or improvement of the infrastructure of buildings and grounds through permanent improvements.

Building - The building fund is used to account for receipts and expenditures related to the acquisition and construction of capital facilities including real property.

Classroom Facilities - The classroom facilities fund is used to account for the receipts and expenditures related to construction projects.

SchoolNet Plus - To account for funds received for the purchase of computer technology.

Trotwood-Madison City School District, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2016

	Permanent Improvement	Building	Classroom Facilities	SchoolNet Plus	Total Nonmajor Capital Projects Funds
Assets:					
Equity in Pooled Cash and Investments	\$203,017	\$285,194	\$100	\$0	\$488,311
Receivables:					
Taxes	608,047	0	0	0	608,047
Total Assets	811,064	285,194	100	0	1,096,358
Liabilities:					
Accounts Payable	0	0	0	0	0
Total Liabilities	0	0	0	0	0
Deferred Inflows of Resources:					
Property Taxes	415,070	0	0	0	415,070
Property Taxes - Unavailable	165,738	0	0	0	165,738
Total Deferred Inflows of Resources	580,808	0	0	0	580,808
Fund Balances:					
Restricted	230,256	285,194	100	0	515,550
Total Fund Balances	230,256	285,194	100	0	515,550
Total Liabilities, Deferred Inflows and Fund Balances	\$811,064	\$285,194	\$100	\$0	\$1,096,358

Trotwood-Madison City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2016

	Permanent Improvement	Building	Classroom Facilities	SchoolNet Plus	Total Nonmajor Capital Projects Funds
Revenues:					
Property and Other Taxes	\$452,437	\$0	\$0	\$0	\$452,437
Investment Earnings	0	9,280	0	0	9,280
Intergovernmental	90,432	0	0	0	90,432
Other Revenues	0	1,700	0	0	1,700
Total Revenues	542,869	10,980	0	0	553,849
Expenditures:					
Current:					
Instruction:					
Regular	117,785	0	0	0	117,785
Support Services:					
Instructional Staff	20,301	0	0	0	20,301
Fiscal	8,467	0	0	0	8,467
Central	20,875	0	0	0	20,875
Capital Outlay	0	60,371	700,110	0	760,481
Debt Service:					
Principal Retirement	265,000	0	0	0	265,000
Interest and Fiscal Charges	330,007	0	0	0	330,007
Issuance Costs	189,332	0	0	0	189,332
Total Expenditures	951,767	60,371	700,110	0	1,712,248
Excess of Revenues Over (Under) Expenditures	(408,898)	(49,391)	(700,110)	0	(1,158,399)
Other Financing Sources (Uses):					
Issuance of Long-Term Capital-Related Debt	0	90,611	0	0	90,611
Refunding Debt Issued	7,670,000	0	0	0	7,670,000
Premium on Refunding Debt Issued	505,851	0	0	0	505,851
Payment to Refunded Bond Escrow Agent	(7,986,519)	0	0	0	(7,986,519)
Transfers In	300,000	0	746,027	0	1,046,027
Transfers (Out)	0	0	0	(8,619)	(8,619)
Total Other Financing Sources (Uses)	489,332	90,611	746,027	(8,619)	1,317,351
Net Change in Fund Balance	80,434	41,220	45,917	(8,619)	158,952
Fund Balance - Beginning of Year	149,822	243,974	(45,817)	8,619	356,598
Fund Balance - End of Year	\$230,256	\$285,194	\$100	\$0	\$515,550

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Property and Other Taxes	\$444,114	\$444,157	\$43
Intergovernmental	90,423	90,432	9
Total Revenues	<u>534,537</u>	<u>534,589</u>	<u>52</u>
Expenditures:			
Current:			
Instruction:			
Regular	122,285	122,285	0
Support Services:			
Instructional Staff	20,301	20,301	0
Fiscal	8,467	8,467	0
Central	20,875	20,875	0
Debt Service:			
Principal Retirement	265,000	265,000	0
Interest and Fiscal Charges	330,007	330,007	0
Total Expenditures	<u>766,935</u>	<u>766,935</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(232,398)</u>	<u>(232,346)</u>	<u>52</u>
Other Financing Sources (Uses):			
Transfers In	299,971	300,000	29
Total Other Financing Sources (Uses)	<u>299,971</u>	<u>300,000</u>	<u>29</u>
Net Change in Fund Balance	67,573	67,654	81
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>135,359</u>	<u>135,359</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$202,932</u></u>	<u><u>\$203,013</u></u>	<u><u>\$81</u></u>

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Building Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$10,980	\$10,980	\$0
Total Revenues	10,980	10,980	0
Expenditures:			
Current:			
Capital Outlay	0	0	0
Total Expenditures	0	0	(0)
Excess of Revenues Over (Under) Expenditures	10,980	10,980	0
Other Financing Sources (Uses):			
Issuance of Long-Term Capital-Related Debt	30,240	30,240	0
Advances (Out)	(30,240)	(30,240)	0
Total Other Financing Sources (Uses)	0	0	0
Net Change in Fund Balance	10,980	10,980	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	274,215	274,215	0
Fund Balance - End of Year	\$285,195	\$285,195	\$0

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Classroom Facilities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Capital Outlay	700,110	700,110	0
Total Expenditures	700,110	700,110	0
Excess of Revenues Over (Under) Expenditures	(700,110)	(700,110)	0
Other Financing Sources (Uses):			
Transfers In	700,110	700,110	0
Total Other Financing Sources (Uses)	700,110	700,110	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	100	100	0
Fund Balance - End of Year	\$100	\$100	\$0

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	SchoolNet Plus Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Operations and Maintenance	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

(1) - Schedule shown even though it is all zeros to match the District's Special Revenue
 Combining Statements

OTHER GENERAL FUNDS

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

Fund Descriptions

Public School - To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e. sales of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

Uniform School Supply - To account for the purchase and sale of school supplies as adopted by the Board of Education for use in all schools of the District.

Trotwood-Madison City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2016

	Public School Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$16,509	\$17,385	\$876
Other Revenues	46,968	49,460	2,492
Total Revenues	<u>63,477</u>	<u>66,845</u>	<u>3,368</u>
Expenditures:			
Current:			
Extracurricular Activities	66,728	66,728	0
Total Expenditures	<u>66,728</u>	<u>66,728</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,251)</u>	<u>117</u>	<u>3,368</u>
Other Financing Sources (Uses):			
Transfers In	1,523	1,604	81
Transfers (Out)	(1,604)	(1,604)	0
Total Other Financing Sources (Uses)	<u>(81)</u>	<u>0</u>	<u>81</u>
Net Change in Fund Balance	(3,332)	117	3,449
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>42,616</u>	<u>42,616</u>	<u>0</u>
Fund Balance - End of Year	<u>\$39,284</u>	<u>\$42,733</u>	<u>\$3,449</u>

(1) This fund is combined with the General fund in GAAP Statements.

Trotwood-Madison City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2016

	Uniform School Supply Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$25,000	\$25,037	\$37
Total Revenues	<u>25,000</u>	<u>25,037</u>	<u>37</u>
Expenditures:			
Current:			
Instruction:			
Regular	<u>32,221</u>	<u>32,221</u>	<u>0</u>
Total Expenditures	<u>32,221</u>	<u>32,221</u>	<u>0</u>
Net Change in Fund Balance	(7,221)	(7,184)	37
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>26,468</u>	<u>26,468</u>	<u>0</u>
Fund Balance - End of Year	<u>\$19,247</u>	<u>\$19,284</u>	<u>\$37</u>

(1) This fund is combined with the General fund in GAAP Statements.

NONMAJOR FUNDS

Fiduciary funds

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

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

Athletic Tournament (Agency Fund) – Fund used as a clearing account to distribute tournament monies to other funds of the school district and to the Ohio High School Athletic Association (OHSAA).

Trotwood-Madison City School District, Ohio
Statement of Changes In Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2016

	Student Managed Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$11,398	\$26,531	\$22,756	\$15,173
Total Assets	<u>11,398</u>	<u>26,531</u>	<u>22,756</u>	<u>15,173</u>
Liabilities:				
Other Liabilities	11,398	26,531	22,756	15,173
Total Liabilities	<u>\$11,398</u>	<u>\$26,531</u>	<u>\$22,756</u>	<u>\$15,173</u>

	Athletic Tournament			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$0	\$25,085	\$25,085	\$0
Total Assets	<u>0</u>	<u>25,085</u>	<u>25,085</u>	<u>0</u>
Liabilities:				
Other Liabilities	0	25,085	25,085	0
Total Liabilities	<u>\$0</u>	<u>\$25,085</u>	<u>\$25,085</u>	<u>\$0</u>

	Total All Agency Funds			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$11,398	\$51,616	\$47,841	\$15,173
Total Assets	<u>11,398</u>	<u>51,616</u>	<u>47,841</u>	<u>15,173</u>
Liabilities:				
Other Liabilities	11,398	51,616	47,841	15,173
Total Liabilities	<u>\$11,398</u>	<u>\$51,616</u>	<u>\$47,841</u>	<u>\$15,173</u>

STATISTICAL SECTION

This part of the 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.

Contents

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

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

Debt Capacity - 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.

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

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

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

Trotwood-Madison City School District, Ohio
 Net Position by Component,
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 1

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015*	2016
Governmental Activities										
Net Investment in Capital Assets	\$35,274,560	\$44,655,421	\$46,084,114	\$46,183,631	\$47,162,494	\$46,025,976	\$43,879,384	\$42,453,440	\$41,736,326	\$39,819,796
Restricted	19,550,170	12,073,911	11,746,533	9,866,666	5,545,426	4,916,405	4,436,186	4,485,483	4,776,545	4,840,315
Unrestricted	5,530,058	8,058,773	8,924,834	9,894,404	13,231,618	15,211,536	19,775,525	23,100,188	(10,616,658)	(9,081,673)
Total Government Net Position	\$60,354,788	\$64,788,105	\$66,755,481	\$65,944,701	\$65,939,538	\$66,153,917	\$68,091,095	\$70,039,111	\$35,896,213	\$35,578,438

Source: District Records

*GASB68 was implemented

Trotwood-Madison City School District, Ohio
 Expenses, Program Revenues and Net (Expense)/Revenue
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 2

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Governmental Activities:										
Instruction	\$24,569,828	\$22,573,358	\$21,929,116	\$25,525,700	\$18,318,100	\$16,264,686	\$15,202,405	\$19,103,040	\$19,726,390	\$20,407,914
Pupil	2,040,797	2,149,688	2,181,503	2,202,523	2,279,513	2,239,937	1,777,767	1,091,103	1,897,970	2,084,690
Instructional Staff	2,567,820	2,521,436	1,985,900	2,100,439	1,515,477	1,915,261	1,595,126	652,808	777,789	891,236
General Administration	54,453	50,283	43,159	50,415	42,389	63,178	54,152	53,517	45,567	173,576
School Administration	2,750,758	2,626,744	2,870,747	2,490,069	2,666,021	2,707,369	2,334,417	2,534,293	2,578,359	2,738,380
Business and Fiscal	1,733,529	1,195,904	1,245,113	1,199,030	1,164,298	1,643,741	1,296,013	1,130,557	1,095,379	1,366,537
Operation and Maintenance	3,025,115	3,442,287	3,207,201	3,328,545	3,093,825	3,069,944	2,479,418	2,848,622	2,523,390	2,922,809
Pupil Transportation	1,589,563	1,636,690	1,491,989	1,577,957	1,477,769	1,788,916	1,585,329	1,571,958	2,193,250	2,064,428
Central	1,405,039	1,393,523	1,466,763	1,804,892	1,326,745	1,167,037	895,992	771,894	702,626	880,354
Operation of Non-Instructional Services	2,021,177	1,692,701	1,976,438	2,025,736	6,873,067	6,960,950	6,778,755	7,115,184	6,656,448	7,966,503
Extracurricular Activities	633,568	512,227	532,961	572,475	536,277	577,745	489,902	544,388	593,149	632,674
Interest and Fiscal Charges	2,589,266	2,004,512	2,060,339	2,061,942	2,087,456	2,350,627	2,065,021	2,037,508	1,853,501	1,883,370
Total Government Expenses	44,980,913	41,799,353	40,991,229	44,939,723	41,380,937	40,749,391	36,554,297	39,454,872	40,643,818	44,012,471
Program Revenues										
Governmental Activities:										
Charges for Services										
Instruction	335,259	418,618	836,903	366,210	404,323	337,854	456,599	335,392	292,889	312,675
Pupil	2,854	0	0	0	0	0	0	0	0	4
Instructional Staff	8,602	0	0	0	0	0	0	0	0	0
General Administration	0	0	0	0	0	0	0	0	0	88,455
School Administration	265,487	106,902	126,760	103,451	121,603	135,603	126,203	121,208	107,741	0
Fiscal	0	0	0	78	0	0	0	0	0	0
Operations and Maintenance	0	0	22,080	15,155	24,810	20,051	32,151	153,043	33,267	26,746
Pupil Transportation	0	0	0	0	0	22,879	14,951	7,124	0	24,100
Operation of Non-Instructional Services	397,324	403,329	334,282	197,948	156,201	138,620	121,577	37,653	33,756	41,342
Extracurricular Activities	107,602	38,134	17,924	21,875	32,714	41,735	31,663	34,432	39,485	43,732
Operating Grants and Contributions	8,844,269	9,282,284	8,869,440	9,442,560	9,116,882	7,213,787	6,991,184	10,435,397	10,871,624	11,110,263
Capital Grants and Contributions	23,812,365	1,954,673	39,582	0	0	0	0	0	0	0
Total Government Revenues	33,773,762	12,203,940	10,246,971	10,147,277	9,856,533	7,910,529	7,774,328	11,124,249	11,378,762	11,647,317
Net (Expense)/Revenue	(\$11,207,151)	(\$29,595,413)	(\$30,744,258)	(\$34,792,446)	(\$31,524,404)	(\$32,838,862)	(\$28,779,969)	(\$28,330,623)	(\$29,265,056)	(\$32,365,154)

Source: District Records

Trotwood-Madison City School District, Ohio
 General Revenues and Total Change in Net Position,
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 3

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Net (Expense)/Revenue	(\$11,207,151)	(\$29,595,413)	(\$30,744,258)	(\$34,792,446)	(\$31,524,404)	(\$32,838,862)	(\$28,779,969)	(\$28,330,623)	(\$29,265,056)	(\$32,365,154)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes										
Property Taxes Levied for General Purposes	9,816,223	9,440,052	8,779,118	9,061,543	8,491,828	8,486,452	6,946,566	8,278,034	7,506,564	7,675,020
Property Taxes Levied for Special Revenue Purposes	126,558	122,421	113,835	125,002	521,176	107,103	87,689	102,604	90,426	91,223
Property Taxes Levied for Debt Service Purposes	2,241,294	2,140,012	1,989,514	2,034,414	1,570,381	1,743,466	1,422,315	1,846,324	1,728,165	1,837,793
Property Taxes Levied for Capital Projects Purposes	643,872	614,554	571,444	661,417	392,297	537,660	440,199	515,067	453,940	457,943
Grants and Entitlements Not Restricted to Specific Programs	20,559,179	20,930,858	20,313,225	21,343,328	20,907,721	21,025,020	21,279,198	19,101,293	21,016,104	21,147,382
Revenue in Lieu of Taxes	21,000	50,068	50,704	55,770	55,770	32,677	0	320,462	76,956	81,415
Investment Earnings	1,434,501	850,510	260,220	51,592	22,071	150,211	16,492	23,243	30,552	144,538
Unrestricted Contributions	20,707	0	0	0	0	0	0	0	0	0
Other Revenues	443,663	353,159	633,574	648,600	430,492	970,652	524,688	672,077	945,404	612,065
Total Governmental Activities	35,306,997	34,501,634	32,711,634	33,981,666	32,391,736	33,053,241	30,717,147	30,859,104	31,848,111	32,047,379
Change in Net Position	\$24,099,846	\$4,906,221	\$1,967,376	(\$810,780)	\$867,332	\$214,379	\$1,937,178	\$2,528,481	\$2,583,055	(\$317,775)

Source: District Records

Trotwood-Madison City School District, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Schedule 4

	Fiscal Year									
	2007	2008	2009	2010	2011 (1)	2012	2013	2014	2015	2016
General Fund										
Reserved	\$825,822	\$1,156,963	\$623,364	\$625,396	\$0	\$0	\$0	\$0	\$0	\$0
Unreserved	4,428,343	5,742,007	7,108,640	8,184,551	0	0	0	0	0	0
Nonspendable										
Assigned					0	24,002	33,845	25,218	38,585	63,940
Unassigned					12,428,172	14,688,439	18,802,497	23,537,274	26,163,063	39,185
Total General Fund	5,254,165	6,898,970	7,732,004	8,809,947	12,428,172	14,712,441	18,836,342	23,562,492	26,201,648	27,586,432
All Other Governmental Funds										
Reserved	8,373,535	1,653,678	1,347,438	4,129,933	0	0	0	0	0	0
Unreserved, Reported in:										
Capital Project Funds	8,366,343	6,965,330	6,579,045	1,038,865	0	0	0	0	0	0
Debt Service Funds	1,068,768	1,470,348	2,096,837	2,426,392	0	0	0	0	0	0
Special Revenue Funds	772,789	669,968	298,725	521,468	0	0	0	0	0	0
Nonspendable					16,046	12,108	4,900	0	0	14,103
Restricted					5,658,044	4,455,385	3,984,487	3,720,425	4,034,922	4,088,377
Committed					8,619	0	0	0	0	0
Unassigned					(200,846)	(363,359)	(261,200)	(723,191)	(409,142)	(308,039)
Total All Other Governmental Funds	\$18,581,435	\$10,759,324	\$10,322,045	\$8,116,658	\$5,481,863	\$4,104,134	\$3,728,187	\$2,997,234	\$3,625,780	\$3,794,441

Source: District Records

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

Trotwood-Madison City School District, Ohio
 Governmental Funds Revenues,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 5

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues:										
Taxes	\$13,135,821	\$12,289,706	\$10,790,388	\$11,250,188	\$11,110,044	\$10,404,685	\$8,999,932	\$10,370,463	\$9,713,235	\$9,891,937
Revenue in Lieu of Taxes	0	0	50,704	55,770	55,770	32,677	0	320,462	76,956	81,415
Tuition and Fees	317,954	400,703	836,903	320,073	404,323	362,438	366,673	343,565	293,578	336,775
Investment Earnings	1,434,501	850,510	260,220	51,591	22,071	14,269	16,492	23,243	30,552	144,538
Intergovernmental	52,963,037	32,546,585	29,296,663	30,631,937	30,693,627	28,279,307	28,125,988	29,445,547	31,996,435	32,291,229
Extracurricular Activities	390,997	166,285	147,943	125,404	149,389	175,554	157,743	153,903	144,790	132,187
Charges for Services	397,324	382,401	331,023	244,085	161,129	138,700	258,728	200,323	102,597	51,262
Other Revenues	476,371	370,752	604,949	663,754	455,304	916,691	524,686	660,309	910,577	628,896
Total Revenues	\$69,116,005	\$47,006,942	\$42,318,793	\$43,342,802	\$43,051,657	\$40,324,321	\$38,450,242	\$41,517,815	\$43,268,720	\$43,558,239

Source: District Records

Trotwood-Madison City School District, Ohio
 Governmental Funds Expenditures and Debt Service Ratio,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 6

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Regular Instruction	\$16,975,408	\$16,401,807	\$16,037,204	\$16,745,607	\$10,566,919	\$9,813,238	\$8,823,860	\$11,254,978	\$12,336,072	\$11,526,289
Special Instruction	4,935,557	3,980,648	4,585,705	4,670,027	4,383,057	3,462,997	3,482,103	4,148,611	4,482,203	4,734,274
Other Instruction	705,963	1,366,552	465,724	824,641	491,370	260,105	364,771	704,744	901,010	1,076,065
Pupil	1,987,776	2,280,378	2,267,017	2,202,682	2,284,745	2,247,544	1,777,284	1,481,846	1,879,177	2,084,222
Instructional Staff	2,662,647	2,514,420	1,970,368	2,094,894	1,542,735	1,847,579	1,601,176	681,125	828,999	855,643
General Administration	54,335	50,283	43,159	50,415	42,389	63,178	54,152	53,517	46,200	172,968
School Administration	2,633,351	2,573,388	2,596,684	2,358,583	2,523,369	2,578,502	2,221,205	2,403,330	2,507,457	2,569,543
Fiscal	1,479,668	939,716	801,436	623,377	668,293	1,139,259	880,224	780,585	820,125	930,461
Business	261,524	256,283	436,387	578,275	503,894	479,879	414,317	367,591	309,392	367,099
Operations and Maintenance	3,022,276	3,506,620	3,260,090	3,376,876	3,043,990	2,967,055	2,429,458	2,776,749	2,563,979	2,793,324
Pupil Transportation	1,579,059	1,794,266	1,498,248	1,491,018	1,518,679	1,684,363	1,559,703	1,618,132	2,202,157	1,979,928
Central	1,244,990	1,353,478	1,452,270	1,736,597	1,355,321	1,164,177	1,028,824	767,268	716,645	859,291
Operation of Non-Instructional Service:	1,988,417	1,981,824	1,942,921	2,174,086	6,955,465	6,840,074	6,778,764	7,047,908	6,656,437	7,900,977
Extracurricular Activities	609,521	508,059	523,823	501,411	517,460	522,624	440,073	488,309	560,345	570,642
Capital Outlay	32,549,109	10,182,158	1,638,343	2,573,793	3,691,599	1,822,403	227,811	1,559,581	1,001,304	868,620
Debt Service:										
Principal Retirement	500,875	815,000	665,000	740,000	790,000	928,786	961,796	574,466	597,515	909,487
Interest and Fiscal Charges	2,481,773	1,729,368	1,754,000	1,724,964	1,697,442	1,681,205	1,657,417	2,394,717	2,435,608	2,405,274
Issuance Costs	0	296,586	0	0	0	0	0	0	0	193,122
Total Expenditures	\$75,672,249	\$52,530,834	\$41,938,379	\$44,467,246	\$42,576,727	\$39,502,968	\$34,702,938	\$39,103,457	\$40,844,625	\$42,797,229

Debt Service as a Percentage of Noncapital Expenditures	6.92%	6.70%	6.48%	5.95%	6.46%	6.90%	7.65%	8.02%	7.63%	7.86%
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Source: District Records

Trotwood-Madison City School District, Ohio
 Other Financing Sources and Uses and Net Change in Fund Balances,
 Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 7

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Other Financing Sources (Uses):										
Issuance of Long Term Debt	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$646,113	\$842,607	\$90,611
Refunding Debt Issued	0	0	0	0	0	0	0	0	0	7,670,000
Issuance of Capital Leases	0	0	0	0	500,000	0	0	0	0	0
Issuance of Refunding Certificate of Participation	0	10,000,000	0	0	0	0	0	0	0	0
Payments to Refunding Bond Escrow Agent	0	(9,796,000)	0	0	0	0	0	0	0	0
Premium on Refunding Bonds	0	92,586	0	0	0	0	0	0	0	(7,986,519)
Proceeds from the Sale of Capital Assets	0	0	15,341	0	5,500	85,487	650	2,829	1,000	505,851
Transfers In	561,051	227,513	332,573	448,118	527,272	280,150	366,882	1,471,897	818,174	1,962,245
Transfers (Out)	(1,601,275)	(1,177,513)	(332,573)	(448,118)	(527,272)	(280,150)	(366,882)	(540,000)	(818,174)	(1,449,753)
Total Other Financing Sources (Uses)	(1,040,224)	(653,414)	15,341	0	505,500	85,187	650	1,580,839	843,607	792,435
Net Change in Fund Balances	(\$7,596,468)	(\$6,177,306)	\$395,755	(\$1,124,444)	\$980,430	\$906,540	\$3,747,954	\$3,995,197	\$3,267,702	\$1,553,445

Source: District Records

Trotwood-Madison City School District, Ohio
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Collection (Calendar) Years (1)
 Schedule 8

Collection Year	Real Property Assessed Value	Tangible Personal Property Assessed Value (2)	Public Utilities Personal Assessed Value	Total Assessed Value	Total Estimated Actual Value	Total Direct Rate
2006	276,340,510	14,182,989	10,179,700	300,703,199	834,598,287	60.70
2007	284,288,750	13,013,167	10,205,470	307,507,387	883,620,249	60.06
2008	282,842,600	7,900,867	7,921,430	298,664,897	891,672,323	60.06
2009	282,219,360	1,453,030	7,953,810	291,626,200	817,280,027	60.06
2010	274,457,540	226,430	7,852,180	282,536,150	808,858,826	60.06
2011	271,080,890	0	8,208,170	279,289,060	799,170,886	60.06
2012	228,165,020	0	8,448,770	236,613,790	673,598,035	60.06
2013	223,589,210	0	9,038,040	232,627,250	664,649,286	60.06
2014	222,417,400	0	9,967,970	232,385,370	663,958,200	61.06
2015	201,890,040	0	10,842,670	212,732,710	607,807,743	62.06

Source: Montgomery County Auditor

(1) - Assessed values shown in this schedule will not agree to amounts in the notes to the financial statements, since the schedules are shown on a calendar year basis, which is consistent with the method county auditors maintain this information

(2) - House Bill 66 phased out tangible personal property with the last collection during 2010.

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

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

Trotwood-Madison City School District, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Calendar Years
 Schedule 9

Calendar Year	District Direct Rates				Overlapping Rates					
	General Purpose	Debt	Capital Purpose	Classroom Facilities	Total	Montgomery County	City of Trotwood	City of Dayton	Library	MVCTC
2006	48.94	8.11	2.51	0.50	60.06	18.24	17.39	10.00	1.25	2.58
2007	48.94	8.11	2.51	0.50	60.06	18.24	17.39	10.00	1.25	2.58
2008	48.94	8.11	2.51	0.50	60.06	20.24	17.39	10.00	1.25	2.58
2009	48.94	8.11	2.51	0.50	60.06	20.94	16.65	10.00	1.25	2.58
2010	48.94	8.11	2.51	0.50	60.06	20.94	19.65	10.00	1.75	2.58
2011	48.94	8.11	2.51	0.50	60.06	20.94	19.65	10.00	1.75	2.58
2012	48.94	8.11	2.51	0.50	60.06	20.94	19.65	10.00	1.75	2.58
2013	48.94	8.11	2.51	0.50	60.06	20.94	19.65	10.00	3.31	2.58
2014	48.94	9.11	2.51	0.50	61.06	20.94	23.80	10.00	3.31	2.58
2015	49.94	9.11	2.51	0.50	62.06	22.94	23.80	10.00	3.31	2.58

Source: Montgomery County Auditor

Trotwood-Madison City School District, Ohio
Principal Property Tax Payers
Current Year and Nine Years Ago
Schedule 10

Taxpayer	2015 (1)	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Dayton Power and Light Company	\$8,792,340	4.13%
Dayton Healthcare	3,620,840	1.70%
Vectren Energy Delivery of Ohio	2,212,440	1.04%
Shilo Apartments Limited	2,118,730	1.00%
Woodland Hills Associates	1,944,010	0.91%
Maria Joseph Properties LLC	1,932,320	0.91%
Westbrooke Village	1,760,820	0.83%
Hormel Foods Sales, LLC	1,700,000	0.80%
Shiloh Springs, LP	1,507,330	0.71%
Lowe's Home Center, LLC	1,445,050	0.68%
Total Principal Taxpayers	27,033,880	12.71%
All Other Taxpayers	185,698,830	87.29%
Total All Taxpayers	\$212,732,710	100.00%

Taxpayer	2006 (1)	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Dayton Power and Light Company	\$16,669,790	5.42%
Ohio Bell Telephone Co.	11,185,320	3.64%
Cross Pointe Associates, Inc.	8,052,100	2.62%
Miller Farm Apartments	6,926,300	2.25%
Washington Place Limited	6,506,070	2.12%
Streetplacechase Advisors	5,220,670	1.70%
CVS Partnerships	4,593,100	1.49%
Voss Chevrolet, Inc.	4,126,830	1.34%
Chesapeake Landing	3,963,350	1.29%
United Dominion Realty	3,623,490	1.18%
Total Principal Taxpayers	70,867,020	23.05%
All Other Taxpayers	236,640,367	76.95%
Total All Taxpayers	\$307,507,387	100.00%

Source: Montgomery County Auditor

(1) - Denotes calendar year

Trotwood-Madison City School District, Ohio
Property Tax Levies and Collections
Last Ten Calendar Years
Schedule 11

Calendar Year	Taxes Levied for the Calendar Year (1)	Collected within the Calendar Year of the Levy		Delq. Collections in Subsequent Years	Total Collections to Date	
		Amount (2)	Percentage of Levy		Amount	Percentage of Levy
2006	14,364,018	13,072,198	91.01%	1,291,820	14,364,018	100.00%
2007	14,434,277	12,707,523	88.04%	1,165,007	13,872,530	96.11%
2008	13,890,562	12,104,724	87.14%	1,008,878	13,113,602	94.41%
2009	13,429,251	11,435,010	85.15%	1,111,064	12,546,074	93.42%
2010	13,838,299	11,985,759	86.61%	977,038	12,962,797	93.67%
2011	13,305,377	11,952,697	89.83%	498,489	12,451,186	93.58%
2012	11,989,257	10,878,766	90.74%	927,982	11,806,748	98.48%
2013	11,820,565	10,627,898	89.91%	146,298	10,774,196	91.15%
2014	12,098,150	11,083,480	91.61%	1,014,670	12,098,150	100.00%
2015	11,510,320	10,533,060	91.51%	596,145	11,129,205	96.69%

Source: Montgomery County Auditor

(1) - Taxes levied and collected are presented on a cash basis

(2) - State reimbursements of rollback and homestead exemptions are included

Trotwood-Madison City School District, Ohio
 Outstanding Debt by Type,
 Last Ten Fiscal Years
 Schedule 12

Fiscal Year	Governmental Activities					General Bonded Debt Outstanding	Ratio of General Bonded Debt to Estimated Actual Value (1)	Percentage of Personal Income (2)	Per Capita
	General Bonded Debt Outstanding				Debt Service Fund Balance				
	General Obligation Bonds and Loans	Capital Leases	Tax Anticipation Notes						
2007	33,196,531	9,796,000	0		1,214,145	31,982,386	3.83%	0.17%	934
2008	33,754,042	9,919,279	0		1,675,231	32,078,811	3.63%	0.17%	913
2009	33,539,143	9,720,972	0		2,179,754	31,359,389	3.52%	0.16%	865
2010	33,316,488	9,512,665	0		2,554,294	30,762,194	3.76%	0.16%	875
2011	33,106,709	9,794,358	0		2,874,481	30,232,228	3.74%	0.16%	837
2012	32,918,033	9,477,265	0		2,959,493	29,958,540	3.75%	0.15%	795
2013	32,725,091	9,147,162	0		2,893,631	29,831,460	4.43%	0.14%	750
2014	32,821,952	8,803,954	0		2,767,411	30,054,541	4.52%	0.14%	749
2015	32,841,359	8,447,542	0		2,616,021	30,225,338	4.55%	0.14%	742
2016	31,736,194	8,735,851	0		2,550,311	29,185,883	4.80%	0.13%	691

Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2016 is calendar year 2015)

(2) - On the calendar year basis

Trotwood-Madison City School District, Ohio
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2016
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Overlapping Debt:			
City of Dayton	35,115,000	0.60%	210,690
City of Trotwood	13,975,000	81.48%	11,386,830
Miami Valley Career Joint Vocational School District	5,867,994	3.13%	183,668
Dayton Metro Library District Misc.	<u>169,280,000</u>	2.98%	<u>5,044,544</u>
Subtotal, Overlapping Debt	<u>224,237,994</u>		<u>16,825,732</u>
District Direct Debt	<u>40,472,045</u>	100.00%	<u>40,472,045</u>
Total Direct and Overlapping Debt	<u>\$264,710,039</u>		<u>\$57,297,777</u>

Source: Ohio Municipal Advisory Council

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the School District by the total assessed valuation of the government.

Trotwood-Madison City School District, Ohio
 Legal Debt Margin Information,
 Last Ten Fiscal Years
 Schedule 14

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Debt Limit	\$27,675,665	\$26,879,841	\$26,246,358	\$25,428,254	\$25,173,883	\$25,136,015	\$21,295,241	\$20,914,684	\$20,914,683	\$19,145,944
Total Net Debt Applicable to Limit	32,809,987	32,164,987	31,694,987	31,159,987	30,584,987	29,969,987	29,849,987	30,054,541	30,225,338	40,472,045
Legal Debt Margin	<u>(\$8,602,467)</u>	<u>(\$7,839,883)</u>	<u>(\$5,285,146)</u>	<u>(\$5,448,629)</u>	<u>(\$5,731,734)</u>	<u>(\$4,833,972)</u>	<u>(\$8,554,746)</u>	<u>(\$9,139,857)</u>	<u>(\$9,310,655)</u>	<u>(\$21,326,101)</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	118.55%	119.66%	120.76%	122.54%	121.49%	119.23%	196.63%	143.70%	144.52%	211.39%

Legal Debt Margin Calculation for Fiscal Year 2016

Assessed value (1) \$212,732,710
 Debt limit (9% of assessed value) 19,145,944
 Debt applicable to limit 40,472,045
 Legal debt margin (\$21,326,101)

Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2016 is calendar year 2015)

Trotwood-Madison City School District, Ohio
 Demographic and Economic Statistics
 Last Ten Calendar Years
 Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2006	27,070	\$18,606,241	\$34,227	6.2%
2007	27,070	18,996,515	35,135	7.8%
2008	27,070	19,487,632	36,245	11.4%
2009	27,070	18,829,675	35,176	11.1%
2010	24,431	19,347,596	36,108	9.6%
2011	24,431	20,258,807	37,684	9.4%
2012	24,431	21,263,616	39,795	7.8%
2013	24,431	21,514,166	40,150	5.8%
2014	24,431	21,695,498	40,742	4.8%
2015	24,431	22,473,513	42,223	4.7%

- Sources:
- (1) - Population estimates provided by U.S. Census Bureau
 - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Montgomery County
 - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Montgomery County
 - (4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average

Trotwood-Madison City School District, Ohio
Major Employers (1)
Current Calendar Year and Seven Years Ago (2)
Schedule 16

2015

Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
AES Corp/Dayton Power & Light	Util	(4)	(5)
Behr Dayton Thermal Products LLC	Mfg	(4)	(5)
Dayton City Schools	Govt	(4)	(5)
Dmax Ltd	Mfg	(4)	(5)
GE Capital	Fin	(4)	(5)
Green Tokai Co	Mfg	(4)	(5)
Kettering Health Network	Serv	(4)	(5)
PNC Financial Services Group	Fin	(4)	(5)
Premier Health Partners, Inc.	Serv	(4)	(5)
Reed Elsevier LexisNexis	Serv	(4)	(5)
Reynolds & Reynolds Co., Inc.	Mfg	(4)	(5)
University of Dayton	Serv	(4)	(5)
U.S. Federal Government	Govt	(4)	(5)

2008

Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Population
Behr Dayton Thermal Products, LLC	Mfg	(4)	(5)
Dayton City Board of Education	Govt	(4)	(5)
DPL, Inc./Dayton Power & Light Co.	Util	(4)	(5)
General Motors Corp.	Mfg	(4)	(5)
Kettering Medical Center	Health	(4)	(5)
NCR Corp.	Mfg	(4)	(5)
Premier Health Partners, Inc.	Health	(4)	(5)
Reed Elsevier LexisNexis	Pub	(4)	(5)
Reynolds & Reynolds Co., Inc.	Mfg	(4)	(5)
University of Dayton	Edu	(4)	(5)
U.S. Federal Government	Govt	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Montgomery County

(2) - Only current calendar year and seven years ago information available. Information for nine years ago not available.

(3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.

(4) - The number of employees of each listed major employer was not available.

(5) - The employer's percentage of total employment for each major employer was not available.

Trotwood-Madison City School District, Ohio
 Full-Time Equivalent District Employees by Type
 Last Ten Fiscal Years
 Schedule 17

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Official/Administrative										
Admin. Assistant	3.00	3.00	3.00	4.00	0.00	1.00	2.00	2.00	2.00	1.00
Assist. Deputy/Assoc. Superintendent	1.00	1.00	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00
Assist. Principal	3.00	4.00	5.00	4.80	3.00	3.00	3.00	3.00	3.00	4.00
Principals	6.00	5.00	5.00	3.97	5.00	3.00	4.00	5.00	5.00	5.00
Superintendent	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Supervising/Managing/Directing	4.00	4.00	3.00	5.23	1.00	1.00	4.00	4.00	4.00	4.00
Treasurer	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Coordinator	7.00	6.00	4.00	3.80	0.00	0.00	1.00	2.00	3.00	5.00
Director	2.00	3.00	3.00	3.00	3.00	3.00	4.00	3.00	4.00	4.00
Other Official/Administrative	1.00	1.00	2.00	0.00	0.00	0.00	0.00	3.00	3.00	3.00
Total Official/Administrative	29.00	29.00	28.00	27.80	14.00	13.00	20.00	24.00	26.00	28.00
Professional - Educational										
Curriculum Specialist	5.00	2.00	1.00	1.00	2.00	2.00	0.00	0.00	0.00	0.00
Counseling	5.00	6.00	6.00	5.00	6.00	6.00	5.00	7.00	8.00	9.00
Librarian/Media	2.00	2.00	2.00	1.86	2.00	2.00	1.00	1.00	2.00	2.00
Remedial Specialist	0.34	0.46	0.28	0.28	0.00	0.00	0.00	5.00	6.00	7.00
Regular Teaching	137.00	132.00	147.00	145.34	169.00	148.00	142.00	142.00	136.00	124.00
Special Education Teaching	10.28	9.60	10.10	12.02	10.00	10.00	17.00	18.00	33.00	31.00
Vocational Education Teaching	0.00	0.00	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00
Tutor/Small Group Instructor	2.00	0.63	1.37	0.55	1.00	1.00	1.00	1.00	1.00	2.00
Educ. Service Personnel Teacher	16.20	12.06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Suppl. Service Teacher (Spec. Ed.)	27.77	26.00	17.00	15.75	0.00	0.00	0.00	0.00	2.00	2.00
Permanent Substitute	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Professional	18.00	17.00	21.55	23.38	4.00	3.00	2.00	0.00	0.00	0.00
Total Professional - Education	223.59	207.75	207.30	206.18	194.00	172.00	168.00	174.00	188.00	177.00
Professional - Other										
Audiologist	0.06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Auditing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Personnel	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Psychologist	7.00	8.00	4.00	4.00	4.00	3.00	4.00	4.00	5.00	5.00
Publicity Relations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Social Work	1.00	3.00	3.00	2.00	2.00	1.00	1.00	0.00	1.00	3.00
Physical Therapist	0.00	0.00	0.65	0.65	1.00	1.00	0.00	0.00	0.00	0.00
Speech and Language Therapist	4.00	4.00	4.00	4.40	1.00	1.00	0.00	0.00	0.00	0.00
Occupational Therapist	0.00	0.00	1.23	1.23	4.00	3.00	0.00	0.00	0.00	0.00
Mobility Therapist	0.00	0.00	0.00	0.00	2.00	2.00	0.00	0.00	0.00	0.00
Educational Interpreter	1.00	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Physical Therapy Assistant	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Adapted Physical Education Therapist	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Professional - Other	13.06	16.00	13.88	12.28	14.00	11.00	5.00	4.00	6.00	8.00
Technical										
Computer Operating	0.00	0.00	0.00	0.00	0.00	0.00	1.00	2.00	0.00	0.00
Practical Nursing	0.00	4.00	0.00	0.00	0.00	0.00	0.00	4.00	6.00	6.00
Library Aide	4.00	4.00	2.00	2.00	2.00	1.00	0.00	1.00	1.00	0.00
Instructional Paraprofessional	28.00	33.00	33.00	35.00	28.00	20.00	20.00	13.00	29.00	36.00
Other Technical	0.00	0.00	3.00	4.00	4.00	2.00	2.00	4.00	0.00	0.00
Total Technical	32.00	41.00	38.00	41.00	34.00	23.00	23.00	24.00	36.00	42.00

Source: State Department of Education

Trotwood-Madison City School District, Ohio
 Full-Time Equivalent District Employees by Type
 Last Ten Fiscal Years
 Schedule 17 (Continued)

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Office/Clerical										
Bookkeeping	1.00	1.00	2.00	0.00	1.00	1.00	1.00	1.00	1.00	1.00
Clerical	29.00	27.00	21.00	20.00	17.00	14.00	15.00	17.00	17.00	17.00
Messenger	0.00	0.00	1.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00
Teaching Aide	37.52	4.00	6.00	3.00	3.00	2.00	2.00	2.00	5.00	5.00
Telephone Operator	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other Office/Clerical	0.00	0.00	0.00	1.00	3.00	3.00	1.00	2.00	0.00	0.00
Total Office/Clerical	<u>67.52</u>	<u>32.00</u>	<u>30.00</u>	<u>25.00</u>	<u>25.00</u>	<u>21.00</u>	<u>20.00</u>	<u>22.00</u>	<u>23.00</u>	<u>23.00</u>
Crafts and Trades										
General Maintenance	3.00	3.00	3.00	3.00	3.00	2.00	3.00	3.00	3.00	3.00
Mechanic	2.00	2.00	3.00	3.00	3.00	2.00	1.00	1.00	1.00	1.00
Total Crafts and Trades	<u>5.00</u>	<u>5.00</u>	<u>6.00</u>	<u>6.00</u>	<u>6.00</u>	<u>4.00</u>	<u>4.00</u>	<u>4.00</u>	<u>4.00</u>	<u>4.00</u>
Operative										
Vehicle Operator (buses)	25.75	19.75	23.75	22.00	23.00	23.00	23.00	23.00	26.00	26.00
Total Operative	<u>25.75</u>	<u>19.75</u>	<u>23.75</u>	<u>22.00</u>	<u>23.00</u>	<u>23.00</u>	<u>23.00</u>	<u>23.00</u>	<u>26.00</u>	<u>26.00</u>
Extracurricular/Intracurricular Activities										
Advisor	0.00	0.00	0.00	0.00	1.00	1.00	0.00	0.00	0.00	0.00
Coaching	0.00	0.00	0.00	0.00	1.00	1.00	0.00	0.00	0.00	0.00
Extra/Intra - Curricular Activities	0.00	0.00	0.00	0.00	2.00	2.00	1.00	3.00	1.00	1.00
Total Extracurricular/Intracurricular Ac	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>4.00</u>	<u>4.00</u>	<u>1.00</u>	<u>3.00</u>	<u>1.00</u>	<u>1.00</u>
Service Work/Laborer										
Attendance Officer	2.00	2.00	2.00	2.00	2.00	2.00	0.00	0.00	1.00	1.00
Custodian	25.00	26.00	23.00	23.00	20.00	15.00	15.00	22.00	23.00	23.00
Food Service	22.80	20.80	20.05	22.70	29.00	20.00	24.00	29.00	33.00	33.00
Monitoring	5.00	6.00	7.00	7.00	7.00	3.00	1.00	1.00	1.00	1.00
Groundskeeping	2.00	2.00	2.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00
Total Service Work/Laborer	<u>56.80</u>	<u>56.80</u>	<u>54.05</u>	<u>55.70</u>	<u>59.00</u>	<u>41.00</u>	<u>41.00</u>	<u>52.00</u>	<u>58.00</u>	<u>58.00</u>
Total Employees	<u>452.72</u>	<u>407.30</u>	<u>400.98</u>	<u>395.96</u>	<u>373.00</u>	<u>312.00</u>	<u>305.00</u>	<u>330.00</u>	<u>368.00</u>	<u>367.00</u>

Source: State Department of Education

Trotwood-Madison City School District, Ohio
 Operating Statistics
 Last Ten Fiscal Years
 Schedule 18

Fiscal Year	Enrollment	Operating Expenditure	Cost Per Pupil	Percentage Change	Expenses	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2007	3,021	72,689,601	10,077	-0.58%	44,980,913	14,889	11.97%	180	16.8	81.51%
2008	3,061	49,689,880	11,411	13.24%	41,799,353	13,655	-8.29%	191	16.0	50.20%
2009	2,939	39,519,379	13,447	17.84%	40,991,229	13,947	2.14%	196	15.0	43.80%
2010	2,870	42,002,282	14,635	8.84%	44,939,723	15,658	12.27%	206	13.9	80.10%
2011	2,771	40,089,285	14,467	-1.14%	41,380,937	14,934	-4.63%	169	16.4	81.90%
2012	2,646	36,892,977	13,943	-3.63%	40,749,391	15,400	3.13%	148	17.9	82.50%
2013	2,636	32,083,725	12,171	-12.71%	36,554,297	13,867	-9.95%	142	18.6	84.00%
2014	2,630	36,134,274	13,739	12.88%	39,454,872	15,002	8.18%	142	18.5	100.00%
2015	2,603	37,811,502	14,526	5.73%	40,643,818	15,614	4.08%	147	17.7	100.00%
2016	2,558	39,289,346	15,359	5.74%	44,012,471	17,206	10.19%	163	15.7	100.00%

Source: District Records

N/A - Information not available

Trotwood-Madison City School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 19

School	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Broadmoor Elementary										
Square Feet	35,282	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	389	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Madison Park Elementary										
Square Feet	N/A	54,065	54,065	54,065	54,065	54,065	54,065	54,065	54,065	54,065
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	N/A	403	410	343	316	N/A	N/A	399	392	360
Shilohview Elementary										
Square Feet	41,530	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	318	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Townview Elementary										
Square Feet	47,514	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	320	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Westbrooke Village Elementary										
Square Feet	34,740	54,065	54,065	54,065	54,065	N/A	54,065	54,065	54,065	54,065
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	343	428	397	481	464	N/A	90	101	257	344
Early Learning Center										
Square Feet	N/A	66,456	66,456	66,456	66,456	66,456	66,456	66,456	66,456	66,456
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	N/A	426	427	427	427	572	570	508	527	477
Trotwood-Madison Middle School										
Square Feet	84,065	84,065	88,266	88,266	88,266	88,266	88,266	88,266	88,266	88,266
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	538	675	662	626	626	777	701	754	559	492
Trotwood-Madison High School										
Square Feet	235,823	235,823	235,823	235,823	235,823	235,823	235,823	235,823	235,823	235,823
Capacity	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	1,103	1,078	1,043	993	938	1,297	1,275	868	778	885

Source: District Records

N/A - Information not available

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Dave Yost • Auditor of State

**TROTWOOD-MADISON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY**

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 12, 2017**