

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

SUPPLEMENTAL REPORTS

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2014**

LAURA SAUBER, TREASURER



Dave Yost • Auditor of State

Board of Education
Sylvania City School District
4747 North Holland Sylvania Road
Sylvania, Ohio 43560

We have reviewed the *Independent Auditor's Report* of the Sylvania City School District, Lucas County, prepared by Julian & Grube, Inc., for the audit period July 1, 2013 through June 30, 2014. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Sylvania City School District is responsible for compliance with these laws and regulations.

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

Dave Yost
Auditor of State

March 17, 2015

This page intentionally left blank.

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

TABLE OF CONTENTS

| | |
|---|-------|
| Schedule of Receipts and Expenditures of Federal Awards | 1 |
| Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i> | 2 - 3 |
| Independent Auditor’s Report on Compliance With Requirements Applicable to The Major Federal Program and on Internal Control Over Compliance Required by <i>OMB Circular A-133</i> and the Schedule of Receipts and Expenditures of Federal Awards | 4 - 5 |
| Schedule of Findings <i>OMB Circular A-133 § .505</i> | 6 |

SYLVANIA CITY SCHOOL DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE | CFDA NUMBER | (A) PASS-THROUGH GRANT NUMBER | (B) CASH FEDERAL RECEIPTS | (B) CASH FEDERAL DISBURSEMENTS |
|---|----------------|--|------------------------------------|---|
| U.S. DEPARTMENT OF AGRICULTURE PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION | | | | |
| Child Nutrition Grant Cluster: | | | | |
| (D) (E) School Breakfast Program | 10.553 | 2014 | \$ 55,238 | \$ 55,238 |
| (D) (E) National School Lunch Program | 10.555 | 2014 | 540,348 | 540,348 |
| (C) (D) National School Lunch Program - Food Donation | 10.555 | 2014 | 102,176 | 102,176 |
| Total National School Lunch Program | | | 642,524 | 642,524 |
| Total U.S. Department of Agriculture and Child Nutrition Grant Cluster | | | 697,762 | 697,762 |
| U.S. DEPARTMENT OF EDUCATION PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION | | | | |
| Title I Grants to Local Educational Agencies | 84.010 | 2013 | 157,914 | 154,339 |
| Title I Grants to Local Educational Agencies | 84.010 | 2014 | 783,670 | 784,771 |
| Total Title I Grants to Local Educational Agencies | | | 941,584 | 939,110 |
| Career and Technical Education_Basic Grants to States | 84.048 | 2013 | 37,818 | 25,283 |
| Career and Technical Education_Basic Grants to States | 84.048 | 2014 | 109,997 | 110,368 |
| Total Career and Technical Education - Basic Grants to States | | | 147,815 | 135,651 |
| Special Education Grant Cluster: | | | | |
| (G) Special Education_Grants to States | 84.027 | 2013 | 206,298 | 195,008 |
| (G) Special Education_Grants to States | 84.027 | 2014 | 1,362,029 | 1,363,682 |
| Total Special Education _Grants to States | | | 1,568,327 | 1,558,690 |
| (G) Special Education_Preschool Grants | 84.173 | 2014 | 34,262 | 34,262 |
| Total Special Education Grant Cluster | | | 1,602,589 | 1,592,952 |
| (F) Adult Education_State Grant Program | 84.002 | 2013 | 6,431 | 519 |
| (F) Adult Education_State Grant Program | 84.002 | 2014 | 34,469 | 46,135 |
| Total Adult Education State Grant Program | | | 40,900 | 46,654 |
| English Language Acquisition State Grants | 84.365 | 2013 | 2,401 | 2,403 |
| English Language Acquisition State Grants | 84.365 | 2014 | 40,480 | 45,327 |
| Total English Language Acquisition State Grants | | | 42,881 | 47,730 |
| Improving Teacher Quality State Grants | 84.367 | 2013 | 82,328 | 51,821 |
| Improving Teacher Quality State Grants | 84.367 | 2014 | 130,770 | 130,765 |
| Total Improving Teacher Quality State Grants | | | 213,098 | 182,586 |
| Total U.S. Department of Education | | | 2,988,867 | 2,944,683 |
| Total Federal Financial Assistance | | | \$ 3,686,629 | \$ 3,642,445 |

NOTES TO THE SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS:

- (A) OAKS did not assign pass-through numbers for fiscal year 2014.
- (B) This schedule was prepared on the cash basis of accounting.
- (C) The Food Donation Program is a non-cash, in kind, federal grant. Commodities are reported at the entitlement value.
- (D) Included as part of "Child Nutrition Grant Cluster" in determining major programs.
- (E) Commingled with state and local revenue from sales of lunches; assumed expenditures were made on a first-in, first-out basis.
- (F) Grant passed through Penta Career Center.
- (G) Included as part of "Special Education Grant Cluster" in determining major programs.



Julian & Grube, Inc.
Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

**Independent Auditor's Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Required by *Government Auditing Standards***

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

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Sylvania City School District, Lucas County, Ohio, as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Sylvania City School District's basic financial statements and have issued our report thereon dated December 19, 2014.

Internal Control Over Financial Reporting

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

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

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

Board of Education
Sylvania City School District

Compliance and Other Matters

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

Purpose of this Report

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



Julian & Grube, Inc.
December 19, 2014



Julian & Grube, Inc.
Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

**Independent Auditor's Report on Compliance With Requirements Applicable to The
Major Federal Program and on Internal Control Over
Compliance Required by OMB Circular A-133 and the Schedule of
Receipts and Expenditures of Federal Awards**

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

To the Board of Education:

Report on Compliance for The Major Federal Program

We have audited the Sylvania City School District's compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect the Sylvania City School District's major federal program for the fiscal year ended June 30, 2014. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the Sylvania City School District's major federal program.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on the Major Federal Program

In our opinion, the Sylvania City School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect its major federal program for the fiscal year ended June 30, 2014.

Board of Education
Sylvania City School District

Report on Internal Control Over Compliance

The Sylvania City School 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 Sylvania City School District's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the Sylvania City School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, 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 compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

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

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Sylvania City School District, Lucas County, Ohio, as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Sylvania City School District's basic financial statements. We issued our unmodified report thereon dated December 19, 2014. We conducted our audit to opine on the Sylvania City School District's basic financial statements. The accompanying schedule of receipts and expenditures of federal awards presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Julian & Grube, Inc.
December 19, 2014

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

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
JUNE 30, 2014**

| 1. SUMMARY OF AUDITOR'S RESULTS | | |
|--|---|--|
| <i>(d)(1)(i)</i> | <i>Type of Financial Statement Opinion</i> | Unmodified |
| <i>(d)(1)(ii)</i> | <i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i> | No |
| <i>(d)(1)(ii)</i> | <i>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i> | No |
| <i>(d)(1)(iii)</i> | <i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i> | No |
| <i>(d)(1)(iv)</i> | <i>Were there any material internal control weaknesses reported for major federal programs?</i> | No |
| <i>(d)(1)(iv)</i> | <i>Were there any significant deficiencies in internal control reported for major federal programs?</i> | No |
| <i>(d)(1)(v)</i> | <i>Type of Major Program's Compliance Opinion</i> | Unmodified |
| <i>(d)(1)(vi)</i> | <i>Are there any reportable findings under §.510(a)?</i> | No |
| <i>(d)(1)(vii)</i> | <i>Major Program (listed):</i> | Title I Grants to Local Educational Agencies, CFDA #84.010 |
| <i>(d)(1)(viii)</i> | <i>Dollar Threshold: Type A/B Programs</i> | Type A: >\$300,000 Type B: all others |
| <i>(d)(1)(ix)</i> | <i>Low Risk Auditee?</i> | Yes |

| |
|---|
| 2. FINDINGS RELATED TO THE BASIC FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS |
|---|

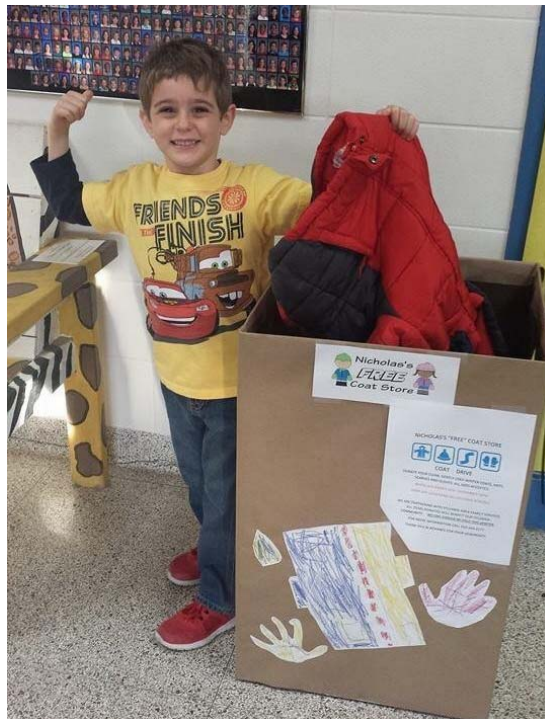
None

| |
|--|
| 3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS |
|--|

None

This page intentionally left blank.

Comprehensive Annual Financial Report



The Sylvania, Ohio City School District

Fiscal Year Ended June 30, 2014



About the cover:

Service Learning:
Fostering an attitude of gratitude.

Not all of life's lessons can be taught in the classroom . Some are modeled by staff and students through an attitude of gratitude. Sylvania Schools models service at every level in many different ways throughout the school year and beyond.

In many cases, it starts with just one person. One young boy saw a classmate arrive at school one chilly morning without a coat. From there, he took it to heart and started a district-wide campaign - Nicholas' Free Coat Drive - so that no child would be without a coat, hat or mittens this winter.

Each year, Dance for a Chance, a 10 year school-wide initiative, has built/remodeled homes for a handicapped student and an injured soldier, helped bring much-needed awareness and support for human trafficking, and sent war veterans to Washington D. C. through Honor Flight to name just a few.

This year alone, students have made hundreds of blankets to warm the hearts of the elderly, collected tons of food to fill empty stomachs and boxes of coats, hats and mittens to bundle children in warmth this winter and thanked countless veterans for their service to our country. That is in addition to the many annual service projects such as raking leaves, placing flags on veterans' gravesites, and providing time and expertise to area organizations.

While not mandatory, all of the schools, staff and students take part in service learning projects that benefit local families and organizations as well as taking on national and worldwide challenges that may arise.

Last year alone, the District tracked over 40,000 hours of service and over \$100,000 given to local, national and international organizations.

We truly believe that an attitude of gratitude is in each of us and we model and foster a culture of giving. And through that, the District will continue to fulfill its mission: *to educate students to make a difference!*

Pictured on the cover:

Top Left: Students at Highland Elementary give up their recess time to make blankets to warm the hearts of area nursing home residents. Over 100 blankets were made during the week-long blanket project. Top right: Southview high school students collected over 1000 cans for the local food bank. They also put together 27 Thanksgiving dinner baskets for Southview families. Bottom: Nicholas, a kindergarten student, saw a need and took it to heart to wrap hundreds of Sylvania students in warmth this winter through his Nicholas' Free Store Coat Drive.

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

OF THE

SYLVANIA CITY
SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2014

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

4747 N. HOLLAND SYLVANIA RD.
SYLVANIA, OHIO 43560

THIS PAGE IS INTENTIONALLY LEFT BLANK

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

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

TABLE OF CONTENTS

TITLE PAGE

TABLE OF CONTENTS i - iii

I. INTRODUCTORY SECTION

Letter of Transmittal I 1-6
 List of Principal Officials I 7
 Management Team I 8
 Organizational Chart..... I 9
 Certificate of Achievement for Excellence in Financial Reporting I 10

II. FINANCIAL SECTION

INDEPENDENT AUDITOR’S REPORT..... F 1 - 2
 MANAGEMENT’S DISCUSSION AND ANALYSIS F 3 - 14

BASIC FINANCIAL STATEMENTS:

Government-Wide Financial Statements:

Statement of Net Position F 15
 Statement of Activities F 16 - 17

Fund Financial Statements:

Balance Sheet - Governmental Funds..... F 18
 Reconciliation of Total Governmental Fund Balances to Net Position
 of Governmental Activities..... F 19
 Statement of Revenues, Expenditures and Changes in Fund
 Balances - Governmental Funds F 20
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities F 21
 Statement of Fiduciary Net Position - Fiduciary Funds..... F 22
 Statement of Changes in Fiduciary Net Position - Fiduciary Fund F 23

Notes to the Basic Financial Statements F 25 - 54

REQUIRED SUPPLEMENTARY INFORMATION:

Schedule of Revenues, Expenditures and Changes in Fund
 Balance - Budget and Actual (Non-GAAP Budgetary Basis) - General Fund F 57 - 58

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:

Combining Statements - Major Funds:

| | |
|---|-----------|
| Fund Descriptions - Major Governmental Funds | F 60 |
| Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) – Major Funds: | |
| General Fund | F 61 - 63 |
| Debt Service Fund | F 64 |
| Building Fund | F 64 |

Combining Statements - Nonmajor Funds:

| | |
|--|-----------|
| Fund Descriptions – Nonmajor Funds..... | F 65 - 67 |
| Combining Balance Sheet - Nonmajor Governmental Funds | F 68 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds..... | F 69 |
| Combining Balance Sheet – Nonmajor Special Revenue Funds | F 70 - 72 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds | F 74 – 76 |

Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual (Non-GAAP Budgetary Basis) – Nonmajor Special Revenue Funds:

| | |
|--|------|
| Food Service | F 77 |
| Other Grants | F 77 |
| District Managed Student Activity | F 77 |
| Auxiliary Services | F 78 |
| Data Communications For Schools | F 78 |
| Vocational Educational Enhancements | F 78 |
| Miscellaneous State Grants | F 79 |
| Adult Basic Education | F 79 |
| IDEA Part B | F 79 |
| Vocational Education | F 80 |
| Limited English Proficiency | F 80 |
| Title I..... | F 80 |
| Pre-school for the Handicapped Grant | F 81 |
| Improving Teacher Quality | F 81 |

Nonmajor Governmental Funds included in the General Fund on GAAP basis:

| | |
|-----------------------------------|------|
| Uniform School Supplies | F 81 |
| Special Services Rotary Fund..... | F 82 |
| Natorium..... | F 82 |
| Rotary Fund..... | F 82 |
| Public School Support | F 83 |

Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual (Non-GAAP Budgetary Basis) – Nonmajor Capital Projects Fund:

| | |
|-----------------------------|------|
| Permanent Improvement | F 84 |
|-----------------------------|------|

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES (Continued):

Combining Statements - Fiduciary Funds:

| | |
|---|------|
| Fund Descriptions - Fiduciary Funds | F 85 |
| Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Private-Purpose Trust Fund: | |
| Scholarship | F 86 |
| Statement of Changes in Assets and Liabilities - Agency Fund | F 87 |

III. STATISTICAL SECTION

| | |
|---|-----------|
| Table of Contents | S 1 |
| Net Position by Component - Last Ten Fiscal Years | S 2 - 3 |
| Changes in Net Position - Last Ten Fiscal Years | S 4 - 7 |
| Fund Balances, Governmental Funds - Last Ten Fiscal Years | S 8 - 9 |
| Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years | S 10 - 11 |
| Assessed Valuation and Estimated Actual Value of Taxable Property - Last Ten Years | S 12 - 13 |
| Direct and Overlapping Property Tax Rates – Last Ten Years | S 14 |
| Principal Taxpayers, Real Property – December 31, 2013 and December 31, 2004 | S 15 |
| Principal Taxpayers, Tangible and Public Utility Personal Property - December 31, 2013 and December 31, 2004 | S 16 |
| Property Tax Levies and Collections - Last Ten Fiscal Years | S 18 - 19 |
| Ratio of Outstanding Debt by Type - Last Ten Fiscal Years | S 20 |
| Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years | S 21 |
| Direct and Overlapping Governmental Activities Debt As of June 30, 2014 | S 22 |
| Legal Debt Margin Information – Last Ten Fiscal Years | S 23 |
| Demographic and Economic Statistics – Last Ten Fiscal Years | S 24 |
| Principal Employers – Current Year | S 25 |
| Staffing Statistics, Full Time Equivalents (FTE) by Type - Last Ten Fiscal Years | S 26 |
| Operating Indicators by Function - Last Ten Fiscal Years | S 27 |
| Capital Asset Statistics - Last Ten Fiscal Years | S 28 - 29 |
| School Building Information - Last Ten Fiscal Years | S 30 - 31 |
| Operating Statistics - Last Ten Fiscal Years | S 32 - 33 |
| Teacher Statistics – June 30, 2014 | S 34 |

THIS PAGE IS INTENTIONALLY LEFT BLANK

Sylvania City Schools



INTRODUCTORY SECTION

Med Tech students pulled together to help the American Red Cross efforts locally by organizing and honing their nursing skills collecting over 150 pints of blood. This was one of two blood drives that they participate in each year. Each of the schools also take part through Pint Sized Heroes Blood Drives organized by the American Red Cross.

Office of the Treasurer

Laura K Sauber, Treasurer/CFO



December 19, 2014

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

As the Superintendent and Treasurer/CFO of the Sylvania City School District (the “District”), we are pleased to submit to you the nineteenth Comprehensive Annual Financial Report (CAFR) issued by the District. This report provides full disclosure of the financial operation of the District for the fiscal year ended June 30, 2014. This CAFR, which includes an opinion from Julian & Grube, Inc., Westerville, Ohio, who performed the District’s audit, conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. The responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report will provide the taxpayers of the District with comprehensive financial data in a format which will enable them to gain an understanding of the District’s financial affairs. This report is available to the Chamber of Commerce, major taxpayers, the public library, financial rating services, and other interested parties.

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

The District provides a full range of educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory and vocational levels, and a broad range of co-curricular and extracurricular activities, adult and community education offerings, and special education services. In addition, the District provides state-financed assistance to non-public schools located within its boundaries. This assistance is accounted for in a non-major governmental fund. The District currently serves approximately 7,139 students in grades pre-K through 12th Grade.

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

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

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

THE REPORTING ENTITY

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

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

QUALITY IN EDUCATION

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

Curriculum Development. The District provides a comprehensive K-12 curriculum that includes programs that address intervention, assessment, gifted/enrichment and special-needs as well as a full complement of college prep and career-technical coursework. The District is currently completing the final year of implementation of Ohio's Learning Standards. These standards in English, language arts and mathematics are in effect in most grade levels already this year. Staff is continuing to undergo intense training in the new standards instructional styles. The District is continuing to initiate an innovative standards roll out plan to ensure that the staff, students and community are ready for the changes. Leadership teams have targeted areas to help train academic leaders in each building. Teachers are continuing to design rigorous lessons for their students and creating hands-on, 21st century learning experiences to help prepare them for the expectations ahead.

Textbooks. As the new standards continue to take shape over the next year, resources will be chosen to best support the new curriculum. The District is continuing to prepare to move to a more digital learning environment as a result of the new standards and testing allocations.

Technology. Technology has become a focus of the District as new curriculum standards develop and encompass a more digital feel with differentiated learning styles. Wireless technology has been put into place in all of the school buildings to accommodate the growth. Wireless technology enables the use of tablet, chromebook and smart phone technologies in all of the classrooms across the District. Policies have been revised to allow use of personal devices as classroom resources. We are also continuing to move forward with our district-wide Digital Learning Initiative. This initiative's main focus is on instructional change with a more digital look, responding to a world where our students are born and bred with internet technology and need to be prepared to be successful in a 21st century learning environment.

Testing. Our SAT scores continue to remain an average of 40-50 points higher than the national average and 10-20 points higher than the State average. Over 90% of the students participating in advance placement testing qualify for college credit. ACT scores for the District also remain points above the State and national average. The District continues to grow the numbers of students qualifying as National Merit Scholars and now boasts over 15 perfect scores on the PSAT and ACT tests in the past four years. Over 87% of the graduates pursue post-secondary/military education, earning millions in scholarships each year.

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

Co-curricular and Extra-curricular. Over 2,400 students are involved in inter-scholastic athletics, programs, clubs, AP/honors, and contests representing about 120 academic, athletic teams, and organizations; many of which, receive regional and state rankings on contests annually.

Staff Development. Professional development is a focus of the District to help transition to Ohio's New Learning standards and an increased use of digital instruction. Leadership teams have been working on the framework for the changes and the needs for the changing curriculum and supporting the training of building level leadership teams to help solidify the training for each department and grade level in each of the District's 12 schools. As Ohio's New Learning Standards are implemented, the professional development efforts are combining with technology to help teachers best create a 21st century learning environment for kids.

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

ECONOMIC CONDITIONS AND OUTLOOK

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

Through diligence and prudent work, the economic condition of the District remains stable. This is due mainly to the fact that the District lies in an affluent community with a small commercial tax base, which traditionally eliminates fluctuations in revenue sources due to changes in the business climate. However, the District continues to receive fewer tax dollars from local sources because of decreases in property valuation in 2012.

The State of Ohio is currently in the second year of its biennial budget. State funding for the school district grew by 6.25% in fiscal year 2014 and is increasing by 10.5% in fiscal year 2015. But these increases follow significant reductions in other areas of State Funding from the prior budget. A new biennial budget for fiscal years 2016 and 2017 will be introduced in February 2015.

SIGNIFICANT ACCOMPLISHMENTS/EVENTS FOR THE YEAR: 2014

Excellence and Accountability continue to be the underlying theme for the entire District. During the fiscal year 2013, the District continued to build on the strategic plan that drives academic goals for the District. The Strategic Plan is based on three main considerations: high-quality instruction and student achievement, effective district operations/services, and vibrant school-community relationships.

The focus of the plan aligns with the implementation of three main priorities for the District:

- **21st Century Learning Skills**
- **Safety & Emergency Preparedness**
- **Community Partnerships**

Academically, the District as a whole has focused on the changing curriculum to align with the new Ohio Learning Standards and integrating technology into instruction in many new ways. All of the schools have initiated professional development and training in alignment with District goals and transition plans. The high schools are fully implementing the more rigorous standards in the high school program through the continuous implementation of the High Schools That Work program, a nationally renowned program and the adoption of goals submitted by the Core Curriculum Committee. Work from these initiatives will continue to raise the graduation standards for all Sylvania School students in the years to come and keep the District on the leading edge of initiating higher standards for all graduates.

The operating levy on the May 2014 ballot failed and the District is currently evaluating its financial position. Cash reserves continue to diminish. The District will need to be on the ballot sometime within the next couple of years unless other factors, such as state funding, change.

The District also continues to comply with new standards and mandates from the State and Federal levels.

Additional energy upgrades, through the HB264 programs, has allowed the District to identify several areas of greatest need in terms of energy conservation and savings.

The District also continues to seek funding through the two foundations that support District efforts. The Athletic Foundation is raising private dollars to enhance the outdoor athletic facilities. This effort is undertaken through the District, but is run by community members to secure funding outside the general funds and taxpayer dollars. The Academic Excellence Foundation has begun an outreach effort to also help raise funds privately. These dollars will help support technological upgrades driven by the changing curriculum standards and digital learning initiative.

MAJOR INITIATIVES FOR THE FUTURE

The District will continue to implement Ohio's New Learning Standards in an ongoing effort to meet – and exceed – the national and state expectations to increase student outcomes as reported in Ohio's new accountability system. Part of this effort is the continuation of a more rigorous high school program to better prepare students for the 21st Century workforce.

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

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

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

RELEVANT FINANCIAL POLICIES

The sale of unused parcels of land and an unused school building have provided funds for the District to add money to the permanent improvement fund for needed repairs to parking lots, roofs and other areas. However, the list of improvements needed continues to outpace the revenues realized by the District. The District administration is keeping a close watch on these needs, working to address the pressure areas with general fund dollars.

LONG-TERM FINANCIAL PLANNING

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

FINANCIAL INFORMATION

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

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

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

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

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

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

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

FINANCIAL REPORTING

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

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

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

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

Management is responsible for preparing a Discussion and Analysis (MD&A) of the District. This discussion appears after the Report of Independent Auditors in the financial section of this report. The MD&A provides an assessment of the District's finances for 2014. The MD&A is intended to be read in conjunction with this letter of transmittal.

INDEPENDENT AUDIT

Provisions of State statute require the District’s financial statements to be subjected to an annual audit by an independent auditor. Those provisions have been satisfied and the opinion of the District’s independent auditor is included herein.

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

AWARDS

Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Sylvania City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2013.

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

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

ACKNOWLEDGMENTS

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

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

Respectfully,



Laura K. Sauber
Treasurer/CFO



Bradley Rieger, Ph.D.
Superintendent

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

MEMBERS OF THE BOARD OF EDUCATION

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

| <u>Board Member</u> | <u>Began Service as a Board member</u> | <u>Present Term Expires</u> |
|-------------------------------|--|---------------------------------|
| James Nusbaum, President | January, 2004 | December 31, 2015 |
| Julie Hoffman, Vice President | January, 2010 | December 31, 2017 |
| Vicki Donovan, Member | January, 2004 | December 31, 2015 |
| Stephen Rothschild, Member | January, 2014 | December 31, 2017 |
| David Spiess, Member | January, 2002 | December 31, 2017 |

SUPERINTENDENT OF SCHOOLS

The superintendent is the executive officer of the District and is responsible for administering policies adopted by the Board of Education. The superintendent is expected to provide leadership in all phases of policy formulation and is the chief advisor to the Board on all aspects of the educational program and total operation of the District. The Board appointed Bradley Rieger, Superintendent of the Sylvania City School District effective July 7, 2003.

TREASURER/CFO

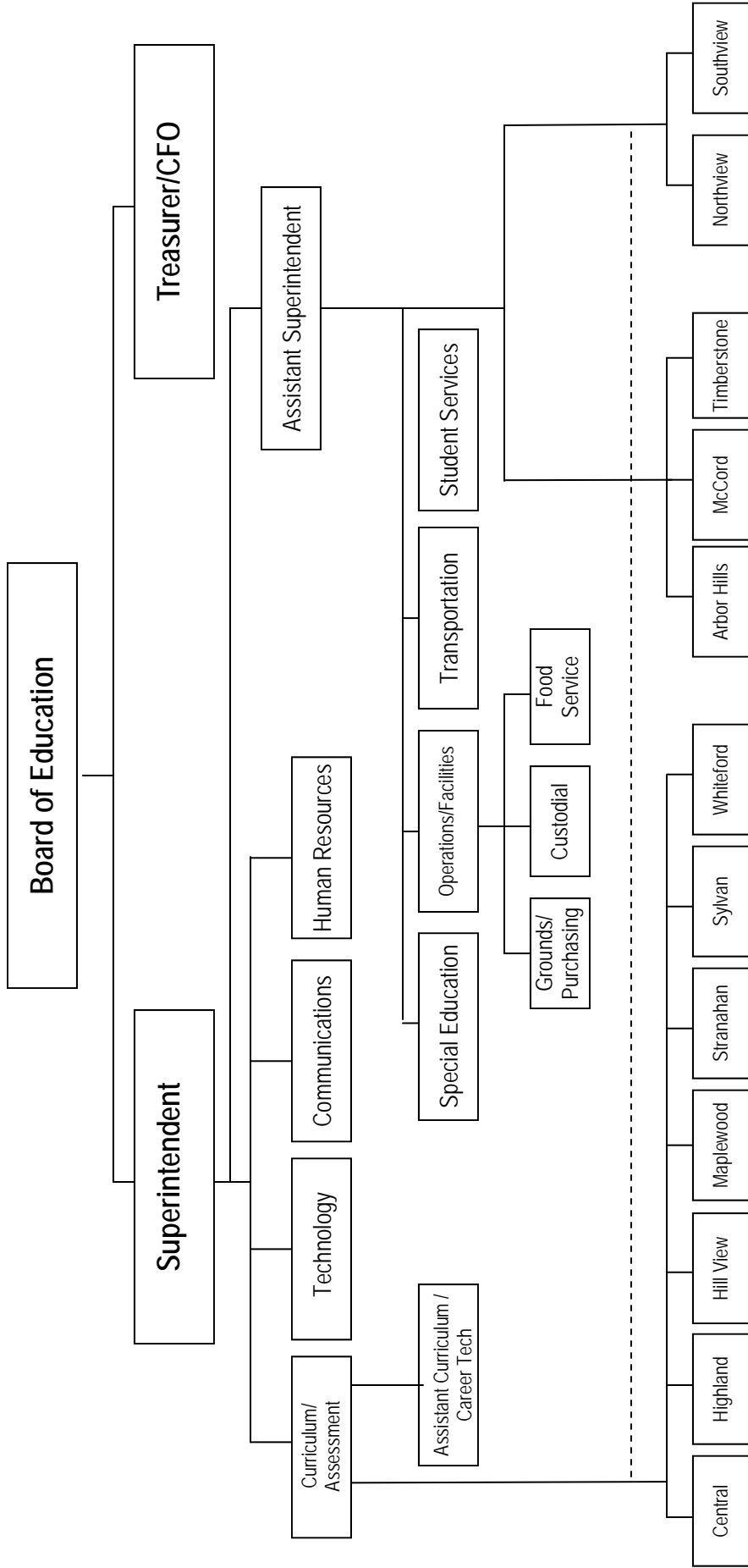
The treasurer serves as the fiscal officer of the District and, with the Board president, executes all conveyances made by the Board of Education. The Board appointed Laura Sauber, Treasurer/CFO of the Sylvania City School District effective January 19, 2010.

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

MANAGEMENT TEAM

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

Sylvania Schools Administrative Team Organizational Chart





Government Finance Officers Association

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

Presented to

**Sylvania City School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

Sylvania City Schools



FINANCIAL SECTION

Students become part of the solution as they raise tons of clothing and other items for the local Goodwill each year. Each classroom bags and tags their donations before a community-wide collection adds to their final tallies.



Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

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

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Sylvania City School District, Lucas County, Ohio, as of and for the fiscal year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Sylvania City School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Sylvania City School District, Lucas County, Ohio, as of June 30, 2014, and the respective changes in financial position thereof for the fiscal 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* on pages F3 - F14 and the *Required Budgetary Comparison Schedule* and notes on pages F57 - F58, 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 Sylvania City School District's basic financial statements taken as a whole.

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

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling the 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 19, 2014, on our consideration of the Sylvania City School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Sylvania City School District's internal control over financial reporting and compliance.



Julian & Grube, Inc.
December 19, 2014

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

The discussion and analysis of the Sylvania City School District's ("the District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2014. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2014 are as follows:

- In total, net position of governmental activities increased \$821,968 which represents a 10.67% increase from 2013.
- General revenues accounted for \$83,835,842 in revenue or 88.32% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions, and capital grants and contributions accounted for \$11,082,411 or 11.68% of total revenues of \$94,918,253.
- The District had \$94,096,285 in expenses related to governmental activities; only \$11,082,411 of these expenses was offset by program specific charges for services, grants or contributions or capital grants and contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$83,835,842 were adequate to provide for these programs.
- The general fund, debt service fund and building fund are the only major funds of the District. The general fund had \$78,575,032 in revenues and other financing sources and \$80,405,293 in expenditures and other financing uses. During fiscal year 2014, the general fund's fund balance decreased \$1,830,261 from a deficit of \$1,060,384 to a deficit of \$2,890,645.
- The debt service fund had \$8,138,286 in revenues and other financing sources and \$7,612,551 in expenditures. During fiscal year 2014, the debt service fund's fund balance increased \$525,735 from \$2,729,486 to \$3,255,221.
- The building fund had \$5,430,241 in revenues and other financing sources and \$4,712,958 in expenditures. During fiscal year 2014, the building fund's fund balance increased \$717,283 from \$95,666 to \$812,949.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

Reporting the District as a Whole

Statement of net position and the statement of activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2014?" The statement of net position and the statement of activities answer this question. These statements include *all assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

The District's statement of net position and statement of activities can be found on pages F15-F17 of this report.

Reporting the District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major governmental funds begins on page F10. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund, debt service fund and building fund. All other governmental funds are considered nonmajor.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund financial statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental *activities* (reported in the statement of net position and the statement of activities) and governmental *funds* is reconciled in the basic financial statements. The basic governmental fund financial statements can be found on pages F18 and F20 of this report. Reconciliations between amounts reported in the governmental funds and amounts reported on the statement of net position and the statement of activities is presented on pages F19 and F21.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private-purpose trust fund. The District also acts in a trustee capacity as an agent for students. These activities are reported in an agency fund. All of the District's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position on pages F22 and F23. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages F25-F54 of this report.

Required Supplementary Information

The Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) for the general fund is provided on pages F57 and F58 of this report.

The District as a Whole

The statement of net position provides the perspective of the District as a whole. The table below provides a summary of the District's net position for 2014 and 2013.

| | Net Position | | |
|----------------------------------|---|---|--------------------------|
| | Governmental Activities <u>2014</u> | Governmental Activities <u>2013</u> | Percent <u>Change</u> |
| <u>Assets</u> | | | |
| Current and other assets | \$ 71,457,622 | \$ 73,035,209 | (2.16) % |
| Capital assets, net | <u>110,829,502</u> | <u>108,297,087</u> | 2.34 % |
| Total assets | <u>182,287,124</u> | <u>181,332,296</u> | 0.53 % |
| <u>Deferred outflows</u> | <u>532,771</u> | <u>600,408</u> | (11.27) % |
| <u>Liabilities</u> | | | |
| Current liabilities | 11,497,257 | 10,363,478 | 10.94 % |
| Long-term liabilities | <u>107,813,765</u> | <u>106,374,849</u> | 1.35 % |
| Total liabilities | <u>119,311,022</u> | <u>116,738,327</u> | 2.20 % |
| <u>Deferred inflows</u> | <u>54,982,365</u> | <u>57,489,837</u> | (4.36) % |
| <u>Net Position</u> | | | |
| Net investment in capital assets | 13,968,477 | 14,760,435 | (5.37) % |
| Restricted | 3,546,425 | 1,289,863 | 174.95 % |
| Unrestricted (deficit) | <u>(8,988,394)</u> | <u>(8,345,758)</u> | (7.70) % |
| Total net position | <u>\$ 8,526,508</u> | <u>\$ 7,704,540</u> | 10.67 % |

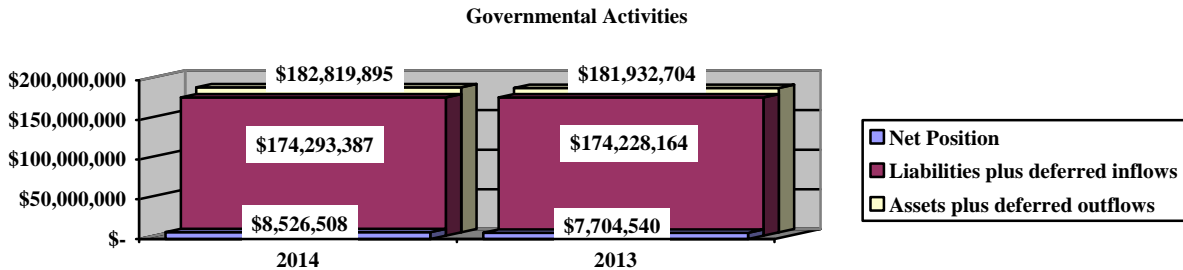
**SYLVANIA CITY SCHOOL DISTRICT
LUCAS COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2014, the District's assets plus deferred outflows exceeded liabilities plus deferred inflows by \$8,526,508. Of this total \$3,546,425 is restricted in use and \$13,968,477 is invested in capital assets (net of related debt), resulting in a deficit in unrestricted net position of \$8,988,394.

At year-end, capital assets represented 60.80% of total assets. Capital assets include land, construction in progress, land improvements, buildings and improvements, furniture and equipment, and vehicles. The net investment in capital assets at June 30, 2014, was \$13,968,477. 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.

Current and other assets decreased 2.16% from the prior year. The primary decrease was in the area of property taxes receivable which decreased \$2,176,135. Current property taxes receivable are offset by a deferred inflow since they are levied in fiscal year 2014 but intended to finance fiscal year 2015. In addition, the District had an increase in capital assets of \$2,532,415 due to the ongoing construction projects going on in the District. Current liabilities increased due primarily to an increase in contracts payable of \$1,511,561. The graph below illustrates the total assets plus deferred outflows, liabilities plus deferred inflows and net position of the governmental activities at June 30, 2014 and 2013.



The table below shows the change in net position for fiscal years 2014 and 2013.

| | Change in Net Position | | |
|------------------------------------|---|---|--------------------------|
| | Governmental Activities <u>2014</u> | Governmental Activities <u>2013</u> | Percent <u>Change</u> |
| <u>Revenues</u> | | | |
| Program revenues: | | | |
| Charges for services and sales | \$ 2,937,219 | \$ 3,079,004 | (4.60) % |
| Operating grants and contributions | 7,437,904 | 5,917,127 | 25.70 % |
| Capital grants and contributions | 707,288 | - | 100.00 % |
| General revenues: | | | |
| Property taxes | 60,109,944 | 60,993,982 | (1.45) % |
| Payments in-lieu of taxes | 386,395 | 372,462 | 3.74 % |
| Grants and entitlements | 21,384,855 | 22,190,182 | (3.63) % |
| Investment earnings | 18,533 | 23,857 | (22.32) % |
| Gain on sale of capital assets | 1,478,878 | - | 100.00 % |
| Other | <u>457,237</u> | <u>1,113,287</u> | (58.93) % |
| Total revenues | <u>\$ 94,918,253</u> | <u>\$ 93,689,901</u> | 1.31 % |

(continued)

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

| | Change in Net Position | | |
|---|-------------------------------|---------------------|-----------|
| | Governmental | Governmental | |
| | Activities | Activities | |
| | <u>2014</u> | <u>2013</u> | |
| <u>Expenses</u> | | | |
| Program expenses: | | | |
| Instruction: | | | |
| Regular | \$ 35,625,734 | \$ 36,103,261 | (1.32) % |
| Special | 13,019,704 | 10,332,087 | 26.01 % |
| Vocational | 2,063,861 | 1,804,791 | 14.35 % |
| Adult/continuing | 47,053 | 68,943 | (31.75) % |
| Other | 2,192,544 | 2,021,759 | 8.45 % |
| Support services: | | | |
| Pupil | 5,045,935 | 5,601,668 | (9.92) % |
| Instructional staff | 1,800,484 | 4,672,021 | (61.46) % |
| Board of education | 37,034 | 24,426 | 51.62 % |
| Administration | 6,311,703 | 4,874,391 | 29.49 % |
| Fiscal | 1,780,334 | 1,807,481 | (1.50) % |
| Business | 234,835 | 229,418 | 2.36 % |
| Operations and maintenance | 9,484,736 | 9,122,893 | 3.97 % |
| Pupil transportation | 5,180,802 | 4,894,939 | 5.84 % |
| Central | 723,274 | 947,814 | (23.69) % |
| Operations of non-instructional services: | | | |
| Food service operations | 1,998,400 | 1,974,761 | 1.20 % |
| Other non-instructional services | 1,174,416 | 1,304,715 | (9.99) % |
| Extracurricular activities | 2,756,821 | 2,724,876 | 1.17 % |
| Interest and fiscal charges | 4,599,773 | 4,840,501 | (4.97) % |
| Note issuance costs | 18,842 | - | 100.00 % |
| Total expenses | <u>94,096,285</u> | <u>93,350,745</u> | 0.80 % |
| Change in net position | 821,968 | 339,156 | 142.36 % |
| Net position, July 1 | <u>7,704,540</u> | <u>7,365,384</u> | |
| Net position, June 30 | <u>\$ 8,526,508</u> | <u>\$ 7,704,540</u> | |

Governmental Activities

Net position of the District's governmental activities increased \$821,968 as revenues continued to exceed expenses in fiscal year 2014. Net position increased in fiscal year 2014 because the fact that revenues increased approximately 1.31% over fiscal year 2013 while expenses increased approximately 0.80% over fiscal year 2013. Total governmental expenses of \$94,096,285 were offset by program revenues of \$11,082,411 and general revenues of \$83,835,842. Program revenues supported 11.68% of the total governmental expenses.

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

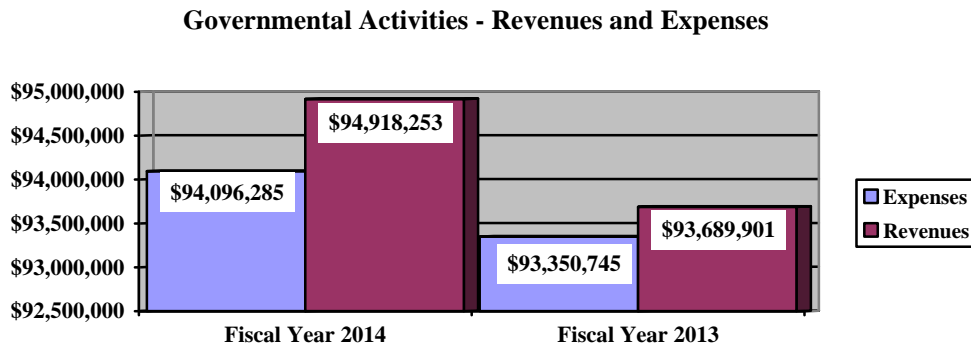
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

The primary sources of revenue for governmental activities are derived from property taxes and grants and entitlements. These revenue sources represent 85.86% of total governmental revenue. In the program revenues area, the District obtained more federal and state grant funding in fiscal year 2014 versus 2013. Operating grants and contributions increased 25.70% from the prior year primarily due to an increased funding received through State of Ohio Foundation payments restricted to special education programs. Capital grants and contributions increased due to a donation received from the Sylvania Athletic Foundation for improvements to various District athletic facilities. In the general revenues area, unrestricted grants and entitlements revenue decreased as more of the State of Ohio Foundation revenue was considered restricted for special education programs in fiscal year 2014 versus 2013 resulting in less being reported as unrestricted. In addition, the District reported as gain on the sale of old Central Elementary school and related land. Other general revenues decreased partially due to the reporting of certain Bureau of Workers' Compensation refunds received in fiscal year 2013 that were not received again in fiscal year 2014.

Overall, expenses increased 0.80% in total. Special instruction expenses increased 26.01%, or \$2,687,617, however, this increase was offset by a decrease of 61.46%, or \$2,871,537, in support services instructional staff expenses. Due to new reporting guidelines issued by the Ohio Department of Education (ODE) in fiscal year 2014, certain expenses previously reported as support services instructional expenses and are now reported as special instruction expenses. Support services administration expenses increased due to the timing and reporting of severance payments related to the District's 2013/2014, 2012/2013 and 2011/2012 severance leave plans. Fluctuations in the functional expenses related to the severance leave plans can vary year to year depending upon the function of the employees retiring under the plans. Operations and maintenance expenses increased due to operational costs of the District's new facilities.

The overall change in net position was an increase in fiscal year 2014 of \$821,968.

The graph below presents the District's governmental activities revenue and expenses for fiscal years 2014 and 2013.



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

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

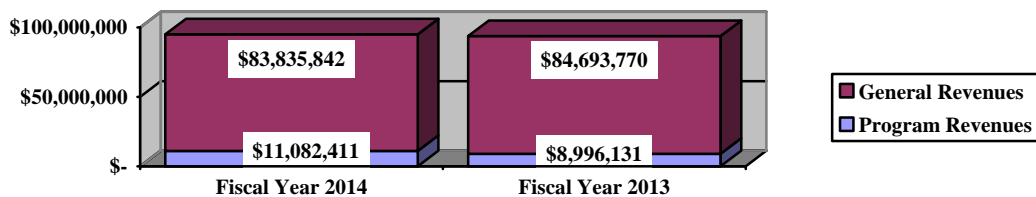
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

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

| Governmental Activities | | | | |
|---|--|--|--|--|
| | Total Cost of Services <u>2014</u> | Net Cost of Services <u>2014</u> | Total Cost of Services <u>2013</u> | Net Cost of Services <u>2013</u> |
| Program expenses | | | | |
| Instruction: | | | | |
| Regular | \$ 35,625,734 | \$ 34,645,460 | \$ 36,103,261 | \$ 34,976,370 |
| Special | 13,019,704 | 7,632,274 | 10,332,087 | 8,055,494 |
| Vocational | 2,063,861 | 1,708,378 | 1,804,791 | 1,602,331 |
| Adult/continuing | 47,053 | 719 | 68,943 | 1,551 |
| Other | 2,192,544 | 2,192,544 | 2,021,759 | 2,021,759 |
| Support services: | | | | |
| Pupil | 5,045,935 | 4,984,875 | 5,601,668 | 5,474,436 |
| Instructional staff | 1,800,484 | 1,738,683 | 4,672,021 | 3,122,900 |
| Board of education | 37,034 | 37,034 | 24,426 | 24,426 |
| Administration | 6,311,703 | 6,311,703 | 4,874,391 | 4,872,467 |
| Fiscal | 1,780,334 | 1,780,334 | 1,807,481 | 1,807,481 |
| Business | 234,835 | 234,835 | 229,418 | 229,418 |
| Operations and maintenance | 9,484,736 | 9,449,252 | 9,122,893 | 9,071,065 |
| Pupil transportation | 5,180,802 | 5,134,209 | 4,894,939 | 4,848,724 |
| Central | 723,274 | 701,674 | 947,814 | 926,214 |
| Operations of non-instructional services: | | | | |
| Food service operations | 1,998,400 | 562,060 | 1,974,761 | 484,642 |
| Other non-instructional services | 1,174,416 | (6,441) | 1,304,715 | 107,096 |
| Extracurricular activities | 2,756,821 | 1,287,666 | 2,724,876 | 1,887,739 |
| Interest and fiscal charges | 4,599,773 | 4,599,773 | 4,840,501 | 4,840,501 |
| Note issuance costs | <u>18,842</u> | <u>18,842</u> | <u>-</u> | <u>-</u> |
| Total expenses | \$ 94,096,285 | \$ 83,013,874 | \$ 93,350,745 | \$ 84,354,614 |

The dependence upon tax and other general revenues for governmental activities is apparent, 87.21% of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 88.22%. The District's taxpayers and unrestricted grants and entitlements from the State of Ohio, as a whole, are by far the primary support for the District's students. The graph below presents the District's governmental activities revenue for fiscal years 2014 and 2013.

Governmental Activities - General and Program Revenues



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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

The District's Funds

The District's governmental funds (as presented on the balance sheet on page F18) reported a combined fund balance of \$1,954,222, which is lower than last year's total of \$1,992,218. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2014 and 2013.

| | Fund Balance (deficit) <u>June 30, 2014</u> | Fund Balance (deficit) <u>June 30, 2013</u> | Increase (Decrease) |
|-----------------------|---|---|------------------------|
| General | \$ (2,890,645) | \$ (1,060,384) | \$ (1,830,261) |
| Debt service | 3,255,221 | 2,729,486 | 525,735 |
| Building | 812,949 | 95,666 | 717,283 |
| Nonmajor Governmental | <u>776,697</u> | <u>227,450</u> | <u>549,247</u> |
| Total | <u>\$ 1,954,222</u> | <u>\$ 1,992,218</u> | <u>\$ (37,996)</u> |

The fund balance of the nonmajor governmental funds increased 241.48% from the prior year. The other grants fund balance increased \$53,104 due to local funding received in fiscal year 2014. The IDEA Part B fund balance increased \$45,116 due to increased federal funding. There was also an increase in the permanent improvement fund balance of \$415,299 due primarily to contributions and donations received in fiscal year 2014 related to the District's on-going facility improvement projects. There were no other significant variances in the other nonmajor governmental funds.

General Fund

The District's general fund balance decreased \$1,830,261. The table that follows assists in illustrating the financial activities of the general fund.

| | <u>General Fund</u> | | | |
|---|----------------------|----------------------|---------------------|---------------|
| | 2014 | 2013 | Increase | Percentage |
| <u>Revenues</u> | <u>Amount</u> | <u>Amount</u> | <u>(Decrease)</u> | <u>Change</u> |
| Taxes | \$ 53,111,098 | \$ 54,007,123 | \$ (896,025) | (1.66) % |
| Tuition | 874,183 | 863,327 | 10,856 | 1.26 % |
| Earnings on investments | 18,292 | 18,129 | 163 | 0.90 % |
| Intergovernmental | 23,064,424 | 22,036,351 | 1,028,073 | 4.67 % |
| Other revenues | <u>1,430,575</u> | <u>1,317,018</u> | <u>113,557</u> | 8.62 % |
| Total | <u>\$ 78,498,572</u> | <u>\$ 78,241,948</u> | <u>\$ 256,624</u> | 0.33 % |
| <u>Expenditures</u> | | | | |
| Instruction | \$ 48,661,509 | \$ 46,033,275 | \$ 2,628,234 | 5.71 % |
| Support services | 29,653,281 | 30,189,861 | (536,580) | (1.78) % |
| Operation of non-instructional services | 128,002 | 126,454 | 1,548 | 1.22 % |
| Extracurricular activities | 1,690,069 | 1,716,489 | (26,420) | (1.54) % |
| Facilities acquisition and construction | - | 77,900 | (77,900) | (100.00) % |
| Debt service | <u>12,834</u> | <u>23,658</u> | <u>(10,824)</u> | (45.75) % |
| Total | <u>\$ 80,145,695</u> | <u>\$ 78,167,637</u> | <u>\$ 1,978,058</u> | 2.53 % |

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

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

Tax revenue decreased slightly primarily due to a decrease in the District's assessed valuation. Intergovernmental revenue increased as the District received more funding from the State of Ohio in fiscal year 2014 primarily related to funding for special education programs.

The increase in instructional expenditures can be primarily attributed to an increase in special education costs. This increase is partially offset by a decrease in support service expenditures which previously reported certain costs related to special education. These costs are now reported as instructional expenditures in fiscal year 2014 based upon reporting requirements established by ODE.

All other expenditures remained comparable to fiscal year 2013.

Debt Service Fund

The District's debt service fund increased \$525,735. Tax revenues were sufficient to cover debt service payments for the fiscal year. In addition, the District retired \$3.355 million in school improvement bonds in fiscal year 2014.

Building Fund

The District's building fund increased \$717,283 primarily due to the issuance of \$5,430,000 in House Bill 264 (H.B. 264) energy conservation notes to provide financing to perform various energy improvement capital projects at the District. HVAC, electrical, and plumbing systems are being updated further to create energy savings by reducing energy consumption. The project will be funded from the savings created from reduced energy consumption. The fund balance of the building fund was \$812,949 at June 30, 2014.

General Fund Budgeting Highlights

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

During the course of fiscal 2014, the District did amend its general fund budget. For the general fund, original and final budgeted revenues and other financing sources were \$77,641,356. Actual revenues and other financing sources for fiscal 2014 was \$77,874,285. This represents a \$232,929 increase, or less than one-half of one percent, from final budgeted revenues. This increase is primarily due to intergovernmental revenues being more than estimated. General fund original and final appropriations (appropriated expenditures plus other financing uses) were \$82,122,612 and \$82,126,792. The actual budget basis expenditures and other financing uses for fiscal year 2014 totaled \$80,740,760, which was \$1,386,032 less than the final budget appropriations. Actual expenditures were less than budgeted expenditures as salary and fringe benefit costs proved to be lower than anticipated in the original and final budget.

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

Capital Assets and Debt Administration

Capital Assets

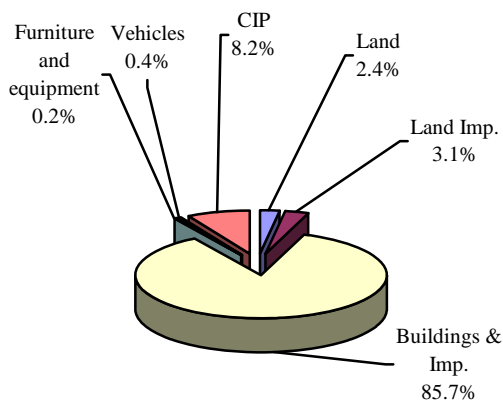
At the end of fiscal 2014, the District had \$110,829,502 invested in land, construction in progress, land improvements, buildings and improvements, furniture and equipment, and vehicles. This entire amount is reported in governmental activities. The following table shows fiscal 2014 balances compared to 2013:

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

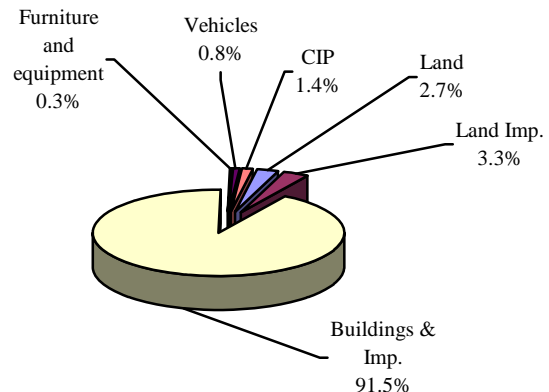
| | Governmental Activities | |
|----------------------------|------------------------------|------------------------------|
| | 2014 | 2013 |
| Land | \$ 2,694,493 | \$ 2,890,933 |
| Land improvements | 3,481,812 | 3,598,322 |
| Buildings and improvements | 94,903,363 | 99,084,118 |
| Furniture and equipment | 254,872 | 352,624 |
| Vehicles | 451,239 | 873,597 |
| Construction in progress | 9,043,723 | 1,497,493 |
| Total | <u>\$ 110,829,502</u> | <u>\$ 108,297,087</u> |

Total additions to capital assets for 2014 were \$8,036,137. The overall increase in capital assets of \$2,532,415 (net of accumulated depreciation) is primarily due to additions exceeding depreciation expense of \$4,202,990 being recorded in fiscal year 2014 and disposals (net of accumulated depreciation) of \$1,300,732. The construction in progress represents costs incurred on the replacement of buildings and upgrades and renovations to existing structures and upgrades to HVAC systems. These projects are being funded by the Series 2011 bond issue and energy improvements are being funded by H.B. 264 energy conservation notes issued in fiscal year 2014. The graphs below present the District's capital assets for fiscal 2014 and fiscal 2013.

**Capital Assets - Governmental Activities
2014**



**Capital Assets - Governmental Activities
2013**



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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)

Debt Administration

At June 30, 2014, the District had \$96,794,580 in general obligation bonds, energy conservation notes and capital lease obligations outstanding. Of this total, \$9,125,434 is due within one year and \$87,669,146 is due within greater than one year.

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

Outstanding Debt, at Year End

| | Governmental Activities <u>2014</u> | Governmental Activities <u>2013</u> |
|---------------------------|---|---|
| General obligation bonds | \$ 91,351,800 | \$ 94,124,109 |
| Energy conservation notes | 5,430,000 | - |
| Capital lease obligation | <u>12,780</u> | <u>25,509</u> |
| Total | <u>\$ 96,794,580</u> | <u>\$ 94,149,618</u> |

The District's energy conservation notes were issued in fiscal year 2014 to provide financing for HVAC, electrical, and plumbing system upgrades to create energy savings by reducing energy consumption. The project will be funded from the savings created from reduced energy consumption. Prior to the issuance of the financial statements, these energy conservation notes were refinanced on a long-term basis through the issuance of energy conservation bonds (see Note 18).

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

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

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

Current Financial Related Activities

Property values have been very stable over the last two years. A reappraisal will occur in 2015 and the District is anticipating an increase in value based on home sales that are happening throughout the district. The collection for the second half of 2014 was approximately \$1 million higher than the collection for the same period in 2013. This was unexpected and is being attributed to fewer refunds to taxpayers throughout Lucas County compared to past years. An operating levy on the May 2014 ballot failed and at this time it is unclear when the district will go back to voters for additional funds. Currently, the State of Ohio is operating in the second year of its biennial budget. It is unclear at this time what will happen with funding for schools for the fiscal years 2016-2017. An initial budget will be proposed in February.

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

The District recently completed negotiations with all employee groups effective July 1, 2014 through June 30, 2016. Employees will receive a base salary increase of 1.25% effective July 1, 2014 and an additional 2.5% increase effective July 1, 2015. The groups will also have four health insurance plans to choose from, requiring more cost sharing and/or contributions by employees. The District's premium for health insurance increased by 7% for 2015 and the contract with Paramount expires on December 31, 2015. District officials are putting procedures in place to implement requirements instituted by the Affordable Care Act.

A House Bill (H.B.) 264 energy conservation project was completed in the fall 2014. HVAC, plumbing, and electrical systems were upgraded to reduce energy consumption. The District financed bonds to pay for this project without the need for voter approval and the debt will be paid back with savings from reduced energy consumption. All of the District's facilities are now controlled by one centralized system and can be controlled remotely. Heating and cooling set points have been put in place to provide temperature consistency throughout the District.

Contacting the District's Financial Management

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

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

STATEMENT OF NET POSITION
JUNE 30, 2014

| | Governmental Activities |
|---|------------------------------------|
| Assets: | |
| Equity in pooled cash and cash equivalents . . . | \$ 11,357,617 |
| Receivables: | |
| Property taxes | 58,936,458 |
| Payment in lieu of taxes | 364,892 |
| Accounts | 252,133 |
| Loans | 375 |
| Intergovernmental | 512,182 |
| Materials and supplies inventory | 33,965 |
| Capital assets: | |
| Nondepreciable capital assets | 11,738,216 |
| Depreciable capital assets, net | 99,091,286 |
| Capital assets, net | 110,829,502 |
| Total assets | 182,287,124 |
| Deferred outflows of resources: | |
| Unamortized deferred charges on debt refunding | 532,771 |
| Liabilities: | |
| Accounts payable | 212,797 |
| Contracts payable | 1,709,421 |
| Accrued wages and benefits payable | 7,077,897 |
| Pension obligation payable | 1,522,450 |
| Intergovernmental payable | 559,167 |
| Accrued interest payable | 415,525 |
| Long-term liabilities: | |
| Due within one year | 11,061,921 |
| Due in more than one year | 96,751,844 |
| Total liabilities | 119,311,022 |
| Deferred inflows of resources: | |
| Property taxes levied for the next fiscal year . . . | 54,617,473 |
| Payment in lieu of taxes revenue levied for the next fiscal year | 364,892 |
| Total deferred inflows of resources | 54,982,365 |
| Net position: | |
| Net investment in capital assets | 13,968,477 |
| Restricted for: | |
| Capital projects | 2,673,823 |
| Debt service | 628,019 |
| Locally funded programs | 2,279 |
| State funded programs | 93,242 |
| Federally funded programs | 164 |
| Student activities | 148,898 |
| Unrestricted (deficit) | (8,988,394) |
| Total net position | \$ 8,526,508 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | Expenses | Program Revenues | | |
|--|----------------------|--------------------------------|------------------------------------|----------------------------------|
| | | Charges for Services and Sales | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental activities: | | | | |
| Instruction: | | | | |
| Regular | \$ 35,625,734 | \$ 772,685 | \$ 207,589 | \$ - |
| Special | 13,019,704 | 541,882 | 4,845,548 | - |
| Vocational | 2,063,861 | - | 355,483 | - |
| Adult/continuing. | 47,053 | - | 46,334 | - |
| Other | 2,192,544 | - | - | - |
| Support services: | | | | |
| Pupil. | 5,045,935 | - | 61,060 | - |
| Instructional staff | 1,800,484 | - | 61,801 | - |
| Board of education | 37,034 | - | - | - |
| Administration. | 6,311,703 | - | - | - |
| Fiscal. | 1,780,334 | - | - | - |
| Business. | 234,835 | - | - | - |
| Operations and maintenance | 9,484,736 | 35,484 | - | - |
| Pupil transportation. | 5,180,802 | 46,593 | - | - |
| Central | 723,274 | - | 21,600 | - |
| Operation of non-instructional services: | | | | |
| Food service operations | 1,998,400 | 723,307 | 713,033 | - |
| Other non-instructional services | 1,174,416 | 102,620 | 1,078,237 | - |
| Extracurricular activities. | 2,756,821 | 714,648 | 47,219 | 707,288 |
| Interest and fiscal charges | 4,599,773 | - | - | - |
| Note issuance costs | 18,842 | - | - | - |
| Total governmental activities | \$ 94,096,285 | \$ 2,937,219 | \$ 7,437,904 | \$ 707,288 |

General revenues:

| |
|---|
| Property taxes levied for: |
| General purposes |
| Debt service. |
| Capital outlay. |
| Payments in lieu of taxes. |
| Grants and entitlements not restricted to specific programs |
| Gain on sale of capital assets |
| Investment earnings |
| Miscellaneous |
| Total general revenues |
| Change in net position |
| Net position at beginning of year |
| Net position at end of year. |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Net (Expense)
Revenue and
Changes in
Net Position**

**Governmental
Activities**

\$ (34,645,460)
(7,632,274)
(1,708,378)
(719)
(2,192,544)

(4,984,875)
(1,738,683)
(37,034)
(6,311,703)
(1,780,334)
(234,835)
(9,449,252)
(5,134,209)
(701,674)

(562,060)
6,441
(1,287,666)
(4,599,773)
(18,842)

\$ (83,013,874)

52,713,354
7,058,597
337,993
386,395

21,384,855
1,478,878
18,533
457,237

83,835,842

821,968

7,704,540

\$ 8,526,508

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

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014

| | <u>General</u> | <u>Debt Service</u> | <u>Building</u> | <u>Nonmajor Governmental Funds</u> | <u>Total Governmental Funds</u> |
|---|----------------------|-------------------------|-------------------|--|---|
| Assets: | | | | | |
| Equity in pooled cash and cash equivalents. | \$ 4,709,711 | \$ 2,920,989 | \$ 932,715 | \$ 2,794,202 | \$ 11,357,617 |
| Receivables: | | | | | |
| Property taxes. | 51,568,617 | 7,042,269 | - | 325,572 | 58,936,458 |
| Payment in lieu of taxes | 321,670 | 41,284 | - | 1,938 | 364,892 |
| Accounts | 234,246 | - | - | 17,887 | 252,133 |
| Interfund loans | 142,402 | - | - | - | 142,402 |
| Loans | 375 | - | - | - | 375 |
| Intergovernmental. | 122,458 | - | - | 389,724 | 512,182 |
| Materials and supplies inventory. | - | - | - | 33,965 | 33,965 |
| Total assets | <u>\$ 57,099,479</u> | <u>\$ 10,004,542</u> | <u>\$ 932,715</u> | <u>\$ 3,563,288</u> | <u>\$ 71,600,024</u> |
| Liabilities: | | | | | |
| Accounts payable | \$ 160,376 | \$ - | \$ - | \$ 52,421 | \$ 212,797 |
| Contracts payable. | - | - | 119,766 | 1,589,655 | 1,709,421 |
| Accrued wages and benefits payable | 6,744,104 | - | - | 333,793 | 7,077,897 |
| Compensated absences payable | 1,737,772 | - | - | 5,608 | 1,743,380 |
| Interfund loans payable. | - | - | - | 142,402 | 142,402 |
| Intergovernmental payable | 537,749 | - | - | 21,418 | 559,167 |
| Pension obligation payable | 1,407,176 | - | - | 115,274 | 1,522,450 |
| Total liabilities. | <u>10,587,177</u> | <u>-</u> | <u>119,766</u> | <u>2,260,571</u> | <u>12,967,514</u> |
| Deferred inflows of resources: | | | | | |
| Property taxes levied for the next fiscal year. | 47,754,211 | 6,560,768 | - | 302,494 | 54,617,473 |
| Payment in lieu of taxes revenue levied for the next fiscal year | 321,670 | 41,284 | - | 1,938 | 364,892 |
| Delinquent property tax revenue not available. | 1,327,066 | 147,269 | - | 7,072 | 1,481,407 |
| Intergovernmental revenue not available | - | - | - | 214,516 | 214,516 |
| Total deferred inflows of resources | <u>49,402,947</u> | <u>6,749,321</u> | <u>-</u> | <u>526,020</u> | <u>56,678,288</u> |
| Fund balances: | | | | | |
| Nonspendable: | | | | | |
| Materials and supplies inventory. | - | - | - | 33,965 | 33,965 |
| Restricted: | | | | | |
| Debt service | - | 3,255,221 | - | - | 3,255,221 |
| Capital improvements | - | - | 812,949 | 843,339 | 1,656,288 |
| Non-public schools | - | - | - | 91,765 | 91,765 |
| Other purposes. | - | - | - | 2,279 | 2,279 |
| Extracurricular | - | - | - | 148,898 | 148,898 |
| Unassigned (deficit) | (2,890,645) | - | - | (343,549) | (3,234,194) |
| Total fund balances (deficit) | <u>(2,890,645)</u> | <u>3,255,221</u> | <u>812,949</u> | <u>776,697</u> | <u>1,954,222</u> |
| Total liabilities, deferred inflows and fund balances | <u>\$ 57,099,479</u> | <u>\$ 10,004,542</u> | <u>\$ 932,715</u> | <u>\$ 3,563,288</u> | <u>\$ 71,600,024</u> |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2014

| | | | |
|--|----|---------------|---------------|
| Total governmental fund balances | | \$ | 1,954,222 |
| <i>Amounts reported for governmental activities on the statement of net position are different because:</i> | | | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | | | 110,829,502 |
| Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds. | | | |
| Delinquent property taxes receivable | \$ | 1,481,407 | |
| Intergovernmental receivable | | 214,516 | |
| Total | | 1,695,923 | 1,695,923 |
| Unamortized premiums on bonds issued are not recognized in the funds. | | | (1,947,699) |
| Unamortized deferred charges on debt refundings are not recognized in the funds. | | | 532,771 |
| Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds. | | | (415,525) |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. | | | |
| General obligation bonds | | (91,351,800) | |
| Energy conservation notes | | (5,430,000) | |
| Capital lease obligations | | (12,780) | |
| Compensated absences | | (7,328,106) | |
| Total | | (104,122,686) | (104,122,686) |
| Net position of governmental activities | | \$ | 8,526,508 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | General | Debt Service | Building | Nonmajor Governmental Funds | Total Governmental Funds |
|---|-----------------------|---------------------|-------------------|-----------------------------------|--------------------------------|
| Revenues: | | | | | |
| From local sources: | | | | | |
| Property taxes | \$ 52,770,763 | \$ 7,066,993 | \$ - | \$ 338,374 | \$ 60,176,130 |
| Payment in lieu of taxes | 340,335 | 44,013 | - | 2,047 | 386,395 |
| Tuition | 874,183 | - | - | - | 874,183 |
| Transportation fees | 46,593 | - | - | - | 46,593 |
| Earnings on investments | 18,292 | - | 241 | 46 | 18,579 |
| Charges for services | - | - | - | 723,307 | 723,307 |
| Extracurricular | 241,652 | - | - | 472,996 | 714,648 |
| Classroom materials and fees | 440,384 | - | - | - | 440,384 |
| Rental income | 35,484 | - | - | - | 35,484 |
| Contributions and donations | 106,605 | - | - | 707,288 | 813,893 |
| Contract services | 102,620 | - | - | - | 102,620 |
| Other local revenues | 457,237 | - | - | 52,146 | 509,383 |
| Intergovernmental - intermediate | - | - | - | 51,754 | 51,754 |
| Intergovernmental - state | 23,064,424 | 1,009,035 | - | 999,976 | 25,073,435 |
| Intergovernmental - federal | - | - | - | 3,591,280 | 3,591,280 |
| Total revenues | 78,498,572 | 8,120,041 | 241 | 6,939,214 | 93,558,068 |
| Expenditures: | | | | | |
| Current: | | | | | |
| Instruction: | | | | | |
| Regular | 34,076,243 | - | 778 | 154,928 | 34,231,949 |
| Special | 10,618,629 | - | - | 2,296,247 | 12,914,876 |
| Vocational | 1,774,093 | - | - | 108,291 | 1,882,384 |
| Adult/continuing | - | - | - | 47,053 | 47,053 |
| Other | 2,192,544 | - | - | - | 2,192,544 |
| Support services: | | | | | |
| Pupil | 4,989,181 | - | - | 59,562 | 5,048,743 |
| Instructional staff | 1,580,608 | - | - | 67,307 | 1,647,915 |
| Board of education | 37,034 | - | - | - | 37,034 |
| Administration | 6,597,710 | - | - | - | 6,597,710 |
| Fiscal | 1,651,477 | 107,809 | - | 5,261 | 1,764,547 |
| Business | 233,933 | - | - | - | 233,933 |
| Operations and maintenance | 9,060,297 | - | 170,578 | 600 | 9,231,475 |
| Pupil transportation | 4,809,757 | - | - | - | 4,809,757 |
| Central | 693,284 | - | 9,923 | 21,600 | 724,807 |
| Operation of non-instructional services: | | | | | |
| Food service operations | - | - | - | 1,695,672 | 1,695,672 |
| Other non-instructional services | 128,002 | - | - | 1,041,620 | 1,169,622 |
| Extracurricular activities | 1,690,069 | - | - | 521,025 | 2,211,094 |
| Facilities acquisition and construction | - | - | 4,512,837 | 3,294,502 | 7,807,339 |
| Debt service: | | | | | |
| Principal retirement | 12,729 | 3,355,000 | - | - | 3,367,729 |
| Interest and fiscal charges | 105 | 4,149,742 | - | - | 4,149,847 |
| Note issuance costs | - | - | 18,842 | - | 18,842 |
| Total expenditures | 80,145,695 | 7,612,551 | 4,712,958 | 9,313,668 | 101,784,872 |
| Excess of revenues over (under) expenditures | (1,647,123) | 507,490 | (4,712,717) | (2,374,454) | (8,226,804) |
| Other financing sources (uses): | | | | | |
| Premium on notes sold | - | 18,245 | - | - | 18,245 |
| Sale of capital assets | 76,460 | - | - | 2,703,150 | 2,779,610 |
| Issuance of notes | - | - | 5,430,000 | - | 5,430,000 |
| Transfers in | - | - | - | 259,598 | 259,598 |
| Transfers (out) | (259,598) | - | - | - | (259,598) |
| Total other financing sources (uses) | (183,138) | 18,245 | 5,430,000 | 2,962,748 | 8,227,855 |
| Net change in fund balances | (1,830,261) | 525,735 | 717,283 | 588,294 | 1,051 |
| Fund balances (deficit) at beginning of year | (1,060,384) | 2,729,486 | 95,666 | 227,450 | 1,992,218 |
| Decrease in reserve for inventory | - | - | - | (39,047) | (39,047) |
| Fund balances (deficit) at end of year | \$ (2,890,645) | \$ 3,255,221 | \$ 812,949 | \$ 776,697 | \$ 1,954,222 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | | |
|---|--------------------|-----------------------|
| Net change in fund balances - total governmental funds | \$ | 1,051 |
| <i>Amounts reported for governmental activities in the statement of activities are different because:</i> | | |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. | | |
| Capital asset additions | \$ 8,036,137 | |
| Current year depreciation | <u>(4,202,990)</u> | |
| Total | | 3,833,147 |
| The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position. | | |
| | | (1,300,732) |
| Governmental funds report expenditures for inventory when purchased. However, in the statement of activities, they are reported as an expense when consumed. | | |
| | | (39,047) |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | | |
| Delinquent property taxes | (66,186) | |
| Intergovernmental | <u>(52,507)</u> | |
| Total | | (118,693) |
| Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position. Principal payments during the year were: | | |
| Bonds | 3,355,000 | |
| Capital leases | <u>12,729</u> | |
| Total | | 3,367,729 |
| Issuance of energy conservation notes are recorded as other financing sources in the funds; however, in the statement of activities, they are not reported as other financing sources as they increase liabilities on the statement of net position. | | |
| | | (5,430,000) |
| In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in additional interest being reported in the statement of activities: | | |
| Decrease in accrued interest payable | 9,782 | |
| Accreted interest on capital appreciation bonds | (582,691) | |
| Amortization of bond premiums | 172,375 | |
| Amortization of deferred charges | <u>(67,637)</u> | |
| Total | | (468,171) |
| Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. | | |
| | | <u>976,684</u> |
| Change in net position of governmental activities | \$ | <u>821,968</u> |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2014

| | Private-Purpose Trust | |
|---|----------------------------------|---------------|
| | Scholarship | Agency |
| Assets: | | |
| Equity in pooled cash and cash equivalents | \$ 10,288 | \$ 87,353 |
| Receivables: | | |
| Accounts | - | 1,260 |
| Total assets. | 10,288 | \$ 88,613 |
| Liabilities: | | |
| Accounts payable. | - | \$ 3,393 |
| Loan payable. | - | 375 |
| Intergovernmental payable | - | 86 |
| Due to students. | - | 84,759 |
| Total liabilities | - | \$ 88,613 |
| Net position: | | |
| Held in trust for scholarships | 10,288 | |
| Total net position. | \$ 10,288 | |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | Private-Purpose Trust |
|---|----------------------------------|
| | Scholarship |
| Additions: | |
| Interest | \$ 3 |
| Gifts and contributions | 1,115 |
| Total additions. | 1,118 |
| Deductions: | |
| Scholarships awarded | 2,500 |
| Change in net position | (1,382) |
| Net position at beginning of year. | 11,670 |
| Net position at end of year | \$ 10,288 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

THIS PAGE IS INTENTIONALLY LEFT BLANK

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

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

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

The District currently operates 7 elementary schools, 3 middle schools, and 2 comprehensive high schools. The District employs 269 non-certified, 41 administrative, and 530 certified employees (full time equivalents) to provide services to 7,139 students in grades K through 12 and various community groups.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

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

JOINTLY GOVERNED ORGANIZATIONS

Northwest Ohio Computer Association (NWOCA)

The District is a participant with 28 other school districts in a jointly governed organization to operate NWOCA. NWOCA was formed for the purpose of providing computer services. NWOCA is governed by a board of directors consisting of the superintendents of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the board. The District does not have an ongoing financial interest or responsibility in NWOCA.

Sylvania Area Joint Recreation District (SAJRD)

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

B. Fund Accounting

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

GOVERNMENTAL FUNDS

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

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

Building Fund - The building fund is used to account for resources that are restricted for the acquisition of capital facilities and capital assets. All proceeds from the sale of bonds, notes or certificates of indebtedness, except premium and accrued interest, are paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities, including real property.

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 that are not reported in the building fund, and (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects.

PROPRIETARY FUNDS

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

FIDUCIARY FUNDS

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

C. Basis of Presentation and Measurement Focus

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

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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

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

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

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

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

D. Basis of Accounting

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

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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

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

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

Deferred Inflows of Resources and Deferred Outflows of Resources - A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period.

Property taxes for which there is an enforceable legal claim as of June 30, 2014, but which were levied to finance fiscal year 2015 operations, and other revenues received in advance of the fiscal year for which they were intended to finance, have been recorded as deferred inflows. Income taxes, payment in lieu of taxes and grants not received within the available period, grants and entitlements received before the eligibility requirements are met, and delinquent property taxes due at June 30, 2014, are recorded as deferred inflows on the governmental fund financial statements.

On governmental fund financial statements, receivables that will not be collected within the available period have been reported as deferred inflows of resources.

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

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

E. Budgets

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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

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

Tax Budget:

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

Estimated Resources:

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

Appropriations:

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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

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

Lapsing of Appropriations:

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

F. Cash and Investments

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

During fiscal year 2014, investments were limited to the State Treasury Asset Reserve of Ohio (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the state to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's shares prices which is the price the investment could be sold for on June 30, 2014.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund or the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2014 amounted to \$18,292, which includes \$8,033 assigned from other District funds.

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

G. Inventory

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

H. Capital Assets

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

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

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

| Description | Governmental Activities Estimated Lives |
|----------------------------|---|
| Land improvements | 20 - 45 years |
| Buildings and improvements | 37 - 45 years |
| Furniture and equipment | 5 - 20 years |
| Vehicles | 6 years |

I. Interfund Balances

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

J. Compensated Absences

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at June 30, 2014, and reduced to the maximum payment allowed by labor contract and/or statute, plus any additional salary related payments.

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

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

K. Accrued Liabilities and Long-Term Obligations

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

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

L. Fund Balance

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

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

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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

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

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

M. Net Position

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

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

N. Estimates

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

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

O. Interfund Activity

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

P. Nonpublic Schools

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

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

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

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

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

R. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither one of these transactions occurred during fiscal year 2014.

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For fiscal year 2014, the District has implemented GASB Statement No. 70, "Accounting and Financial Reporting for Nonexchange Financial Guarantees". GASB Statement No. 70 improves the recognition, measurement, and disclosures for state and local governments that have extended or received financial guarantees that are nonexchange transactions. The implementation of GASB Statement No. 70 did not have an effect on the financial statements of the District.

B. Deficit Fund Balances

Fund balances at June 30, 2014 included the following individual fund deficits:

| <u>Major fund</u> | <u>Deficit</u> |
|--|----------------|
| General | \$ 2,890,645 |
| <u>Nonmajor governmental funds</u> | |
| Food service | 83,453 |
| Vocational Educational Enhancements | 2,437 |
| Adult Basic Education | 550 |
| IDEA Part B | 129,604 |
| Vocational Educational | 681 |
| Title III, Limited English Proficiency | 2,647 |
| Title I | 75,824 |
| Pre-School for Handicapped Grant | 1,653 |
| Improving Teacher Quality | 12,735 |

The general fund is liable for any deficits in the nonmajor governmental funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities. The deficit fund balances in these nonmajor governmental funds, net of \$33,965 reported as nonspendable fund balance, are reported as deficit unassigned fund balance in the fund financial statements.

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories.

Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings accounts, including passbook accounts.

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

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

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

A. Deposits with Financial Institutions

At June 30, 2014, the carrying amount of all District deposits was \$10,070,514. Based on the criteria described in GASB Statement No. 40, “Deposits and Investment Risk Disclosures”, as of June 30, 2014, \$2,318,038 of the District’s bank balance of \$11,787,472 was exposed to custodial risk as discussed below, while \$9,469,434 was covered by the Federal Deposit Insurance Corporation.

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

B. Investments

As of June 30, 2014, the District had the following investments and maturities:

| <u>Investment type</u> | <u>Fair Value</u> | Investment <u>Maturity</u> 6 months or <u>less</u> |
|------------------------|-------------------|---|
| STAR Ohio | \$ 1,384,744 | \$ 1,384,744 |

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

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Concentration of Credit Risk: The District's investment policy places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2014:

| <u>Investment type</u> | <u>Fair Value</u> | <u>% of Total</u> |
|------------------------|-------------------|-------------------|
| STAR Ohio | \$ 1,384,744 | 100.00 |

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

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported above on the statement of net position as of June 30, 2014:

| | |
|---|----------------------|
| <u>Cash and investments per note</u> | |
| Carrying amount of deposits | \$ 10,070,514 |
| Investments | 1,384,744 |
| Total | <u>\$ 11,455,258</u> |
| <u>Cash and investments per statement of net position</u> | |
| Governmental activities | \$ 11,357,617 |
| Private-purpose trust fund | 10,288 |
| Agency fund | 87,353 |
| Total | <u>\$ 11,455,258</u> |

NOTE 5 - INTERFUND TRANSACTIONS

- A.** Interfund loans receivable/payable consisted of the following at June 30, 2014, as reported on the fund statements:

| <u>Receivable fund</u> | <u>Payable fund</u> | <u>Amount</u> |
|------------------------|-----------------------|-------------------|
| General | Nonmajor governmental | <u>\$ 142,402</u> |

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

- B.** Interfund transfers for the fiscal year ended June 30, 2014, consisted of the following, as reported on the fund statements:

| | <u>Amount</u> |
|--|-------------------|
| <u>Transfers from general fund to:</u> | |
| Nonmajor governmental funds | <u>\$ 259,598</u> |

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 5 - INTERFUND TRANSACTIONS - (Continued)

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

- C. At June 30, 2014, loan balances as reported on the fund statements, consisted of \$375 in loans receivable in the general fund and \$375 in loans payable in the student managed activities agency fund. The primary purpose of the loan due to the general fund is to cover revenues not received in the agency fund at fiscal year-end. The loan balance will be repaid once the anticipated revenues are received.

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real property and public utility property. Real property tax revenues received in calendar year 2014 represent the collection of calendar year 2013 taxes. Real property taxes received in calendar year 2014 were levied after April 1, 2013, on the assessed values as of January 1, 2013, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2014 represent the collection of calendar year 2013 taxes. Public utility real and personal property taxes received in calendar year 2014 became a lien on December 31, 2012, were levied after April 1, 2013, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

The District receives property taxes from Lucas County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2014, are available to finance fiscal year 2014 operations. The amount available as an advance at June 30, 2014 was \$2,487,340 in the general fund, \$334,232 in the debt service fund and \$16,006 in the permanent improvement fund (a nonmajor governmental fund). This amount is recorded as revenue. The amount available for advance at June 30, 2013 was \$2,158,789 in the general fund, \$292,554 in the debt service fund and \$13,942 in the permanent improvement fund. The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2014 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows.

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 6 - PROPERTY TAXES - (Continued)

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

The assessed values upon which the fiscal year 2014 taxes were collected are:

| | 2013 Second Half Collections | | 2014 First Half Collections | |
|---|---------------------------------|----------------|--------------------------------|----------------|
| | <u>Amount</u> | <u>Percent</u> | <u>Amount</u> | <u>Percent</u> |
| Agricultural/residential and other real estate | \$ 1,292,525,480 | 98.50 | \$ 1,288,169,390 | 98.37 |
| Public utility personal | <u>19,641,350</u> | <u>1.50</u> | <u>21,292,440</u> | <u>1.63</u> |
| Total | <u>\$ 1,312,166,830</u> | <u>100.00</u> | <u>\$ 1,309,461,830</u> | <u>100.00</u> |
| Tax rate per \$1,000 of assessed valuation | \$ 83.60 | | \$ 83.60 | |

NOTE 7 - RECEIVABLES

Receivables at June 30, 2014 consisted of taxes, payments in lieu of taxes, accounts (billings for user charged services and student fees), and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds. A summary of the principal items of receivables reported on the statement of net position follows:

| Governmental Activities | |
|--------------------------------|----------------------|
| Property taxes | \$ 58,936,458 |
| Payments in lieu of taxes | 364,862 |
| Accounts | 252,133 |
| Intergovernmental | <u>512,182</u> |
| Total | <u>\$ 60,065,635</u> |

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

NOTE 8 - CAPITALIZED LEASES - LESSEE DISCLOSURE

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 8 - CAPITALIZED LEASES - LESSEE DISCLOSURE - (Continued)

Capital lease payments have been reclassified and are reflected as debt service expenditures in the statement of revenues, expenditures and changes in fund balances - governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis. Capital assets acquired by the leases have been capitalized in the amount of \$51,023, which represents the present value of the future minimum lease payments at the time of acquisition. Accumulated depreciation as of June 30, 2014 was \$27,638, leaving a current book value of \$23,385.

A corresponding liability was recorded on the statement of net position. In fiscal year 2014, principal payments of \$12,729 are reflected as debt service principal retirement in the general fund. The principal payments are reported as a reduction to the long-term liabilities reported on the statement of net position. The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the future minimum lease payments as of June 30, 2014:

| <u>Year Ending June 30</u> | <u>Amount</u> |
|---|------------------|
| 2015 | \$ 12,834 |
| Total minimum lease payment | 12,834 |
| Less: amount representing interest | <u>(54)</u> |
| Present value of minimum lease payments | <u>\$ 12,780</u> |

NOTE 9 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2014, was as follows:

| | <u>Balance</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance</u> |
|---|----------------------|---------------------|-----------------------|----------------------|
| | <u>06/30/13</u> | <u>06/30/14</u> | <u>06/30/14</u> | <u>06/30/14</u> |
| Governmental activities: | | | | |
| <i>Capital assets, not being depreciated:</i> | | | | |
| Land | \$ 2,890,933 | \$ - | \$ (196,440) | \$ 2,694,493 |
| Construction in progress | <u>1,497,493</u> | <u>7,779,862</u> | <u>(233,632)</u> | <u>9,043,723</u> |
| Total capital assets, not being depreciated | <u>4,388,426</u> | <u>7,779,862</u> | <u>(430,072)</u> | <u>11,738,216</u> |
| <i>Capital assets, being depreciated:</i> | | | | |
| Land improvements | 7,498,633 | 148,387 | - | 7,647,020 |
| Building and improvements | 129,181,391 | 341,520 | (2,511,970) | 127,010,941 |
| Furniture and equipment | 4,258,892 | - | (11,250) | 4,247,642 |
| Vehicles | <u>6,329,079</u> | <u>-</u> | <u>-</u> | <u>6,329,079</u> |
| Total capital assets, being depreciated | <u>147,267,995</u> | <u>489,907</u> | <u>(2,523,220)</u> | <u>145,234,682</u> |
| <i>Less: accumulated depreciation</i> | | | | |
| Land improvements | (3,900,311) | (264,897) | - | (4,165,208) |
| Building and improvements | (30,097,273) | (3,417,983) | 1,407,678 | (32,107,578) |
| Furniture and equipment | (3,906,268) | (97,752) | 11,250 | (3,992,770) |
| Vehicles | <u>(5,455,482)</u> | <u>(422,358)</u> | <u>-</u> | <u>(5,877,840)</u> |
| Total accumulated depreciation | <u>(43,359,334)</u> | <u>(4,202,990)</u> | <u>1,418,928</u> | <u>(46,143,396)</u> |
| Governmental activities capital assets, net | <u>\$108,297,087</u> | <u>\$ 4,066,779</u> | <u>\$ (1,534,364)</u> | <u>\$110,829,502</u> |

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 9 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to governmental functions as follows:

| | |
|---|--------------------|
| <u>Instruction:</u> | |
| Regular | \$1,912,182 |
| Special | 168,207 |
| Vocational | 228,696 |
| <u>Support Services:</u> | |
| Pupil | 11,610 |
| Instructional staff | 147,484 |
| Administration | 145,744 |
| Fiscal | 13,016 |
| Operations and maintenance | 384,989 |
| Pupil transportation | 377,068 |
| Central | 1,485 |
| <u>Operation of non-instructional services:</u> | |
| Food service operations | 261,988 |
| Other of non-instructional services | 4,794 |
| Extracurricular activities | <u>545,727</u> |
| Total depreciation expense | <u>\$4,202,990</u> |

NOTE 10 - LONG-TERM OBLIGATIONS

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

B. Series 2011 Refunding General Obligation Bonds

On September 7, 2011, the District issued general obligation bonds (Series 2011 Refunding Bonds) to advance refund the callable of the Series 1998 refunding current interest bonds, the Series 2001 refunding current interest bonds and the Series 2002 school improvement current interest bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded current interest bonds at June 30, 2014, is \$9,125,000.

The refunding issue is comprised of both current interest bonds, par value \$8,615,000, and capital appreciation bonds par value \$415,000. The interest rates on the current interest bonds range from 2.00% - 4.00%. The capital appreciation bonds mature on December 1, 2014 (effective interest rate 4.55%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bond maturing December 1, 2014 is \$485,000. Total accreted interest of \$58,593 has been included in the statement of net position at June 30, 2014.

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

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

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

C. Series 2009 School Improvement General Obligation Bonds

During fiscal year 2009, the voters of the District authorized the issuance of \$78,999,981 in general obligation bonds, for the purpose of renovating and otherwise improving school facilities. These bonds will be retired from proceeds of an additional 2.89 (average) mil bonded debt tax levy.

The issue is comprised of both current interest bonds, par value \$78,220,000, and capital appreciation bonds par value \$779,981. The interest rates on the current interest bonds range from 4.835% - 5.25%. The capital appreciation bonds mature on December 1, 2017 (effective interest rate 11.517%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bond maturing December 1, 2017 is \$1,990,000. Total accreted interest of \$578,840 has been included in the statement of net position at June 30, 2014.

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

D. Series 2006 Refunding General Obligation Bonds

On December 27, 2006, the District issued general obligation bonds (Series 2006 Refunding Bonds) to advance refund the callable of the Series 2001 and Series 2002 school improvement current interest bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded current interest bonds at June 30, 2014, is \$7,065,000.

The refunding issue is comprised of both current interest bonds, par value \$8,315,000, and capital appreciation bonds par value \$509,990. The interest rates on the current interest bonds range from 3.75% - 4.00%. The capital appreciation bonds mature on December 1, 2014 (effective interest rate 11.8708%) and December 1, 2015 (effective interest rate 16.0366%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bond maturing December 1, 2014 is \$580,000. The accreted value at maturity for the capital appreciation bond maturing December 1, 2015 is \$1,100,000. Total accreted interest of \$910,335 has been included in the statement of net position at June 30, 2014.

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

E. Series 2002 School Improvement Bonds

During fiscal 2002, the District issued \$8,000,000 in general obligation bonds to provide financing for renovations and otherwise improving school facilities. On December 27, 2006, the District advance refunded \$4,740,000 of these bonds with proceeds from the Series 2006 refunding bonds (see Note 10.D). On September 7, 2011, the District advance refunded \$475,000 of these bonds with proceeds from the Series 2011 refunding bonds (See Note 10.B). The final principal payment required on the Series 2002 School Improvement Bonds was made in December 1, 2013. At June 30, 2014, there is no remaining liability related to the Series 2002 School Improvement Bonds.

F. Series 2001 Refunding General Obligation Bonds

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

The refunding issue is comprised of both current interest bonds, par value \$13,555,000, and capital appreciation bonds par value \$319,978. In fiscal year 2012, the District advance refunded the balance of the Series 2001 refunding current interest bonds (\$7,955,000) with proceeds from the Series 2011 refunding bonds (see Note 10.B). During fiscal year 2014, one capital appreciation bond matured on December 1, 2013 at an accreted value of \$985,000. The final capital appreciation bond is scheduled to mature on December 1, 2014, at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The effective interest rate on the capital appreciation bonds is 19.117%. The accreted value at maturity for the remaining capital appreciation bond is \$985,000. Total accreted interest of \$811,178 has been included in the statement of net position at June 30, 2014.

G. Other Long-Term Obligations

Energy conservation notes: On January 17, 2014, the issued \$5,430,000 in House Bill 264 (H.B. 264) energy conservation notes to provide financing to perform various energy improvement capital projects at the District. HVAC, electrical, and plumbing systems are being updated further to create energy savings by reducing energy consumption. The project will be funded from the savings created from reduced energy consumption. The notes bear an interest rate of 1.00% and mature on August 28, 2014. Prior to the issuance of the financial statements, these energy conservation notes were refinanced on a long-term basis (see Note 18) beyond on year of the balance sheet date; therefore, they are reported as a long-term obligation of the District at June 30, 2014. The energy conservation notes are issued for capital, not operating, purposes. At June 30, 2014, there were \$698,958 in unspent note proceeds.

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

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

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

H. During fiscal year 2014, the following changes occurred in governmental activities long-term obligations:

| | <u>Balance Outstanding 06/30/13</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance Outstanding 06/30/14</u> | <u>Amount Due in One Year</u> |
|---|---|------------------|------------------|---|---------------------------------------|
| <u>General Obligation Bonds</u> | | | | | |
| Series 2001, Refunding Capital Appreciation Bonds 19.117% (average effective) 12/01/13 and 12/01/14 maturity | \$ 193,366 | \$ - | \$ (105,483) | \$ 87,883 | \$ 87,883 |
| Series 2001, Refunding Capital Appreciation Bonds Accreted interest | 1,454,718 | 235,977 | (879,517) | 811,178 | 811,178 |
| Series 2002, Improvement Current Interest Bonds 2.25% - 5.375% 12/01/13 maturity | 430,000 | - | (430,000) | - | - |
| Series 2006, Refunding Current Interest Bonds 3.75% - 4.00% 12/01/21 maturity | 7,615,000 | - | (550,000) | 7,065,000 | - |
| Series 2006, Refunding Capital Appreciation Bonds 14.449% (average effective) 12/01/14 and 12/01/15 maturity | 509,990 | - | - | 509,990 | 232,480 |
| Series 2006, Refunding Capital Appreciation Bonds Accreted interest | 725,966 | 184,369 | - | 910,335 | 347,520 |
| Series 2009, Improvement Current Interest Bonds 4.835% - 5.25% 12/01/36 maturity | 73,190,000 | - | (1,250,000) | 71,940,000 | 1,360,000 |

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

| | <u>Balance Outstanding 06/30/13</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance Outstanding 06/30/14</u> | <u>Amount Due in One Year</u> |
|---|---|------------------|--------------------|---|---------------------------------------|
| <u>General Obligation Bonds (continued):</u> | | | | | |
| Series 2009, Improvement Capital Appreciation Bonds 11.5170% (average effective) 12/01/17 maturity | \$ 779,981 | \$ - | \$ - | \$ 779,981 | \$ - |
| Series 2009, Improvement Capital Appreciation Bonds Accreted interest | 438,509 | 140,331 | - | 578,840 | - |
| Series 2011, Refunding Current Interest Bonds 2.00% - 4.00% 12/01/22 maturity | 8,335,000 | - | (140,000) | 8,195,000 | 370,000 |
| Series 2011, Refunding Capital Appreciation Bonds 4.55% (average effective) 12/01/14 maturity | 415,000 | - | - | 415,000 | 415,000 |
| Series 2011, Refunding Capital Appreciation Bonds Accreted interest | <u>36,579</u> | <u>22,014</u> | <u>-</u> | <u>58,593</u> | <u>58,593</u> |
| Total, general obligation bonds | <u>94,124,109</u> | <u>582,691</u> | <u>(3,355,000)</u> | <u>91,351,800</u> | <u>3,682,654</u> |
| <u>Other Obligations:</u> | | | | | |
| Energy conservation notes | - | 5,430,000 | - | 5,430,000 | 5,430,000 |
| Capital lease | 25,509 | - | (12,729) | 12,780 | 12,780 |
| Compensated absences | <u>10,105,157</u> | <u>1,023,388</u> | <u>(2,057,059)</u> | <u>9,071,486</u> | <u>1,936,487</u> |
| Total, other obligations | <u>10,130,666</u> | <u>6,453,388</u> | <u>(2,069,788)</u> | <u>14,514,266</u> | <u>7,379,267</u> |
| Total, all governmental activities long-term liabilities | 104,254,775 | | | 105,866,066 | <u>\$ 11,061,921</u> |
| Add: Unamortized bond premiums | <u>2,120,074</u> | | | <u>1,947,699</u> | |
| Total on statement of net position | <u>\$ 106,374,849</u> | | | <u>\$ 107,813,765</u> | |

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

I. Principal and interest requirements to retire general obligation school improvement bonds and general obligation refunding bonds outstanding at June 30, 2014, are as follows:

| Fiscal Year Ending June 30 | Current Interest Improvement Bonds | | | Current Interest Refunding Bonds | | |
|-------------------------------|---------------------------------------|----------------------|-----------------------|-------------------------------------|---------------------|----------------------|
| | Principal | Interest | Total | Principal | Interest | Total |
| 2015 | \$ 1,360,000 | \$ 3,503,788 | \$ 4,863,788 | \$ 370,000 | \$ 636,487 | \$ 1,006,487 |
| 2016 | 1,470,000 | 3,463,038 | 4,933,038 | 1,255,000 | 548,962 | 1,803,962 |
| 2017 | 1,660,000 | 3,414,013 | 5,074,013 | 2,370,000 | 490,369 | 2,860,369 |
| 2018 | - | 3,387,038 | 3,387,038 | 2,170,000 | 407,200 | 2,577,200 |
| 2019 | 1,985,000 | 3,340,412 | 5,325,412 | 2,250,000 | 318,800 | 2,568,800 |
| 2020 - 2024 | 12,300,000 | 15,088,593 | 27,388,593 | 6,845,000 | 413,300 | 7,258,300 |
| 2025 - 2029 | 16,670,000 | 11,523,125 | 28,193,125 | - | - | - |
| 2030 - 2034 | 21,285,000 | 6,811,875 | 28,096,875 | - | - | - |
| 2035 - 2037 | 15,210,000 | 1,203,037 | 16,413,037 | - | - | - |
| Total | <u>\$ 71,940,000</u> | <u>\$ 51,734,919</u> | <u>\$ 123,674,919</u> | <u>\$ 15,260,000</u> | <u>\$ 2,815,118</u> | <u>\$ 18,075,118</u> |

| Fiscal Year Ending June 30 | Capital Appreciation Improvement Bonds | | | Capital Appreciation Refunding Bonds | | |
|-------------------------------|---|---------------------|---------------------|---|---------------------|---------------------|
| | Principal | Interest | Total | Principal | Interest | Total |
| 2015 | \$ - | \$ - | \$ - | \$ 735,363 | \$ 1,314,637 | \$ 2,050,000 |
| 2016 | - | - | - | 277,510 | 822,490 | 1,100,000 |
| 2017 | - | - | - | - | - | - |
| 2018 | 779,981 | 1,210,019 | 1,990,000 | - | - | - |
| Total | <u>\$ 779,981</u> | <u>\$ 1,210,019</u> | <u>\$ 1,990,000</u> | <u>\$ 1,012,873</u> | <u>\$ 2,137,127</u> | <u>\$ 3,150,000</u> |

J. Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation use in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2014, are a voted debt margin of \$32,113,932 (including available funds of \$3,255,221) and an unvoted debt margin of \$1,309,462.

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 11 - RISK MANAGEMENT

A. Comprehensive

The District is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2013, the District purchased commercial coverage through the Ohio School Plan for property and contents with a limit of \$244,752,228 and a \$1,000 deductible.

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

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

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

B. Group Health and Dental Insurance

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

The District provides employee medical/surgical benefits through a Paramount health insurance program. This plan provides employees a choice of an HMO or POS levels of coverage. Paramount administers the health insurance program. The District pays \$1,459.00 (HMO) and \$1,779.52 (POS) for family coverage or \$572.14 (HMO) and \$697.86 (POS) for individual coverage per month for full-time employees. The premium is paid by the fund that pays the salary for the employee.

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

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

C. Workers' Compensation

For fiscal year 2014, the District paid the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 12 - PENSION PLANS

A. School Employees Retirement System

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing, multiple-employer defined benefit pension plan. SERS provides retirement, disability, survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the District Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746. It is also posted on the SERS' Ohio website, www.ohsers.org, under "*Employers/Audit Resources*".

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal year 2014, 13.05 percent and 0.05 percent of annual covered salary was the portion used to fund pension obligations and death benefits, respectively. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 14 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The District's required contributions for pension obligations and death benefits to SERS for the fiscal years ended June 30, 2014, 2013 and 2012 were \$1,379,684, \$1,372,117 and \$1,344,618, respectively; 79.20 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012.

B. State Teachers Retirement System of Ohio

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

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 12 - PENSION PLANS - (Continued)

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy - For fiscal year 2014, plan members were required to contribute 11 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 14 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2014, 2013 and 2012 were \$4,792,255, \$4,886,379 and \$4,828,217, respectively; 83.23 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012. Contributions to the DC and Combined Plans for fiscal year 2014 were \$248,273 made by the District and \$195,072 made by the plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the SERS/STRS Ohio have an option to choose Social Security or the SERS/STRS Ohio. As of June 30, 2014 certain members of the Board of Education have elected Social Security. The District's liability is 6.2 percent of wages paid.

NOTE 13 - POSTEMPLOYMENT BENEFITS

A. School Employees Retirement System

Plan Description - The District participates in two cost-sharing, multiple employer postemployment benefit plans administered by the School Employees Retirement System (SERS) for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Section 3309.69 of the Ohio Revised Code. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B monthly premium for calendar year 2014 was \$104.90 for most participants, but could be as high as \$335.70 per month depending on their income and the SERS' reimbursement to retirees was \$45.50. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746. It is also posted on the SERS' Ohio website, www.ohsers.org, under "Employers/Audit Resources".

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 13 - POSTEMPLOYMENT BENEFITS - (Continued)

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For 2014, 0.14 percent of covered payroll was allocated to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2.0 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the statewide SERS-covered payroll for the health care surcharge. For fiscal year 2014, the actuarially determined amount was \$20,250.

Active members do not contribute to the postemployment benefit plans. The Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility and retirement status.

The District's contributions for health care (including surcharge) for the fiscal years ended June 30, 2014, 2013 and 2012 were \$203,950, \$180,282 and \$235,069, respectively; 79.20 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2014, this actuarially required allocation was 0.76 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2014, 2013, and 2012 were \$80,043, \$77,509 and \$79,407, respectively; 79.20 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012.

B. State Teachers Retirement System of Ohio

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

Funding Policy - Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2014, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2014, 2013 and 2012 were \$368,635, \$375,875 and \$371,401, respectively; 83.23 percent has been contributed for fiscal year 2014 and 100 percent for fiscal years 2013 and 2012.

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 14 - STATUTORY RESERVES

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

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

| | <u>Capital Improvements</u> |
|---|---------------------------------|
| Set-aside balance June 30, 2013 | \$ - |
| Current year set-aside requirement | 1,250,106 |
| Current year qualifying expenditures | (1,016,060) |
| Current year offsets | <u>(234,046)</u> |
| Total | <u>\$ -</u> |
| Balance carried forward to fiscal year 2015 | <u>\$ -</u> |
| Set-aside balance June 30, 2014 | <u>\$ -</u> |

NOTE 15 - CONTRACTUAL COMMITMENTS

As of June 30, 2014, the District has entered into various contractual commitments for the construction/renovation of various school buildings and for other construction projects. A summary of the significant contractual commitments still outstanding at June 30, 2014, follows:

| <u>Project</u> | <u>Contractual Cost Estimate</u> | <u>Total Incurred Through June 30, 2014</u> | <u>Remaining Contractual Commitment</u> |
|--|--|---|---|
| District-wide HB 264 energy improvements | \$ 5,421,038 | \$ 4,731,042 | \$ 689,996 |
| Southview athletic facility | 1,351,054 | 1,138,373 | 212,681 |
| Southview parking lots | 657,300 | 615,471 | 41,829 |
| Northview parking lots | <u>1,045,396</u> | <u>947,930</u> | <u>97,466</u> |
| Total | <u>\$ 8,474,788</u> | <u>\$ 7,432,816</u> | <u>\$ 1,041,972</u> |

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS, COUNTY**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

NOTE 16 - CONTINGENCIES

A. Grants

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

B. Litigation

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

NOTE 17 - OTHER COMMITMENTS

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

| <u>Fund</u> | <u>Year-End Encumbrances</u> |
|-----------------------|----------------------------------|
| General fund | \$ 647,281 |
| Building | 896,699 |
| Nonmajor governmental | <u>1,916,748</u> |
| Total | <u>\$ 3,460,728</u> |

NOTE 18 – SIGNIFICANT SUBSEQUENT EVENTS

On August 13, 2014, the District issued \$5,255,000 in H.B. 264 energy conservation bonds to retire the energy conservation notes previously issued on January 17, 2014. The energy conservation bonds consist of both serial (\$2,105,000) and term bonds (\$3,150,000) and allow the District to finance its energy conservation projects on a long-term basis. The bonds bear interest rates ranging from 1.00% to 4.00% and mature on December 1, 2028.

REQUIRED SUPPLEMENTARY INFORMATION

THIS PAGE IS INTENTIONALLY LEFT BLANK

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------------|---------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues: | | | | |
| From local sources: | | | | |
| Property taxes | \$ 52,329,665 | \$ 52,329,665 | \$ 52,442,213 | \$ 112,548 |
| Payments in lieu of taxes. | 340,335 | 340,335 | 340,335 | - |
| Tuition. | 865,000 | 865,000 | 786,522 | (78,478) |
| Transportation fees. | 43,000 | 43,000 | 42,619 | (381) |
| Earnings on investments | 20,000 | 20,000 | 18,292 | (1,708) |
| Classroom materials and fees | 243,000 | 243,000 | 242,560 | (440) |
| Rental income | 50,000 | 50,000 | 33,297 | (16,703) |
| Contributions and donations | 5,000 | 5,000 | 4,815 | (185) |
| Other local revenues | 282,700 | 282,700 | 191,322 | (91,378) |
| Intergovernmental - state | <u>22,854,000</u> | <u>22,854,000</u> | <u>23,064,424</u> | <u>210,424</u> |
| Total revenues | <u>77,032,700</u> | <u>77,032,700</u> | <u>77,166,399</u> | <u>133,699</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular | 34,226,140 | 34,227,885 | 34,149,703 | 78,182 |
| Special. | 10,252,947 | 10,253,470 | 10,205,024 | 48,446 |
| Vocational. | 1,726,287 | 1,726,374 | 1,720,329 | 6,045 |
| Other. | 2,206,488 | 2,206,600 | 2,194,284 | 12,316 |
| Support services: | | | | |
| Pupil. | 5,026,715 | 5,026,971 | 4,972,003 | 54,968 |
| Instructional staff | 1,851,073 | 1,851,167 | 1,802,443 | 48,724 |
| Board of education | 44,593 | 44,595 | 37,087 | 7,508 |
| Administration. | 7,421,052 | 7,421,430 | 7,134,500 | 286,930 |
| Fiscal | 1,763,573 | 1,763,661 | 1,695,412 | 68,249 |
| Business | 292,671 | 292,685 | 248,949 | 43,736 |
| Operations and maintenance. | 9,511,819 | 9,512,303 | 9,290,640 | 221,663 |
| Pupil transportation | 4,844,838 | 4,845,085 | 4,727,657 | 117,428 |
| Central. | 1,083,174 | 1,083,230 | 713,552 | 369,678 |
| Operation of non-instructional services: | | | | |
| Other non-instructional services | 14,999 | 15,000 | 14,542 | 458 |
| Extracurricular activities. | <u>1,369,767</u> | <u>1,369,836</u> | <u>1,357,674</u> | <u>12,162</u> |
| Total expenditures | <u>81,636,136</u> | <u>81,640,292</u> | <u>80,263,799</u> | <u>1,376,493</u> |
| Excess (deficiency) of revenues over (under) expenditures. | <u>(4,603,436)</u> | <u>(4,607,592)</u> | <u>(3,097,400)</u> | <u>1,510,192</u> |
| Other financing sources (uses): | | | | |
| Transfers (out). | (283,986) | (284,000) | (283,675) | 325 |
| Advances in. | 258,656 | 258,656 | 258,656 | - |
| Advances (out) | (199,990) | (200,000) | (193,286) | 6,714 |
| Refund of prior year's receipts. | (2,500) | (2,500) | - | 2,500 |
| Refund of prior year's expenditures | 315,000 | 315,000 | 375,304 | 60,304 |
| Sale of capital assets | 35,000 | 35,000 | 73,926 | 38,926 |
| Total other financing sources (uses) | <u>122,180</u> | <u>122,156</u> | <u>230,925</u> | <u>108,769</u> |
| Net change in fund balance | (4,481,256) | (4,485,436) | (2,866,475) | 1,618,961 |
| Fund balance at beginning of year | 5,702,426 | 5,702,426 | 5,702,426 | - |
| Prior year encumbrances appropriated | 665,688 | 665,688 | 665,688 | - |
| Fund balance at end of year | \$ 1,886,858 | \$ 1,882,678 | \$ 3,501,639 | \$ 1,618,961 |

SYLVANIA CITY SCHOOL DISTRICT
LUCAS COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014

BUDGETARY BASIS OF ACCOUNTING

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

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

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

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

Net Change in Fund Balance

| | General Fund |
|---|----------------|
| Budget basis | \$ (2,866,475) |
| Net adjustment for revenue accruals | 687,647 |
| Net adjustment for expenditure accruals | 2,844 |
| Net adjustment for other sources/uses | (438,140) |
| Funds budgeted elsewhere | (29,732) |
| Adjustment for encumbrances | 813,595 |
| GAAP basis | \$ (1,830,261) |

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

COMBINING STATEMENTS AND
INDIVIDUAL FUND SCHEDULES

**SYLVANIA CITY SCHOOL DISTRICT
MAJOR FUNDS**

General Fund

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

Other Major 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.

Building Fund

The building fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and/or other capital assets.

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | Budgeted Amounts | | Actual | Variance with Final Budget- Positive (Negative) |
|--|-------------------|-------------------|-------------------|--|
| | Original | Final | | |
| Revenues: | | | | |
| From local sources: | | | | |
| Property taxes | \$ 52,329,665 | \$ 52,329,665 | \$ 52,442,213 | \$ 112,548 |
| Payments in lieu of taxes. | 340,335 | 340,335 | 340,335 | - |
| Tuition | 865,000 | 865,000 | 786,522 | (78,478) |
| Transportation fees. | 43,000 | 43,000 | 42,619 | (381) |
| Earnings on investments | 20,000 | 20,000 | 18,292 | (1,708) |
| Classroom materials and supplies | 243,000 | 243,000 | 242,560 | (440) |
| Rental income | 50,000 | 50,000 | 33,297 | (16,703) |
| Contributions and donations. | 5,000 | 5,000 | 4,815 | (185) |
| Other local revenue | 282,700 | 282,700 | 191,322 | (91,378) |
| Intergovernmental-state | 22,854,000 | 22,854,000 | 23,064,424 | 210,424 |
| Total revenues | <u>77,032,700</u> | <u>77,032,700</u> | <u>77,166,399</u> | <u>133,699</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Instruction-regular | | | | |
| Salaries and wages | 22,285,826 | 22,286,963 | 22,253,086 | 33,877 |
| Fringe benefits | 9,696,687 | 9,697,181 | 9,693,715 | 3,466 |
| Purchased services | 152,166 | 152,174 | 131,811 | 20,363 |
| Supplies and materials | 2,089,313 | 2,089,419 | 2,069,594 | 19,825 |
| Other | 2,148 | 2,148 | 1,497 | 651 |
| Total instruction-regular. | <u>34,226,140</u> | <u>34,227,885</u> | <u>34,149,703</u> | <u>78,182</u> |
| Instruction-special | | | | |
| Salaries and wages | 6,375,385 | 6,375,710 | 6,373,184 | 2,526 |
| Fringe benefits | 2,774,267 | 2,774,408 | 2,774,194 | 214 |
| Purchased services | 1,052,146 | 1,052,200 | 1,020,386 | 31,814 |
| Supplies and materials | 30,150 | 30,152 | 26,760 | 3,392 |
| Other | 20,999 | 21,000 | 10,500 | 10,500 |
| Total instruction-special. | <u>10,252,947</u> | <u>10,253,470</u> | <u>10,205,024</u> | <u>48,446</u> |
| Instruction-vocational | | | | |
| Salaries and wages | 1,057,085 | 1,057,139 | 1,056,918 | 221 |
| Fringe benefits | 408,859 | 408,880 | 408,868 | 12 |
| Purchased services | 21,499 | 21,500 | 20,682 | 818 |
| Supplies and materials | 201,041 | 201,051 | 197,209 | 3,842 |
| Capital outlay | 28,284 | 28,285 | 28,214 | 71 |
| Other | 9,519 | 9,519 | 8,438 | 1,081 |
| Total instruction-vocational | <u>1,726,287</u> | <u>1,726,374</u> | <u>1,720,329</u> | <u>6,045</u> |
| Instruction-other | | | | |
| Purchased services | 2,206,488 | 2,206,600 | 2,194,284 | 12,316 |
| Total instruction-other. | <u>2,206,488</u> | <u>2,206,600</u> | <u>2,194,284</u> | <u>12,316</u> |
| Support services-pupil | | | | |
| Salaries and wages | 3,083,702 | 3,083,859 | 3,081,327 | 2,532 |
| Fringe benefits | 1,210,938 | 1,211,000 | 1,210,859 | 141 |
| Purchased services | 630,276 | 630,308 | 585,557 | 44,751 |
| Supplies and materials | 54,501 | 54,504 | 52,515 | 1,989 |
| Other | 47,298 | 47,300 | 41,745 | 5,555 |
| Total support services-pupil | <u>5,026,715</u> | <u>5,026,971</u> | <u>4,972,003</u> | <u>54,968</u> |

-- continued

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | Budgeted Amounts | | Actual | Variance with Final Budget- Positive (Negative) |
|---|------------------|------------------|------------------|--|
| | Original | Final | | |
| Support services-instructional staff | | | | |
| Salaries and wages | 939,952 | 940,000 | 939,476 | 524 |
| Fringe benefits | 693,359 | 693,394 | 692,616 | 778 |
| Purchased services | 99,379 | 99,384 | 61,019 | 38,365 |
| Supplies and materials | 105,294 | 105,299 | 96,242 | 9,057 |
| Other | 13,089 | 13,090 | 13,090 | - |
| Total support services-instructional staff | <u>1,851,073</u> | <u>1,851,167</u> | <u>1,802,443</u> | <u>48,724</u> |
| Support services-board of education | | | | |
| Salaries and wages | 13,749 | 13,750 | 13,750 | - |
| Fringe benefits | 3,000 | 3,000 | 2,993 | 7 |
| Purchased services | 8,045 | 8,045 | 1,870 | 6,175 |
| Supplies and materials | 10,999 | 11,000 | 10,600 | 400 |
| Other | 8,800 | 8,800 | 7,874 | 926 |
| Total support services-board of education | <u>44,593</u> | <u>44,595</u> | <u>37,087</u> | <u>7,508</u> |
| Support services-administration | | | | |
| Salaries and wages | 4,176,041 | 4,176,254 | 4,175,296 | 958 |
| Fringe benefits | 2,234,744 | 2,234,858 | 2,231,592 | 3,266 |
| Purchased services | 811,842 | 811,883 | 591,738 | 220,145 |
| Supplies and materials | 130,770 | 130,777 | 73,481 | 57,296 |
| Other | 67,655 | 67,658 | 62,393 | 5,265 |
| Total support services-administration | <u>7,421,052</u> | <u>7,421,430</u> | <u>7,134,500</u> | <u>286,930</u> |
| Support services-fiscal | | | | |
| Salaries and wages | 435,200 | 435,222 | 434,597 | 625 |
| Fringe benefits | 220,963 | 220,974 | 220,169 | 805 |
| Purchased services | 225,249 | 225,260 | 166,211 | 59,049 |
| Supplies and materials | 8,405 | 8,405 | 8,362 | 43 |
| Other | 873,756 | 873,800 | 866,073 | 7,727 |
| Total support services-fiscal | <u>1,763,573</u> | <u>1,763,661</u> | <u>1,695,412</u> | <u>68,249</u> |
| Support services-business | | | | |
| Salaries and wages | 68,348 | 68,351 | 68,272 | 79 |
| Fringe benefits | 40,963 | 40,965 | 40,945 | 20 |
| Purchased services | 164,824 | 164,832 | 124,157 | 40,675 |
| Supplies and materials | 15,036 | 15,037 | 13,574 | 1,463 |
| Other | 3,500 | 3,500 | 2,001 | 1,499 |
| Total support services-business | <u>292,671</u> | <u>292,685</u> | <u>248,949</u> | <u>43,736</u> |
| Support services-operations & maintenance | | | | |
| Salaries and wages | 3,203,009 | 3,203,172 | 3,190,272 | 12,900 |
| Fringe benefits | 1,804,940 | 1,805,032 | 1,803,277 | 1,755 |
| Purchased services | 3,904,107 | 3,904,306 | 3,731,227 | 173,079 |
| Supplies and materials | 558,415 | 558,443 | 526,365 | 32,078 |
| Capital outlay | 7,900 | 7,900 | 7,900 | - |
| Other | 33,448 | 33,450 | 31,599 | 1,851 |
| Total support services-operations & maintenance | <u>9,511,819</u> | <u>9,512,303</u> | <u>9,290,640</u> | <u>221,663</u> |

-- continued

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|---|-------------------------|---------------------|---------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Support services-pupil transportation | | | | |
| Salaries and wages | 2,392,339 | 2,392,461 | 2,391,820 | 641 |
| Fringe benefits | 1,327,973 | 1,328,041 | 1,327,662 | 379 |
| Purchased services | 253,869 | 253,882 | 227,524 | 26,358 |
| Supplies and materials | 869,122 | 869,166 | 780,651 | 88,515 |
| Capital outlay | 1,535 | 1,535 | - | 1,535 |
| Total support services-pupil transportation | <u>4,844,838</u> | <u>4,845,085</u> | <u>4,727,657</u> | <u>117,428</u> |
| Support services-central | | | | |
| Salaries and wages | 272,621 | 272,635 | 253,426 | 19,209 |
| Fringe benefits | 129,070 | 129,077 | 128,582 | 495 |
| Purchased services | 527,141 | 527,168 | 194,575 | 332,593 |
| Supplies and materials | 147,567 | 147,575 | 132,603 | 14,972 |
| Capital outlay | 2,000 | 2,000 | - | 2,000 |
| Other | 4,775 | 4,775 | 4,366 | 409 |
| Total support services-central | <u>1,083,174</u> | <u>1,083,230</u> | <u>713,552</u> | <u>369,678</u> |
| Other non-instructional services | | | | |
| Purchased services | 13,699 | 13,700 | 13,250 | 450 |
| Supplies and materials | 1,300 | 1,300 | 1,292 | 8 |
| Total other non-instructional services | <u>14,999</u> | <u>15,000</u> | <u>14,542</u> | <u>458</u> |
| Extracurricular activities | | | | |
| Salaries and wages | 909,890 | 909,936 | 909,034 | 902 |
| Fringe benefits | 182,198 | 182,207 | 180,540 | 1,667 |
| Purchased services | 229,181 | 229,193 | 224,160 | 5,033 |
| Other | 48,498 | 48,500 | 43,940 | 4,560 |
| Total extracurricular activities. | <u>1,369,767</u> | <u>1,369,836</u> | <u>1,357,674</u> | <u>12,162</u> |
| Total expenditures | <u>81,636,136</u> | <u>81,640,292</u> | <u>80,263,799</u> | <u>1,376,493</u> |
| Excess of revenues (under) expenditures | <u>(4,603,436)</u> | <u>(4,607,592)</u> | <u>(3,097,400)</u> | <u>1,510,192</u> |
| Other financing sources (uses): | | | | |
| Transfers out | (283,986) | (284,000) | (283,675) | 325 |
| Advances in. | 258,656 | 258,656 | 258,656 | - |
| Advances out | (199,990) | (200,000) | (193,286) | 6,714 |
| Refund of prior year's receipts | (2,500) | (2,500) | - | 2,500 |
| Refund of prior year expenditures | 315,000 | 315,000 | 375,304 | 60,304 |
| Sale of capital assets | 35,000 | 35,000 | 73,926 | 38,926 |
| Total other financing sources (uses) | <u>122,180</u> | <u>122,156</u> | <u>230,925</u> | <u>108,769</u> |
| Excess (deficiency) of revenues and other financing sources over (under) Net change in fund balance | <u>(4,481,256)</u> | <u>(4,485,436)</u> | <u>(2,866,475)</u> | <u>1,618,961</u> |
| Fund balance at beginning of year | <u>5,702,426</u> | <u>5,702,426</u> | <u>5,702,426</u> | <u>-</u> |
| Prior year encumbrances appropriated. | <u>665,688</u> | <u>665,688</u> | <u>665,688</u> | <u>-</u> |
| Fund balance at end of year. | <u>\$ 1,886,858</u> | <u>\$ 1,882,678</u> | <u>\$ 3,501,639</u> | <u>\$ 1,618,961</u> |

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

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

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget- Positive (Negative) |
|--|-------------------------|---------------------|---------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Debt Service | | | | |
| Total Revenues and Other Sources | \$ 7,895,000 | \$ 7,899,803 | \$ 8,083,166 | \$ 183,363 |
| Total Expenditures and Other Uses | <u>7,514,520</u> | <u>7,603,800</u> | <u>7,599,109</u> | <u>4,691</u> |
| Net Change in Fund Balance | 380,480 | 296,003 | 484,057 | 188,054 |
| Fund balance at beginning of year | <u>2,436,932</u> | <u>2,436,932</u> | <u>2,436,932</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 2,817,412</u> | <u>\$ 2,732,935</u> | <u>\$ 2,920,989</u> | <u>\$ 188,054</u> |
| Building | | | | |
| Total Revenues and Other Sources | \$ 500 | \$ 5,443,942 | \$ 5,443,682 | \$ (260) |
| Total Expenditures and Other Uses | <u>619,400</u> | <u>6,062,842</u> | <u>6,026,869</u> | <u>35,973</u> |
| Net Change in Fund Balance | (618,900) | (618,900) | (583,187) | 35,713 |
| Fund balance at beginning of year | 232,006 | 232,006 | 232,006 | - |
| Prior year encumbrances appropriated | <u>387,197</u> | <u>387,197</u> | <u>387,197</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 303</u> | <u>\$ 303</u> | <u>\$ 36,016</u> | <u>\$ 35,713</u> |

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

Nonmajor Special Revenue Funds

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

Food Service Section 3313.81, Revised Code

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

Other Grants Sections 5705.09 and 5705.13, Revised Code

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

District Managed Student Activity Section 3313.062, Revised Code

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

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

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

Data Communications for Schools Section 5705.09, Revised Code

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

Vocational Educational Enhancements State Line Item Appropriation GRF 200-545

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

Miscellaneous State Grants Section 5705.12, Revised Code

A fund used to account for various monies received from State agencies not classified elsewhere.

Adult Basic Education PL 91-230, Title III

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

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

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

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

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

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

Nonmajor Special Revenue Funds (Continued)

Title III, Limited English Proficiency

Catalog of Federal Domestic Assistance #84.365

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

Title I

Catalog of Federal Domestic Assistance #84.010

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

Pre-school for the Handicapped Grant

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

Catalog of Federal Domestic Assistance #84-173

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

Improving Teacher Quality

Title VI ESEA

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

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

Uniform School Supplies

Section 3313.81, Revised Code

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

Special Services Rotary Fund

Section 5705.12, Revised Code

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

Natatorium

Section 755.14, Revised Code

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

Rotary Fund

Section 5705.12, Revised Code

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

Public School Support

Section 5705.12, Revised Code

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

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

Nonmajor Capital Projects Fund

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

Permanent Improvement

Section 5705.10, Revised Code

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

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

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Fund | Total Nonmajor Governmental Funds |
|---|---|---|--|
| Assets: | | | |
| Equity in pooled cash and cash equivalents. | \$ 377,214 | \$ 2,416,988 | \$ 2,794,202 |
| Receivables: | | | |
| Taxes. | - | 325,572 | 325,572 |
| Payment in lieu of taxes. | - | 1,938 | 1,938 |
| Accounts. | 17,887 | - | 17,887 |
| Intergovernmental | 389,724 | - | 389,724 |
| Materials and supplies inventory | 33,965 | - | 33,965 |
| Total assets. | \$ 818,790 | \$ 2,744,498 | \$ 3,563,288 |
| Liabilities: | | | |
| Accounts payable. | \$ 52,421 | \$ - | \$ 52,421 |
| Contracts payable. | - | 1,589,655 | 1,589,655 |
| Accrued wages and benefits payable | 333,793 | - | 333,793 |
| Compensated absences payable | 5,608 | - | 5,608 |
| Interfund loan payable | 142,402 | - | 142,402 |
| Intergovernmental payable | 21,418 | - | 21,418 |
| Pension obligation payable. | 115,274 | - | 115,274 |
| Total liabilities. | 670,916 | 1,589,655 | 2,260,571 |
| Deferred inflows of resources: | | | |
| Property taxes levied for the next fiscal year. | - | 302,494 | 302,494 |
| Payment in lieu of taxes revenue levied for the next fiscal year | - | 1,938 | 1,938 |
| Delinquent property tax revenue not available. | - | 7,072 | 7,072 |
| Intergovernmental revenue not available | 214,516 | - | 214,516 |
| Total deferred inflows of resources | 214,516 | 311,504 | 526,020 |
| Fund balances: | | | |
| Nonspendable: | | | |
| Materials and supplies inventory | 33,965 | - | 33,965 |
| Restricted: | | | |
| Capital improvements | | 843,339 | 843,339 |
| Non-public schools | 91,765 | - | 91,765 |
| Other purposes | 2,279 | - | 2,279 |
| Extracurricular | 148,898 | - | 148,898 |
| Unassigned (deficit) | (343,549) | - | (343,549) |
| Total fund balances (deficit). | (66,642) | 843,339 | 776,697 |
| Total liabilities and fund balances. | \$ 818,790 | \$ 2,744,498 | \$ 3,563,288 |

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

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Fund | Total Nonmajor Governmental Funds |
|---|---|---|--|
| Revenues: | | | |
| From local sources: | | | |
| Property taxes | \$ - | \$ 338,374 | \$ 338,374 |
| Revenue in lieu of taxes. | - | 2,047 | 2,047 |
| Earnings on investments | 46 | - | 46 |
| Charges for services | 723,307 | - | 723,307 |
| Extracurricular | 472,996 | - | 472,996 |
| Contributions and donations | - | 707,288 | 707,288 |
| Other local revenues | 52,146 | - | 52,146 |
| Intergovernmental - intermediate. | 51,754 | - | 51,754 |
| Intergovernmental - state | 958,621 | 41,355 | 999,976 |
| Intergovernmental - federal | 3,591,280 | - | 3,591,280 |
| Total revenue. | <u>5,850,150</u> | <u>1,089,064</u> | <u>6,939,214</u> |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | 154,928 | - | 154,928 |
| Special | 2,296,247 | - | 2,296,247 |
| Vocational | 108,291 | - | 108,291 |
| Adult/continuing | 47,053 | - | 47,053 |
| Support services: | | | |
| Pupil | 59,562 | - | 59,562 |
| Instructional staff. | 67,307 | - | 67,307 |
| Fiscal. | - | 5,261 | 5,261 |
| Operations and maintenance | - | 600 | 600 |
| Central | 21,600 | - | 21,600 |
| Operation of non-instructional services: | | | |
| Food service operations | 1,695,672 | - | 1,695,672 |
| Other non-instructional services | 965,068 | 76,552 | 1,041,620 |
| Extracurricular activities. | 521,025 | - | 521,025 |
| Facilities acquisition and construction | - | 3,294,502 | 3,294,502 |
| Total expenditures | <u>5,936,753</u> | <u>3,376,915</u> | <u>9,313,668</u> |
| Excess of revenues (under) expenditures | <u>(86,603)</u> | <u>(2,287,851)</u> | <u>(2,374,454)</u> |
| Other financing sources: | | | |
| Sale of capital assets. | - | 2,703,150 | 2,703,150 |
| Transfers in | 259,598 | - | 259,598 |
| Total other financing sources. | <u>259,598</u> | <u>2,703,150</u> | <u>2,962,748</u> |
| Net change in fund balances | 172,995 | 415,299 | 588,294 |
| Fund balances (deficit) at beginning of year . | (200,590) | 428,040 | 227,450 |
| Increase in reserve for inventory | (39,047) | - | (39,047) |
| Fund balances (deficit) at end of year | <u>\$ (66,642)</u> | <u>\$ 843,339</u> | <u>\$ 776,697</u> |

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

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014

| | <u>Food Service</u> | <u>Other Grants</u> | <u>District Managed Student Activity</u> | <u>Auxiliary Services</u> | <u>Vocational Educational Enhancements</u> |
|--|-------------------------|-------------------------|--|-------------------------------|--|
| Assets: | | | | | |
| Equity in pooled cash and cash equivalents | \$ 24,698 | \$ 9,482 | \$ 153,757 | \$ 105,502 | \$ 4,494 |
| Receivables: | | | | | |
| Accounts | 1,280 | - | 16,443 | - | - |
| Intergovernmental | - | - | - | - | 3,914 |
| Materials and supplies inventory | 33,965 | - | - | - | - |
| Total assets | <u>\$ 59,943</u> | <u>\$ 9,482</u> | <u>\$ 170,200</u> | <u>\$ 105,502</u> | <u>\$ 8,408</u> |
| Liabilities: | | | | | |
| Accounts payable | \$ 596 | \$ 7,203 | \$ 7,985 | \$ 13,737 | \$ 2,316 |
| Accrued wages and benefits payable | 55,276 | - | - | - | - |
| Compensated absences payable | - | - | - | - | - |
| Interfund loan payable | 32,000 | - | 11,720 | - | 4,615 |
| Intergovernmental payable | 3,827 | - | 1,105 | - | - |
| Pension obligation payable | 51,697 | - | 492 | - | - |
| Total liabilities | <u>143,396</u> | <u>7,203</u> | <u>21,302</u> | <u>13,737</u> | <u>6,931</u> |
| Deferred inflows of resources: | | | | | |
| Intergovernmental revenue not available | - | - | - | - | 3,914 |
| Total deferred inflows of resources | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>3,914</u> |
| Fund balances: | | | | | |
| Nonspendable: | | | | | |
| Materials and supplies inventory | 33,965 | - | - | - | - |
| Restricted: | | | | | |
| Non public schools | - | - | - | 91,765 | - |
| Other purposes | - | 2,279 | - | - | - |
| Extracurricular | - | - | 148,898 | - | - |
| Unassigned (deficit) | (117,418) | - | - | - | (2,437) |
| Total fund balances (deficit) | <u>(83,453)</u> | <u>2,279</u> | <u>148,898</u> | <u>91,765</u> | <u>(2,437)</u> |
| Total liabilities and fund balances | <u>\$ 59,943</u> | <u>\$ 9,482</u> | <u>\$ 170,200</u> | <u>\$ 105,502</u> | <u>\$ 8,408</u> |

| Adult Basic Education | IDEA Part B | Vocational Education | Limited English Proficiency | Title I | Pre-school for the Handicapped Grant | Improving Teacher Quality |
|--------------------------------------|------------------------|---------------------------------|--|-------------------|---|--|
| \$ 304 | \$ 61,847 | \$ 474 | \$ 4,847 | \$ 11,804 | \$ - | \$ 5 |
| - | - | 164 | - | - | - | - |
| 11,864 | 203,033 | 845 | 4,321 | 141,995 | - | 23,752 |
| - | - | - | - | - | - | - |
| <u>\$ 12,168</u> | <u>\$ 264,880</u> | <u>\$ 1,483</u> | <u>\$ 9,168</u> | <u>\$ 153,799</u> | <u>\$ -</u> | <u>\$ 23,757</u> |
| \$ - | \$ 20,110 | \$ 474 | \$ - | \$ - | \$ - | \$ - |
| 172 | 132,103 | - | 4,874 | 118,192 | 6 | 23,170 |
| - | 5,608 | - | - | - | - | - |
| 11,970 | 63,500 | 845 | 4,847 | 12,905 | - | - |
| 119 | 6,874 | - | 249 | 8,138 | 43 | 1,063 |
| 457 | 42,907 | - | 293 | 16,389 | 1,604 | 1,435 |
| <u>12,718</u> | <u>271,102</u> | <u>1,319</u> | <u>10,263</u> | <u>155,624</u> | <u>1,653</u> | <u>25,668</u> |
| - | 123,382 | 845 | 1,552 | 73,999 | - | 10,824 |
| - | 123,382 | 845 | 1,552 | 73,999 | - | 10,824 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| (550) | (129,604) | (681) | (2,647) | (75,824) | (1,653) | (12,735) |
| <u>(550)</u> | <u>(129,604)</u> | <u>(681)</u> | <u>(2,647)</u> | <u>(75,824)</u> | <u>(1,653)</u> | <u>(12,735)</u> |
| <u>\$ 12,168</u> | <u>\$ 264,880</u> | <u>\$ 1,483</u> | <u>\$ 9,168</u> | <u>\$ 153,799</u> | <u>\$ -</u> | <u>\$ 23,757</u> |

-- continued

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

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2014

| | <u>Total Nonmajor Special Revenue</u> |
|---|--|
| Assets: | |
| Equity in pooled cash and cash equivalents. | \$ 377,214 |
| Receivables: | |
| Accounts | 17,887 |
| Intergovernmental | 389,724 |
| Materials and supplies inventory | 33,965 |
| Total assets. | <u>\$ 818,790</u> |
| Liabilities: | |
| Accounts payable. | \$ 52,421 |
| Accrued wages and benefits payable | 333,793 |
| Compensated absences payable | 5,608 |
| Interfund loan payable | 142,402 |
| Intergovernmental payable | 21,418 |
| Pension obligation payable. | 115,274 |
| Total liabilities. | <u>670,916</u> |
| Deferred inflows of resources: | |
| Intergovernmental revenue not available | <u>214,516</u> |
| Total deferred inflows of resources | <u>214,516</u> |
| Fund balances: | |
| Nonspendable: | |
| Materials and supplies inventory | 33,965 |
| Restricted: | |
| Non public schools | 91,765 |
| Other purposes | 2,279 |
| Extracurricular | 148,898 |
| Unassigned (deficit) | (343,549) |
| Total fund balances (deficit) | <u>(66,642)</u> |
| Total liabilities and fund balances | <u>\$ 818,790</u> |

THIS PAGE IS INTENTIONALLY LEFT BLANK

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

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Food Service</u> | <u>Other Grants</u> | <u>District Managed Student Activity</u> | <u>Auxiliary Services</u> | <u>Data Communications for Schools</u> |
|---|-------------------------|-------------------------|--|-------------------------------|--|
| Revenues: | | | | | |
| From local sources: | | | | | |
| Earnings on investments | \$ - | \$ - | \$ - | \$ 46 | \$ - |
| Charges for services | 723,307 | - | - | - | - |
| Extracurricular | - | - | 472,996 | - | - |
| Other local revenues | 2,492 | 8,553 | - | - | - |
| Intergovernmental - intermediate | - | 51,754 | - | - | - |
| Intergovernmental - state | 12,779 | - | - | 911,400 | 21,600 |
| Intergovernmental - federal | 697,762 | - | - | - | - |
| Total revenue | <u>1,436,340</u> | <u>60,307</u> | <u>472,996</u> | <u>911,446</u> | <u>21,600</u> |
| Expenditures: | | | | | |
| Current: | | | | | |
| Instruction: | | | | | |
| Regular | - | 7,203 | - | - | - |
| Special | - | - | - | - | - |
| Vocational | - | - | - | - | - |
| Adult/continuing | - | - | - | - | - |
| Support services: | | | | | |
| Pupil | - | - | - | - | - |
| Instructional staff | - | - | - | - | - |
| Central | - | - | - | - | 21,600 |
| Operation of non-instructional services: | | | | | |
| Food service operations | 1,695,672 | - | - | - | - |
| Other non-instructional services | - | - | - | 826,604 | - |
| Extracurricular activities | - | - | 521,025 | - | - |
| Total expenditures | <u>1,695,672</u> | <u>7,203</u> | <u>521,025</u> | <u>826,604</u> | <u>21,600</u> |
| Excess of revenues over (under) expenditures | (259,332) | 53,104 | (48,029) | 84,842 | - |
| Other financing sources: | | | | | |
| Transfers in | 259,598 | - | - | - | - |
| Total other financing sources | <u>259,598</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | 266 | 53,104 | (48,029) | 84,842 | - |
| Fund balances (deficit) | | | | | |
| at beginning of year | (44,672) | (50,825) | 196,927 | 6,923 | - |
| Decrease in reserve for inventory | (39,047) | - | - | - | - |
| Fund balances (deficit) at end of year | <u>\$ (83,453)</u> | <u>\$ 2,279</u> | <u>\$ 148,898</u> | <u>\$ 91,765</u> | <u>\$ -</u> |

| Vocational Educational Enhancements | Miscellaneous State Grants | Adult Basic Education | IDEA Part B | Vocational Education | Limited English Proficiency | Title I |
|--|---|--------------------------------------|------------------------|---------------------------------|--|--------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 200 | - | 40,901 | - | - | - | - |
| - | - | - | - | - | - | - |
| 8,560 | 4,282 | - | - | - | - | - |
| - | - | 5,433 | 1,559,187 | 147,816 | 49,296 | 928,005 |
| <u>8,760</u> | <u>4,282</u> | <u>46,334</u> | <u>1,559,187</u> | <u>147,816</u> | <u>49,296</u> | <u>928,005</u> |
| - | - | - | - | - | - | - |
| - | - | - | 1,347,935 | - | 50,216 | 863,296 |
| 2,609 | - | - | - | 105,682 | - | - |
| - | - | 47,053 | - | - | - | - |
| - | 491 | - | 59,071 | - | - | - |
| 5,702 | - | - | - | 31,091 | - | 23,503 |
| - | - | - | - | - | - | - |
| - | - | - | 107,065 | - | - | 31,148 |
| - | - | - | - | - | - | - |
| <u>8,311</u> | <u>491</u> | <u>47,053</u> | <u>1,514,071</u> | <u>136,773</u> | <u>50,216</u> | <u>917,947</u> |
| 449 | 3,791 | (719) | 45,116 | 11,043 | (920) | 10,058 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 449 | 3,791 | (719) | 45,116 | 11,043 | (920) | 10,058 |
| (2,886) | (3,791) | 169 | (174,720) | (11,724) | (1,727) | (85,882) |
| - | - | - | - | - | - | - |
| <u>\$ (2,437)</u> | <u>\$ -</u> | <u>\$ (550)</u> | <u>\$ (129,604)</u> | <u>\$ (681)</u> | <u>\$ (2,647)</u> | <u>\$ (75,824)</u> |

-- continued

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

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | Pre-school for the Handicapped Grant | Improving Teacher Quality | Total Nonmajor Special Revenue |
|---|---|--|---|
| Revenues: | | | |
| From local sources: | | | |
| Earnings on investments | \$ - | \$ - | \$ 46 |
| Charges for services | - | - | 723,307 |
| Extracurricular | - | - | 472,996 |
| Other local revenues | - | - | 52,146 |
| Intergovernmental - intermediate | - | - | 51,754 |
| Intergovernmental - state | - | - | 958,621 |
| Intergovernmental - federal | 34,262 | 169,519 | 3,591,280 |
| Total revenue | 34,262 | 169,519 | 5,850,150 |
| Expenditures: | | | |
| Current: | | | |
| Instruction: | | | |
| Regular | - | 147,725 | 154,928 |
| Special | 34,800 | - | 2,296,247 |
| Vocational | - | - | 108,291 |
| Adult/continuing | - | - | 47,053 |
| Support services: | | | |
| Pupil | - | - | 59,562 |
| Instructional staff | - | 7,011 | 67,307 |
| Central | - | - | 21,600 |
| Operation of non-instructional services: | | | |
| Food service operations | - | - | 1,695,672 |
| Other non-instructional services | - | 251 | 965,068 |
| Extracurricular activities | - | - | 521,025 |
| Total expenditures | 34,800 | 154,987 | 5,936,753 |
| Excess of revenues over (under) expenditures | (538) | 14,532 | (86,603) |
| Other financing sources: | | | |
| Transfers in | - | - | 259,598 |
| Total other financing sources | - | - | 259,598 |
| Net change in fund balances | (538) | 14,532 | 172,995 |
| Fund balances (deficit) | | | |
| at beginning of year | (1,115) | (27,267) | (200,590) |
| Decrease in reserve for inventory | - | - | (39,047) |
| Fund balances (deficit) at end of year | \$ (1,653) | \$ (12,735) | \$ (66,642) |

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|------------------|-------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Food Services | | | | |
| Total Revenues and Other Sources | \$ 1,576,645 | \$ 1,662,491 | \$ 1,627,054 | \$ (35,437) |
| Total Expenditures and Other Uses | <u>1,590,550</u> | <u>1,638,120</u> | <u>1,628,513</u> | <u>9,607</u> |
| Net Change in Fund Balance | (13,905) | 24,371 | (1,459) | (25,830) |
| Fund balance at beginning of year | 9,909 | 9,909 | 9,909 | - |
| Prior year encumbrances appropriated | <u>3,997</u> | <u>3,997</u> | <u>3,997</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 1</u> | <u>\$ 38,277</u> | <u>\$ 12,447</u> | <u>\$ (25,830)</u> |
| Other Grants | | | | |
| Total Revenues and Other Sources | \$ 51,754 | \$ 60,132 | \$ 60,307 | \$ 175 |
| Total Expenditures and Other Uses | <u>51,755</u> | <u>60,133</u> | <u>60,133</u> | <u>-</u> |
| Net Change in Fund Balance | (1) | (1) | 174 | 175 |
| Fund balance at beginning of year | <u>930</u> | <u>930</u> | <u>930</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 929</u> | <u>\$ 929</u> | <u>\$ 1,104</u> | <u>\$ 175</u> |
| District Managed Student Activity | | | | |
| Total Revenues and Other Sources | \$ 387,600 | \$ 510,225 | \$ 469,965 | \$ (40,260) |
| Total Expenditures and Other Uses | <u>586,259</u> | <u>640,543</u> | <u>544,246</u> | <u>96,297</u> |
| Net Change in Fund Balance | (198,659) | (130,318) | (74,281) | 56,037 |
| Fund balance at beginning of year | 210,330 | 210,330 | 210,330 | - |
| Prior year encumbrances appropriated | <u>16,308</u> | <u>16,308</u> | <u>16,308</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 27,979</u> | <u>\$ 96,320</u> | <u>\$ 152,357</u> | <u>\$ 56,037</u> |

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|----------------|------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Auxiliary Services | | | | |
| Total Revenues and Other Sources | \$ 933,913 | \$ 911,400 | \$ 911,446 | \$ 46 |
| Total Expenditures and Other Uses | <u>776,149</u> | <u>931,750</u> | <u>843,384</u> | <u>88,366</u> |
| Net Change in Fund Balance | 157,764 | (20,350) | 68,062 | 88,412 |
| Fund balance at beginning of year | 260 | 260 | 260 | - |
| Prior year encumbrances appropriated | <u>20,090</u> | <u>20,090</u> | <u>20,090</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 178,114</u> | <u>\$ -</u> | <u>\$ 88,412</u> | <u>\$ 88,412</u> |
| Data Communications for Schools | | | | |
| Total Revenues and Other Sources | \$ - | \$ 21,600 | \$ 21,600 | \$ - |
| Total Expenditures and Other Uses | <u>-</u> | <u>21,600</u> | <u>21,600</u> | <u>-</u> |
| Net Change in Fund Balance | - | - | - | - |
| Fund balance at beginning of year | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Vocational Educational Enhancements | | | | |
| Total Revenues and Other Sources | \$ 14,055 | \$ 13,374 | \$ 13,375 | \$ 1 |
| Total Expenditures and Other Uses | <u>17,241</u> | <u>16,560</u> | <u>16,311</u> | <u>249</u> |
| Net Change in Fund Balance | (3,186) | (3,186) | (2,936) | 250 |
| Fund balance at beginning of year | 82 | 82 | 82 | - |
| Prior year encumbrances appropriated | <u>3,104</u> | <u>3,104</u> | <u>3,104</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 250</u> | <u>\$ 250</u> |

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|------------------|------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Miscellaneous State Grants | | | | |
| Total Revenues and Other Sources | \$ 4,282 | \$ 4,282 | \$ 4,282 | \$ - |
| Total Expenditures and Other Uses | <u>4,496</u> | <u>4,496</u> | <u>4,496</u> | <u>-</u> |
| Net Change in Fund Balance | (214) | (214) | (214) | - |
| Fund balance at beginning of year | 2 | 2 | 2 | - |
| Prior year encumbrances appropriated | <u>212</u> | <u>212</u> | <u>212</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Adult Basic Education | | | | |
| Total Revenues and Other Sources | \$ 58,432 | \$ 53,182 | \$ 53,184 | \$ 2 |
| Total Expenditures and Other Uses | <u>58,934</u> | <u>53,684</u> | <u>53,382</u> | <u>302</u> |
| Net Change in Fund Balance | (502) | (502) | (198) | 304 |
| Fund balance at beginning of year | 3 | 3 | 3 | - |
| Prior year encumbrances appropriated | <u>499</u> | <u>499</u> | <u>499</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 304</u> | <u>\$ 304</u> |
| IDEA Part B | | | | |
| Total Revenues and Other Sources | \$ 1,780,187 | \$ 1,635,051 | \$ 1,635,060 | \$ 9 |
| Total Expenditures and Other Uses | <u>1,804,696</u> | <u>1,659,560</u> | <u>1,658,848</u> | <u>712</u> |
| Net Change in Fund Balance | (24,509) | (24,509) | (23,788) | 721 |
| Fund balance at beginning of year | 10,756 | 10,756 | 10,756 | - |
| Prior year encumbrances appropriated | <u>13,753</u> | <u>13,753</u> | <u>13,753</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 721</u> | <u>\$ 721</u> |

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|----------------|-----------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Vocational Education | | | | |
| Total Revenues and Other Sources | \$ 144,548 | \$ 148,660 | \$ 148,660 | \$ - |
| Total Expenditures and Other Uses | <u>169,622</u> | <u>173,734</u> | <u>173,734</u> | <u>-</u> |
| Net Change in Fund Balance | (25,074) | (25,074) | (25,074) | - |
| Fund balance at beginning of year | 79 | 79 | 79 | - |
| Prior year encumbrances appropriated | <u>24,995</u> | <u>24,995</u> | <u>24,995</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Limited English Proficiency | | | | |
| Total Revenues and Other Sources | \$ 30,182 | \$ 47,792 | \$ 52,639 | \$ 4,847 |
| Total Expenditures and Other Uses | <u>30,184</u> | <u>47,794</u> | <u>47,794</u> | <u>-</u> |
| Net Change in Fund Balance | (2) | (2) | 4,845 | 4,847 |
| Fund balance at beginning of year | <u>2</u> | <u>2</u> | <u>2</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 4,847</u> | <u>\$ 4,847</u> |
| Title I | | | | |
| Total Revenues and Other Sources | \$ 1,121,793 | \$ 956,712 | \$ 956,714 | \$ 2 |
| Total Expenditures and Other Uses | <u>1,126,538</u> | <u>961,457</u> | <u>957,657</u> | <u>3,800</u> |
| Net Change in Fund Balance | (4,745) | (4,745) | (943) | 3,802 |
| Fund balance at beginning of year | 751 | 751 | 751 | - |
| Prior year encumbrances appropriated | <u>3,994</u> | <u>3,994</u> | <u>3,994</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 3,802</u> | <u>\$ 3,802</u> |

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|------------------|------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Pre-school for the Handicapped Grant | | | | |
| Total Revenues and Other Sources | \$ 34,262 | \$ 34,404 | \$ 34,404 | \$ - |
| Total Expenditures and Other Uses | <u>34,262</u> | <u>34,404</u> | <u>34,404</u> | <u>-</u> |
| Net Change in Fund Balance | - | - | - | - |
| Fund balance at beginning of year | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Improving Teacher Quality | | | | |
| Total Revenues and Other Sources | \$ 237,692 | \$ 213,093 | \$ 213,098 | \$ 5 |
| Total Expenditures and Other Uses | <u>237,945</u> | <u>213,346</u> | <u>213,346</u> | <u>-</u> |
| Net Change in Fund Balance | (253) | (253) | (248) | 5 |
| Fund balance at beginning of year | 2 | 2 | 2 | - |
| Prior year encumbrances appropriated | <u>251</u> | <u>251</u> | <u>251</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 5</u> | <u>\$ 5</u> |
| Uniform School Supplies | | | | |
| Total Revenues and Other Sources | \$ 258,995 | \$ 288,360 | \$ 276,536 | \$ (11,824) |
| Total Expenditures and Other Uses | <u>306,050</u> | <u>293,033</u> | <u>286,414</u> | <u>6,619</u> |
| Net Change in Fund Balance | (47,055) | (4,673) | (9,878) | (5,205) |
| Fund balance at beginning of year | 42,649 | 42,649 | 42,649 | - |
| Prior year encumbrances appropriated | <u>4,406</u> | <u>4,406</u> | <u>4,406</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ 42,382</u> | <u>\$ 37,177</u> | <u>\$ (5,205)</u> |

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|------------------|-------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Special Services Rotary Fund | | | | |
| Total Revenues and Other Sources | \$ 36,200 | \$ 36,200 | \$ 23,641 | \$ (12,559) |
| Total Expenditures and Other Uses | <u>42,800</u> | <u>39,500</u> | <u>30,892</u> | <u>8,608</u> |
| Net Change in Fund Balance | (6,600) | (3,300) | (7,251) | (3,951) |
| Fund balance at beginning of year | 14,953 | 14,953 | 14,953 | - |
| Prior year encumbrances appropriated | <u>2,500</u> | <u>2,500</u> | <u>2,500</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 10,853</u> | <u>\$ 14,153</u> | <u>\$ 10,202</u> | <u>\$ (3,951)</u> |
| Natatorium | | | | |
| Total Revenues and Other Sources | \$ 61,845 | \$ 75,645 | \$ 75,710 | \$ 65 |
| Total Expenditures and Other Uses | <u>61,850</u> | <u>62,764</u> | <u>62,751</u> | <u>13</u> |
| Net Change in Fund Balance | (5) | 12,881 | 12,959 | 78 |
| Fund balance at beginning of year | <u>5</u> | <u>5</u> | <u>5</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ 12,886</u> | <u>\$ 12,964</u> | <u>\$ 78</u> |
| Rotary Fund | | | | |
| Total Revenues and Other Sources | \$ 45,000 | \$ 45,077 | \$ 54,648 | \$ 9,571 |
| Total Expenditures and Other Uses | <u>73,544</u> | <u>73,621</u> | <u>29,254</u> | <u>44,367</u> |
| Net Change in Fund Balance | (28,544) | (28,544) | 25,394 | 53,938 |
| Fund balance at beginning of year | <u>82,994</u> | <u>82,994</u> | <u>82,994</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 54,450</u> | <u>\$ 54,450</u> | <u>\$ 108,388</u> | <u>\$ 53,938</u> |

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|---|-------------------------|-------------------|-------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Public School Support | | | | |
| Total Revenues and Other Sources | \$ 369,870 | \$ 400,587 | \$ 288,334 | \$ (112,253) |
| Total Expenditures and Other Uses | <u>421,778</u> | <u>504,479</u> | <u>337,997</u> | <u>166,482</u> |
| Net Change in Fund Balance | (51,908) | (103,892) | (49,663) | 54,229 |
| Fund balance at beginning of year | 241,069 | 241,069 | 241,069 | - |
| Prior year encumbrances appropriated. | <u>30,618</u> | <u>30,618</u> | <u>30,618</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 219,779</u> | <u>\$ 167,795</u> | <u>\$ 222,024</u> | <u>\$ 54,229</u> |

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|-------------------|-------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Permanent Improvement | | | | |
| Total Revenues and Other Sources | \$ 392,532 | \$ 4,415,152 | \$ 4,415,149 | \$ (3) |
| Total Expenditures and Other Uses | <u>654,542</u> | <u>4,264,673</u> | <u>4,254,063</u> | <u>10,610</u> |
| Net Change in Fund Balance | (262,010) | 150,479 | 161,086 | 10,607 |
| Fund balance at beginning of year | 336,300 | 336,300 | 336,300 | - |
| Prior year encumbrances appropriated | <u>77,798</u> | <u>77,798</u> | <u>77,798</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 152,088</u> | <u>\$ 564,577</u> | <u>\$ 575,184</u> | <u>\$ 10,607</u> |

FIDUCIARY FUNDS

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

Private-Purpose Trust Fund

Scholarship Fund

Section 5705.09, Revised Code

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

Agency Fund

OHSAA Tournaments

Section 5705.12, Revised Code

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

Student Managed Activity Fund

Section 3315.062, Revised Code

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

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|---|-------------------------|-----------------|------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| Scholarship | | | | |
| Total Revenues and Other Sources | \$ 1,005 | \$ 1,005 | \$ 1,118 | \$ 113 |
| Total Expenditures and Other Uses | <u>6,900</u> | <u>11,100</u> | <u>2,500</u> | <u>8,600</u> |
| Net Change in Fund Balance | (5,895) | (10,095) | (1,382) | 8,713 |
| Fund balance at beginning of year | <u>11,670</u> | <u>11,670</u> | <u>11,670</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 5,775</u> | <u>\$ 1,575</u> | <u>\$ 10,288</u> | <u>\$ 8,713</u> |

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

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

| | Beginning Balance July 1, 2013 | Additions | Deletions | Ending Balance June 30, 2014 |
|---|--------------------------------------|-------------------|-------------------|------------------------------------|
| OHSAA Tournaments Fund | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents. | \$ - | \$ 17,376 | \$ 17,290 | \$ 86 |
| Total assets | <u>\$ -</u> | <u>\$ 17,376</u> | <u>\$ 17,290</u> | <u>\$ 86</u> |
| Liabilities: | | | | |
| Due to other governments | \$ - | \$ 17,376 | \$ 17,290 | \$ 86 |
| Total liabilities | <u>\$ -</u> | <u>\$ 17,376</u> | <u>\$ 17,290</u> | <u>\$ 86</u> |
| Student Managed Activities Fund | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents. | \$ 79,621 | \$ 132,537 | \$ 124,891 | \$ 87,267 |
| Receivables | | | | |
| Accounts | <u>2,412</u> | <u>1,260</u> | <u>2,412</u> | <u>1,260</u> |
| Total assets | <u>\$ 82,033</u> | <u>\$ 133,797</u> | <u>\$ 127,303</u> | <u>\$ 88,527</u> |
| Liabilities: | | | | |
| Accounts payable | \$ 502 | \$ 3,393 | \$ 502 | \$ 3,393 |
| Loans payable | - | 375 | - | 375 |
| Due to students | <u>81,531</u> | <u>130,029</u> | <u>126,801</u> | <u>84,759</u> |
| Total liabilities | <u>\$ 82,033</u> | <u>\$ 133,797</u> | <u>\$ 127,303</u> | <u>\$ 88,527</u> |
| Total - All Agency Funds | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents. | \$ 79,621 | \$ 149,913 | \$ 142,181 | \$ 87,353 |
| Receivables | | | | |
| Accounts | <u>2,412</u> | <u>1,260</u> | <u>2,412</u> | <u>1,260</u> |
| Total assets | <u>\$ 82,033</u> | <u>\$ 151,173</u> | <u>\$ 144,593</u> | <u>\$ 88,613</u> |
| Liabilities: | | | | |
| Accounts payable | \$ 502 | \$ 3,393 | \$ 502 | \$ 3,393 |
| Loans payable | - | 375 | - | 375 |
| Due to other governments | - | 17,376 | 17,290 | 86 |
| Due to students | <u>81,531</u> | <u>130,029</u> | <u>126,801</u> | <u>84,759</u> |
| Total liabilities | <u>\$ 82,033</u> | <u>\$ 151,173</u> | <u>\$ 144,593</u> | <u>\$ 88,613</u> |

THIS PAGE IS INTENTIONALLY LEFT BLANK

Sylvania City Schools



STATISTICAL SECTION

Northview students and staff take the Ice Bucket Challenge for one of their own. Math teacher Melissa Belcher continues her battle with ALS with the support of the school that was her home and family for 10+ years. The staff and students have risen to the challenge to help her in a myriad of ways from ice bucket challenges to meals and in-home visits, to walks and fundraisers. Her Northview family makes a difference!

Note, the Ice Bucket Challenge then spread from school to school spurring friendly competition throughout the District.

STATISTICAL SECTION

THIS PAGE IS INTENTIONALLY LEFT BLANK

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

STATISTICAL SECTION

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

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

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

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

| | <u>2014 (1)</u> | <u>2013 (1)</u> | <u>2012 (1)</u> | <u>2011</u> |
|---|---------------------|---------------------|---------------------|---------------------|
| Governmental activities | | | | |
| Net investment in capital assets | \$ 13,968,477 | \$ 14,760,435 | \$ 16,273,543 | \$ - |
| Invested in capital assets, net of related debt | - | - | - | 15,807,676 |
| Restricted | 3,546,425 | 1,289,863 | 4,388,544 | 3,631,117 |
| Unrestricted (deficit) | (8,988,394) | (8,345,758) | (12,095,096) | (12,940,736) |
| Total governmental activities net position | <u>\$ 8,526,508</u> | <u>\$ 7,704,540</u> | <u>\$ 8,566,991</u> | <u>\$ 6,498,057</u> |

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

Source: School District financial records

| <u>2010</u> | <u>2009</u> | <u>2008</u> | <u>2007</u> | <u>2006</u> | <u>2005</u> |
|----------------------|----------------------|----------------------|----------------------|----------------------|---------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 18,997,215 | 17,939,259 | 18,620,573 | 17,578,571 | 17,141,861 | 18,202,970 |
| 3,569,858 | 4,202,610 | 2,735,297 | 2,888,888 | 2,637,434 | 4,117,629 |
| (10,741,455) | (4,397,614) | 448,642 | 1,454,335 | (4,421,995) | (12,997,333) |
| <u>\$ 11,825,618</u> | <u>\$ 17,744,255</u> | <u>\$ 21,804,512</u> | <u>\$ 21,921,794</u> | <u>\$ 15,357,300</u> | <u>\$ 9,323,266</u> |

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

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

| | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> |
|--|-------------------|-------------------|-------------------|-------------------|
| Expenses | | | | |
| Governmental activities: | | | | |
| Instruction: | | | | |
| Regular | \$ 35,625,734 | \$ 36,103,261 | \$ 33,248,216 | \$ 35,895,798 |
| Special | 13,019,704 | 10,332,087 | 8,384,850 | 9,006,976 |
| Vocational | 2,063,861 | 1,804,791 | 1,791,409 | 2,250,516 |
| Adult/Continuing | 47,053 | 68,943 | 63,024 | 36,094 |
| Other instructional | 2,192,544 | 2,021,759 | 1,723,810 | 1,717,014 |
| Support services: | | | | |
| Pupil | 5,045,935 | 5,601,668 | 5,497,493 | 6,767,500 |
| Instructional staff | 1,800,484 | 4,672,021 | 3,982,751 | 4,133,007 |
| Board of education | 37,034 | 24,426 | 28,371 | 16,401 |
| Administration | 6,311,703 | 4,874,391 | 8,391,763 | 9,461,636 |
| Fiscal | 1,780,334 | 1,807,481 | 1,882,065 | 1,627,076 |
| Business | 234,835 | 229,418 | 209,741 | 220,908 |
| Operations and maintenance | 9,484,736 | 9,122,893 | 8,742,706 | 9,626,916 |
| Pupil transportation | 5,180,802 | 4,894,939 | 4,964,367 | 5,130,207 |
| Central | 723,274 | 947,814 | 981,385 | 1,216,292 |
| Operation of non-instructional services: | | | | |
| Food service operations | 1,998,400 | 1,974,761 | 1,797,621 | 2,182,491 |
| Other non-instructional services | 1,174,416 | 1,304,715 | 1,168,920 | 1,269,893 |
| Extracurricular activities | 2,756,821 | 2,724,876 | 2,536,129 | 2,540,167 |
| Interest and fiscal charges | 4,599,773 | 4,840,501 | 4,927,828 | 5,221,783 |
| Note issuance costs | 18,842 | - | - | - |
| Total governmental activities expenses | <u>94,096,285</u> | <u>93,350,745</u> | <u>90,322,449</u> | <u>98,320,675</u> |

| | <u>2010</u> | <u>2009</u> | <u>2008</u> | <u>2007</u> | <u>2006</u> | <u>2005</u> |
|----|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| \$ | 35,544,660 | \$ 36,243,051 | \$ 33,977,991 | \$ 32,455,978 | \$ 30,983,869 | \$ 29,734,135 |
| | 9,262,000 | 8,332,050 | 7,489,180 | 7,168,217 | 7,001,374 | 6,870,205 |
| | 2,300,740 | 2,503,138 | 2,384,615 | 2,151,936 | 2,242,348 | 2,039,407 |
| | 52,272 | 93,991 | 100,208 | 101,083 | 93,733 | 104,984 |
| | 1,682,695 | 1,688,636 | 1,394,321 | 1,200,270 | 1,250,106 | 976,231 |
| | 5,776,063 | 5,894,790 | 5,540,665 | 4,564,533 | 4,508,486 | 4,422,882 |
| | 5,046,879 | 4,806,033 | 4,550,914 | 4,102,494 | 3,914,507 | 3,844,465 |
| | 26,884 | 18,684 | 17,584 | 16,216 | 14,144 | 12,463 |
| | 8,895,047 | 7,475,022 | 7,507,598 | 6,698,861 | 6,800,388 | 6,314,181 |
| | 1,740,510 | 1,614,397 | 1,612,354 | 1,479,979 | 1,371,982 | 1,332,056 |
| | 192,197 | 111,813 | 126,794 | 213,447 | 257,092 | 114,430 |
| | 9,670,074 | 10,023,645 | 9,115,908 | 8,361,312 | 7,885,775 | 6,817,301 |
| | 5,310,349 | 5,302,161 | 5,036,343 | 4,507,497 | 4,330,919 | 4,097,703 |
| | 1,207,259 | 1,167,987 | 1,062,925 | 988,667 | 1,063,251 | 751,929 |
| | 2,158,276 | 1,996,133 | 1,823,741 | 1,921,482 | 2,049,360 | 2,058,230 |
| | 1,098,748 | 1,368,054 | 1,236,052 | 1,217,470 | 1,090,943 | 1,106,968 |
| | 2,540,507 | 2,583,209 | 2,484,266 | 2,346,609 | 2,355,560 | 2,278,115 |
| | 5,315,060 | 2,398,739 | 1,691,993 | 1,656,643 | 1,817,938 | 1,888,483 |
| | - | - | - | - | - | - |
| | <u>97,820,220</u> | <u>93,621,533</u> | <u>87,153,452</u> | <u>81,152,694</u> | <u>79,031,775</u> | <u>74,764,168</u> |

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

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

| Program Revenues | 2014 | 2013 | 2012 | 2011 |
|---|-------------------|-------------------|-------------------|-------------------|
| Governmental activities: | | | | |
| Charges for services and sales: | | | | |
| Instruction: | | | | |
| Regular | \$ 772,685 | \$ 859,887 | \$ 816,979 | \$ 745,254 |
| Special | 541,882 | 450,174 | 577,689 | 583,790 |
| Support services: | | | | |
| Operations and maintenance | 35,484 | 51,828 | 36,751 | 42,930 |
| Pupil transportation | 46,593 | 41,078 | 45,138 | 39,895 |
| Operation of non-instructional services: | | | | |
| Food service operations | 723,307 | 761,741 | 894,810 | 1,120,849 |
| Other non-instructional services | 102,620 | 110,085 | 107,421 | 85,053 |
| Extracurricular activities | 714,648 | 804,211 | 806,730 | 686,944 |
| Operating grants and contributions: | | | | |
| Instruction: | | | | |
| Regular | 207,589 | 267,004 | 126,350 | 1,938,637 |
| Special | 4,845,548 | 1,826,419 | 1,430,140 | 1,679,330 |
| Vocational | 355,483 | 202,460 | 285,263 | 306,940 |
| Adult/Continuing | 46,334 | 67,392 | 63,869 | 36,070 |
| Other instructional | - | - | - | 116,596 |
| Support services: | | | | |
| Pupil | 61,060 | 127,232 | 134,789 | 107,694 |
| Instructional staff | 61,801 | 1,549,121 | 1,414,055 | 2,560,064 |
| Administration | - | 1,924 | 1,193 | 50,330 |
| Operations and maintenance | - | - | 200 | - |
| Pupil transportation | - | 5,137 | 895 | - |
| Central | 21,600 | 21,600 | 21,600 | 32,300 |
| Operation of non-instructional services: | | | | |
| Food service operations | 713,033 | 728,378 | 709,741 | 677,473 |
| Other non-instructional services | 1,078,237 | 1,087,534 | 1,087,744 | 1,123,574 |
| Extracurricular activities | 47,219 | 32,926 | 36,251 | 38,383 |
| Capital grants and contributions: | | | | |
| Instruction: | | | | |
| Regular | - | - | - | - |
| Pupil transportation | - | - | - | - |
| Extracurricular activities | 707,288 | - | - | - |
| Total governmental program revenues | 11,082,411 | 8,996,131 | 8,597,608 | 11,972,106 |
| Net (Expense)/Revenue | | | | |
| Governmental activities | \$ (83,013,874) | \$ (84,354,614) | \$ (81,724,841) | \$ (86,348,569) |
| General Revenues and Other Changes in Net Position | | | | |
| Governmental activities: | | | | |
| Property taxes levied for: | | | | |
| General purposes | \$ 52,713,354 | \$ 53,568,191 | \$ 51,929,769 | \$ 48,100,515 |
| Debt service | 7,058,597 | 7,075,823 | 7,216,887 | 6,945,741 |
| Capital outlay | 337,993 | 349,968 | 365,998 | 359,711 |
| Payments in lieu of taxes | 386,395 | 372,462 | 619,100 | 511,286 |
| Grants and entitlements not restricted to specific programs | 21,384,855 | 22,190,182 | 23,302,354 | 24,526,349 |
| Investment earnings | 18,533 | 23,857 | 50,031 | 153,599 |
| Gain on disposal of capital assets | 1,478,878 | - | 75,727 | - |
| Miscellaneous | 457,237 | 1,113,287 | 233,909 | 423,807 |
| Special item | - | - | - | - |
| Total governmental activities | 83,835,842 | 84,693,770 | 83,793,775 | 81,021,008 |
| Change in Net Position | | | | |
| Governmental activities | \$ 821,968 | \$ 339,156 | \$ 2,068,934 | \$ (5,327,561) |

Source: School District financial records

| | <u>2010</u> | <u>2009</u> | <u>2008</u> | <u>2007</u> | <u>2006</u> | <u>2005</u> |
|----|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| \$ | 630,020 | \$ 628,892 | \$ 927,900 | \$ 1,103,877 | \$ 935,122 | \$ 1,024,000 |
| | 386,364 | 391,503 | 197,593 | - | - | - |
| | 25,739 | 59,104 | 57,181 | 26,580 | 38,992 | 44,857 |
| | 38,757 | 33,327 | 48,533 | 33,341 | 27,269 | 23,464 |
| | 1,128,880 | 1,137,131 | 1,168,772 | 1,280,519 | 1,388,524 | 1,346,251 |
| | 63,346 | 76,395 | 89,952 | 91,991 | 118,879 | 103,465 |
| | 739,515 | 692,951 | 640,950 | 658,055 | 663,633 | 648,157 |
| | 592,268 | 167,597 | 228,714 | 203,952 | 212,949 | 263,692 |
| | 1,069,864 | 1,419,441 | 1,101,269 | 1,431,435 | 1,357,101 | 1,478,333 |
| | 333,075 | 288,929 | 247,160 | 340,111 | 91,123 | 89,407 |
| | - | 91,099 | 102,311 | 85,145 | 107,642 | 96,350 |
| | 84,022 | - | - | - | 3,666 | 7,677 |
| | 17,762 | 28,231 | 34,597 | 29,691 | 67,417 | 31,857 |
| | 2,218,541 | 1,528,516 | 1,899,155 | 1,790,835 | 1,931,383 | 1,744,607 |
| | 87,801 | 7,174 | 1,550 | 843 | 444 | 3,785 |
| | - | 35,446 | - | - | - | - |
| | - | 261,628 | 199,864 | 215,516 | - | - |
| | 264,920 | 61,398 | 65,649 | 65,523 | 65,551 | 62,800 |
| | 572,922 | 407,951 | 388,060 | 305,537 | 289,164 | 259,066 |
| | 1,113,597 | 1,133,874 | 1,112,562 | 988,081 | 989,716 | 961,428 |
| | 47,713 | 20,011 | 46,301 | 86,352 | 74,856 | 34,347 |
| | - | - | 56,908 | - | - | 67,200 |
| | - | 79,049 | - | - | - | - |
| | - | - | - | - | - | - |
| | <u>9,415,106</u> | <u>8,549,647</u> | <u>8,614,981</u> | <u>8,737,384</u> | <u>8,363,431</u> | <u>8,290,743</u> |
| \$ | <u>(88,405,114)</u> | <u>(85,071,886)</u> | <u>(78,538,471)</u> | <u>(72,415,310)</u> | <u>(70,668,344)</u> | <u>(66,473,425)</u> |
| \$ | 48,890,899 | \$ 49,851,399 | \$ 50,531,356 | \$ 52,639,181 | \$ 51,488,436 | \$ 47,111,824 |
| | 6,953,432 | 5,605,623 | 3,368,746 | 3,421,446 | 3,202,896 | 3,160,832 |
| | 362,513 | 361,561 | 420,296 | 367,930 | 364,431 | 369,331 |
| | - | - | - | - | - | - |
| | 25,119,293 | 24,162,588 | 22,605,304 | 20,834,647 | 20,478,604 | 20,358,920 |
| | 668,567 | 565,673 | 1,161,599 | 1,320,463 | 801,947 | 290,825 |
| | - | 25,674 | - | - | 6,674 | - |
| | 491,773 | 439,111 | 333,888 | 396,137 | 216,016 | 172,105 |
| | - | - | - | - | 143,374 | - |
| | <u>82,486,477</u> | <u>81,011,629</u> | <u>78,421,189</u> | <u>78,979,804</u> | <u>76,702,378</u> | <u>71,463,837</u> |
| \$ | <u>(5,918,637)</u> | <u>(4,060,257)</u> | <u>(117,282)</u> | <u>6,564,494</u> | <u>6,034,034</u> | <u>4,990,412</u> |

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

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

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

Source: School District financial records

Note: The School District implemented GASB 54 in 2011.

| <u>2010</u> | <u>2009</u> | <u>2008</u> | <u>2007</u> | <u>2006</u> | <u>2005</u> |
|----------------------|-----------------------|----------------------|----------------------|---------------------|---------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 2,839,596 | 2,148,337 | 2,779,613 | 2,931,380 | 2,272,378 | 2,254,204 |
| <u>(3,723,495)</u> | <u>2,776,713</u> | <u>7,630,532</u> | <u>6,772,031</u> | <u>2,155,699</u> | <u>(4,393,549)</u> |
| <u>(883,899)</u> | <u>4,925,050</u> | <u>10,410,145</u> | <u>9,703,411</u> | <u>4,428,077</u> | <u>(2,139,345)</u> |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 34,640,246 | 2,868,561 | 580,828 | 394,453 | 792,359 | 583,088 |
| (625,521) | (235,385) | (49,013) | 4,686 | 140,101 | (90,766) |
| 1,001,212 | 18,279,097 | 845,517 | 682,410 | 362,596 | 1,141,004 |
| <u>16,427,935</u> | <u>75,967,037</u> | <u>1,017,917</u> | <u>1,246,502</u> | <u>1,074,253</u> | <u>1,744,368</u> |
| <u>51,443,872</u> | <u>96,879,310</u> | <u>2,395,249</u> | <u>2,328,051</u> | <u>2,369,309</u> | <u>3,377,694</u> |
| <u>\$ 50,559,973</u> | <u>\$ 101,804,360</u> | <u>\$ 12,805,394</u> | <u>\$ 12,031,462</u> | <u>\$ 6,797,386</u> | <u>\$ 1,238,349</u> |

**SYLVANIA CITY SCHOOL DISTRICT
LUCAS COUNTY, OHIO**
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

| | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> | <u>2010</u> |
|---|--------------------|----------------------|----------------------|-----------------------|------------------------|
| Revenues | | | | | |
| From local sources: | | | | | |
| Property taxes | \$ 60,176,130 | \$ 61,110,516 | \$ 59,720,574 | \$ 55,292,168 | \$ 56,029,767 |
| Payment in lieu of taxes | 386,395 | 372,462 | 619,100 | 511,286 | - |
| Tuition | 874,183 | 863,327 | 947,290 | 953,134 | 628,608 |
| Transportation fees | 46,593 | 41,078 | 45,138 | 39,895 | 37,357 |
| Charges for services | 723,307 | 761,741 | 894,810 | 1,120,849 | 1,128,880 |
| Earnings on investments | 18,579 | 25,992 | 53,988 | 193,750 | 669,752 |
| Extracurricular | 714,648 | 804,261 | 806,730 | 686,944 | 739,515 |
| Classroom materials and fees | 440,384 | 457,932 | 460,403 | 388,681 | 397,334 |
| Rental income | 35,484 | 51,828 | 36,751 | 42,930 | 25,739 |
| Contract services | 102,620 | 98,837 | 94,396 | 72,282 | 55,188 |
| Contributions and donations | 813,893 | 81,859 | 150,951 | 75,578 | 76,625 |
| Other local revenues | 509,383 | 1,195,912 | 322,057 | 549,655 | 580,141 |
| Intergovernmental - Intermediate | 51,754 | 24,021,850 | 25,129,019 | 26,275,123 | 26,470,370 |
| Intergovernmental - State | 25,073,435 | 24,021,850 | 25,129,019 | 26,275,123 | 26,470,370 |
| Intergovernmental - Federal | 3,591,280 | 3,759,704 | 4,216,964 | 5,976,370 | 4,808,657 |
| Total revenues | <u>93,558,068</u> | <u>117,669,149</u> | <u>118,627,190</u> | <u>118,453,768</u> | <u>118,118,303</u> |
| Expenditures | | | | | |
| Current: | | | | | |
| Instruction: | | | | | |
| Regular | 34,231,949 | 34,296,886 | 32,474,747 | 34,635,264 | 34,206,575 |
| Special | 12,914,876 | 9,528,072 | 8,209,854 | 8,852,749 | 8,946,696 |
| Vocational | 1,882,384 | 1,635,976 | 1,548,556 | 2,131,379 | 2,200,271 |
| Adult/Continuing | 47,053 | 68,943 | 63,024 | 36,094 | 52,272 |
| Other | 2,192,544 | 2,021,759 | 1,723,810 | 1,717,014 | 1,682,695 |
| Current: | | | | | |
| Pupil | 5,048,743 | 5,649,438 | 5,485,054 | 6,732,942 | 5,790,967 |
| Instructional staff | 1,647,915 | 4,473,310 | 3,827,134 | 4,126,904 | 4,957,257 |
| Board of education | 37,034 | 24,426 | 28,371 | 16,401 | 26,884 |
| Administration | 6,597,710 | 6,132,986 | 8,431,030 | 7,680,862 | 8,736,588 |
| Fiscal | 1,764,547 | 1,792,979 | 1,833,047 | 1,632,530 | 1,729,267 |
| Business | 233,933 | 229,131 | 209,414 | 218,664 | 190,572 |
| Operations and maintenance | 9,231,475 | 8,685,570 | 8,243,929 | 8,295,728 | 18,839,729 |
| Pupil transportation | 4,809,757 | 4,412,722 | 4,567,005 | 4,975,182 | 5,273,090 |
| Central | 724,807 | 941,378 | 966,564 | 1,211,604 | 1,206,456 |
| Operation of non-instructional services: | | | | | |
| Food service operations | 1,695,672 | 1,763,873 | 1,648,252 | 2,006,415 | 2,068,218 |
| Other non-instructional services | 1,169,622 | 1,299,921 | 1,163,593 | 1,263,501 | 1,089,442 |
| Extracurricular activities | 2,211,094 | 2,199,049 | 2,063,570 | 2,196,638 | 2,256,782 |
| Facilities acquisitions and construction | 7,807,339 | 5,781,148 | 11,526,387 | 32,505,915 | 18,646,795 |
| Capital outlay | - | - | 51,023 | - | - |
| Debt service: | | | | | |
| Principal retirement | 3,367,729 | 3,648,486 | 3,144,340 | 3,182,766 | 19,953,102 |
| Interest and fiscal charges | 4,149,847 | 4,202,192 | 4,198,634 | 4,521,810 | 5,132,149 |
| Bond issuance costs | - | - | 165,673 | - | - |
| Note issuance costs | 18,842 | - | - | - | - |
| Total expenditures | <u>101,784,872</u> | <u>98,788,245</u> | <u>101,573,011</u> | <u>127,940,362</u> | <u>142,985,807</u> |
| Excess of revenues over (under) expenditures | (8,226,804) | 18,880,904 | 17,054,179 | (9,486,594) | (24,867,504) |
| Other Financing Sources (Uses) | | | | | |
| Transfers in | 259,598 | 184,934 | 930 | 364,690 | 380,559 |
| Transfers (out) | (259,598) | (184,934) | (930) | (364,690) | (380,559) |
| Premium on notes sold | 18,245 | - | - | - | - |
| Sale of capital assets | 2,779,610 | 32,871 | 75,727 | 45,693 | 69,193 |
| Capital lease transaction | - | - | 51,023 | - | - |
| Premium on bonds sold | - | - | 935,188 | - | - |
| Payment to refunded bond escrow | - | - | (9,792,919) | - | - |
| Sale of bonds | - | - | 9,030,000 | - | - |
| Sale of notes | 5,430,000 | - | - | - | - |
| Total other financing sources (uses) | <u>8,227,855</u> | <u>32,871</u> | <u>299,019</u> | <u>45,693</u> | <u>69,193</u> |
| Special Item: | | | | | |
| Proceeds from sale of bus garage | - | - | - | - | - |
| Increase (decrease) in reserve for inventory | - | 9,919 | 46,295 | (24,049) | 24,294 |
| Net change in fund balances | <u>\$ 1,051</u> | <u>\$ 18,923,694</u> | <u>\$ 17,399,493</u> | <u>\$ (9,464,950)</u> | <u>\$ (24,774,017)</u> |
| Capital expenditures (included in expenditures above) | 8,036,137 | 5,932,077 | 11,706,546 | 31,964,785 | 28,746,691 |
| Debt service as a % of noncapital expenditures | 8.02% | 8.45% | 8.17% | 8.03% | 21.96% |
| Source: School District financial records | | | | | |
| (1) Rental income, contract services and contributions and donations were broken out of other local revenues beginning in FY09. In FY05 to FY08 these amounts are included in with other local revenues. | | | | | |

| | <u>2009 (1)</u> | <u>2008</u> | <u>2007</u> | <u>2006</u> | <u>2005</u> |
|----|--------------------|----------------------|----------------------|----------------------|----------------------|
| \$ | 55,740,104 | \$ 55,899,784 | \$ 55,949,939 | \$ 55,207,780 | \$ 50,306,220 |
| | - | - | - | - | - |
| | 623,148 | 666,793 | 718,450 | 491,378 | 566,466 |
| | 33,327 | 48,533 | 33,341 | 27,269 | 23,464 |
| | 1,137,131 | 1,157,940 | 1,257,454 | 1,332,634 | 1,282,798 |
| | 556,054 | 1,164,331 | 1,329,325 | 776,067 | 290,825 |
| | 693,851 | 641,550 | 658,055 | 663,633 | 648,157 |
| | 407,022 | 461,484 | 384,784 | 356,857 | 318,794 |
| | 59,104 | - | - | - | - |
| | 68,322 | - | - | - | - |
| | 51,757 | - | - | - | - |
| | 524,748 | 564,136 | 661,234 | 600,337 | 563,471 |
| | 26,647,470 | 24,907,713 | 23,393,118 | 22,623,156 | 22,602,678 |
| | 26,647,470 | 24,907,713 | 23,393,118 | 22,623,156 | 22,602,678 |
| | 3,043,596 | 3,167,482 | 2,797,267 | 3,000,940 | 2,441,572 |
| | <u>116,233,104</u> | <u>113,587,459</u> | <u>110,576,085</u> | <u>107,703,207</u> | <u>101,647,123</u> |
| | 35,263,158 | 33,024,189 | 31,567,543 | 29,575,939 | 29,055,022 |
| | 8,198,587 | 7,423,240 | 7,193,103 | 6,877,085 | 6,879,201 |
| | 2,297,048 | 2,286,999 | 2,159,428 | 2,037,640 | 1,903,988 |
| | 93,991 | 100,208 | 101,083 | 93,733 | 1,073,761 |
| | 1,688,636 | 1,394,321 | 1,203,929 | 1,250,153 | 7,454 |
| | 5,934,009 | 5,464,587 | 4,641,746 | 4,541,534 | 4,418,449 |
| | 4,800,929 | 4,461,586 | 4,011,923 | 3,811,317 | 3,894,986 |
| | 18,684 | 17,584 | 16,216 | 14,144 | 12,463 |
| | 7,534,408 | 7,340,159 | 6,628,347 | 6,683,064 | 6,208,433 |
| | 1,600,507 | 1,598,446 | 1,464,110 | 1,360,942 | 1,352,831 |
| | 122,173 | 127,710 | 211,247 | 256,634 | 124,546 |
| | 9,981,168 | 8,874,375 | 8,391,777 | 8,330,366 | 8,010,866 |
| | 5,484,889 | 5,733,457 | 4,828,704 | 4,639,026 | 4,083,996 |
| | 1,164,865 | 1,046,145 | 1,007,605 | 1,049,167 | 762,766 |
| | 1,864,424 | 1,845,644 | 1,926,813 | 1,922,812 | 2,002,336 |
| | 1,364,505 | 1,137,564 | 1,107,786 | 1,085,475 | 1,102,983 |
| | 2,192,606 | 2,095,322 | 1,961,125 | 1,977,265 | 1,920,917 |
| | 1,251,259 | 136,121 | 10,653 | 42,271 | 657,551 |
| | 90,637 | 618,564 | - | - | - |
| | 3,207,843 | 3,696,501 | 3,802,816 | 4,663,173 | 5,624,673 |
| | 1,059,486 | 1,129,025 | 1,214,683 | 1,332,641 | 1,382,953 |
| | 1,070,065 | - | 159,459 | - | - |
| | - | - | - | - | - |
| | <u>96,283,877</u> | <u>89,551,747</u> | <u>83,610,096</u> | <u>81,544,381</u> | <u>80,480,175</u> |
| | 19,949,227 | 24,035,712 | 26,965,989 | 26,158,826 | 21,166,948 |
| | 363,311 | 274,136 | 364,579 | 263,073 | 384,818 |
| | (363,311) | (274,136) | (364,579) | (248,446) | (384,818) |
| | 16,350 | - | 2,370 | - | - |
| | 25,674 | 14,032 | 2,000 | 6,674 | - |
| | 90,637 | 618,564 | - | - | - |
| | 1,070,085 | - | 756,790 | - | - |
| | - | - | (9,422,320) | - | - |
| | 78,999,981 | - | 8,824,990 | - | - |
| | 15,500,000 | 1,000,000 | 1,500,000 | 1,600,000 | 2,500,000 |
| | <u>95,702,727</u> | <u>1,632,596</u> | <u>1,663,830</u> | <u>1,621,301</u> | <u>2,500,000</u> |
| | - | - | - | 412,374 | - |
| | <u>(5,518)</u> | <u>13,337</u> | <u>(2,625)</u> | <u>(10,308)</u> | <u>7,482</u> |
| \$ | <u>115,646,436</u> | <u>\$ 25,681,645</u> | <u>\$ 28,627,194</u> | <u>\$ 28,182,193</u> | <u>\$ 23,674,430</u> |
| | 2,354,873 | 1,899,444 | 974,563 | 1,366,330 | 657,551 |
| | 4.54% | 5.51% | 6.07% | 7.48% | 8.78% |

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

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

| Collection Year | Real Property | | Tangible Personal Property | | Public Utility | |
|-----------------|------------------|------------------------|----------------------------|------------------------|----------------|------------------------|
| | Assessed Value | Estimated Actual Value | Assessed Value | Estimated Actual Value | Assessed Value | Estimated Actual Value |
| 2014 | \$ 1,288,169,390 | \$ 3,680,483,971 | \$ - | \$ - | \$ 21,292,440 | \$ 85,169,760 |
| 2013 | 1,292,525,480 | 3,692,929,943 | - | - | 19,641,350 | 78,565,400 |
| 2012 | 1,429,020,350 | 4,082,915,286 | - | - | 18,166,960 | 72,667,840 |
| 2011 | 1,434,631,250 | 4,098,946,429 | - | - | 17,370,810 | 69,483,240 |
| 2010 | 1,440,591,120 | 4,115,974,629 | 967,770 | 19,355,400 | 16,775,400 | 67,101,600 |
| 2009 | 1,600,669,850 | 4,573,342,429 | 1,985,195 | 19,851,950 | 15,167,840 | 60,671,360 |
| 2008 | 1,600,709,170 | 4,573,454,771 | 42,823,600 | 685,177,600 | 20,863,390 | 83,453,560 |
| 2007 | 1,582,101,860 | 4,520,291,028 | 57,916,764 | 463,334,112 | 20,390,170 | 81,560,680 |
| 2006 | 1,417,326,410 | 4,049,504,029 | 72,685,948 | 387,658,389 | 19,593,690 | 78,374,760 |
| 2005 | 1,375,684,760 | 3,930,528,000 | 72,340,373 | 314,523,361 | 21,483,670 | 85,934,680 |

Source: Lucas County Auditor's Office

| Total | | | |
|-----------------------|-------------------------------|----------|------------------------------|
| Assessed Value | Estimated Actual Value | % | Total Direct Tax Rate |
| \$ 1,309,461,830 | \$ 3,765,653,731 | 34.77% | \$ 83.60 |
| 1,312,166,830 | 3,771,495,343 | 34.79% | 83.60 |
| 1,447,187,310 | 4,155,583,126 | 34.83% | 83.00 |
| 1,452,002,060 | 4,168,429,669 | 34.83% | 78.30 |
| 1,458,334,290 | 4,202,431,629 | 34.70% | 77.70 |
| 1,617,822,885 | 4,653,865,739 | 34.76% | 77.69 |
| 1,664,396,160 | 5,342,085,931 | 31.16% | 74.90 |
| 1,660,408,794 | 5,065,185,820 | 32.78% | 74.90 |
| 1,509,606,048 | 4,515,537,178 | 33.43% | 74.90 |
| 1,469,508,803 | 4,330,986,041 | 33.93% | 74.90 |

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

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

Direct Rates

| Tax Year/ Collection Year | Voted | | | Unvoted | Total |
|---------------------------------|----------|-----------------|--------------------------|---------|----------|
| | General | Debt Service | Permanent Improvement | | |
| 2013/2014 | \$ 72.10 | \$ 6.20 | \$ 0.30 | \$ 5.00 | \$ 83.60 |
| 2012/2013 | 72.10 | 6.20 | 0.30 | 5.00 | 83.60 |
| 2011/2012 | 72.10 | 5.60 | 0.30 | 5.00 | 83.00 |
| 2010/2011 | 67.20 | 5.80 | 0.30 | 5.00 | 78.30 |
| 2009/2010 | 67.20 | 5.20 | 0.30 | 5.00 | 77.70 |
| 2008/2009 | 67.20 | 5.19 | 0.30 | 5.00 | 77.69 |
| 2007/2008 | 67.20 | 2.40 | 0.30 | 5.00 | 74.90 |
| 2006/2007 | 67.20 | 2.40 | 0.30 | 5.00 | 74.90 |
| 2005/2006 | 67.20 | 2.40 | 0.30 | 5.00 | 74.90 |
| 2004/2005 | 67.20 | 2.40 | 0.30 | 5.00 | 74.90 |

Overlapping Rates

| Tax Year/ Collection Year | Lucas County | City of Toledo | City of Sylvania | Sylvania Township | Toledo Area Regional Transit Authority | Sylvania Area Joint Recreation District | Olander Park District | Toledo Public | Total |
|---------------------------------|-----------------|-------------------|---------------------|----------------------|--|---|--------------------------|------------------|----------|
| 2013/2014 | \$ 19.62 | \$ 4.40 | \$ 5.10 | \$ 21.47 | \$ 2.50 | \$ 2.10 | \$ 0.70 | 2.90 | \$ 58.79 |
| 2012/2013 | 17.77 | 4.40 | 5.10 | 21.47 | 2.50 | 2.10 | 0.70 | 2.90 | 56.94 |
| 2011/2012 | 16.17 | 4.40 | 5.10 | 20.72 | 2.50 | 1.65 | 0.70 | 2.00 | 53.24 |
| 2010/2011 | 16.17 | 4.40 | 3.60 | 19.97 | 2.50 | 1.65 | 0.70 | 2.00 | 50.99 |
| 2009/2010 | 16.17 | 4.40 | 3.60 | 19.97 | 2.50 | 1.62 | 0.70 | 2.00 | 50.96 |
| 2008/2009 | 16.17 | 4.40 | 5.92 | 19.97 | 2.50 | 1.62 | 0.70 | 2.00 | 53.28 |
| 2007/2008 | 16.88 | 4.40 | 5.50 | 20.22 | 2.50 | 1.20 | 0.70 | 2.00 | 53.40 |
| 2006/2007 | 16.00 | 4.40 | 6.00 | 20.22 | 2.50 | 1.20 | 0.70 | 2.00 | 53.02 |
| 2005/2006 | 14.85 | 5.55 | 6.25 | 17.92 | 2.50 | 1.15 | 0.70 | 2.00 | 50.92 |
| 2004/2005 | 15.80 | 5.85 | 6.96 | 17.72 | 2.50 | 1.15 | 0.70 | 2.20 | 52.88 |

Source: Lucas County Auditor's Office

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

PRINCIPAL TAXPAYERS
REAL PROPERTY
DECEMBER 31, 2013 AND DECEMBER 31, 2004

| December 31, 2013 | | | |
|---|-------------------------------|-------------|--|
| Taxpayer | Taxable Assessed Value | Rank | Percentage of Total District Real Estate Assessed Value |
| Toledo Hospital | \$ 12,993,470 | 1 | 1.01% |
| Franklin Place Shops/TH Retail Monroe | 5,479,050 | 2 | 0.43% |
| Kingston Care Center | 5,000,250 | 3 | 0.39% |
| Sylvania Chelsea Place LLC | 4,920,690 | 4 | 0.38% |
| Franciscan Properties/Franciscan Sistes/Lourdes | 4,765,280 | 5 | 0.37% |
| Wal-Mart Real Estate | 3,763,740 | 6 | 0.29% |
| Regency Hospital of Toledo | 3,745,000 | 7 | 0.29% |
| Crestview of Ohio, Inc | 3,528,710 | 8 | 0.27% |
| Meijer Properties, Inc | 3,519,080 | 9 | 0.27% |
| Niasher Ogdensburg Assoc. | 3,218,020 | 10 | 0.25% |
| Total | \$ 50,933,290 | | \$ 1,288,169,390 |

| December 31, 2004 | | | |
|--|-------------------------------|-------------|--|
| Taxpayer | Taxable Assessed Value | Rank | Percentage of Total District Real Estate Assessed Value |
| Reynolds Road Fitness Center | \$ 6,296,990 | 1 | 0.46% |
| Niasher Ogdenburg Association | 6,196,920 | 2 | 0.45% |
| Kingston Residence of Sylvania | 4,681,090 | 3 | 0.34% |
| National Amusements | 4,326,750 | 4 | 0.31% |
| HK New Plan Exchange Property Owner II | 4,000,200 | 5 | 0.29% |
| Harvey Tolson | 3,983,130 | 6 | 0.29% |
| Meijer Properties, Inc. | 3,759,280 | 7 | 0.27% |
| Schwerkoske Family Partnership | 3,527,620 | 8 | 0.26% |
| Sylvania Apartments | 3,232,850 | 9 | 0.23% |
| Hauck Properties | 2,897,220 | 10 | 0.21% |
| Total | \$ 42,902,050 | | 1,375,684,760 |

Source: Lucas County Auditor's Office

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

PRINCIPAL TAXPAYERS
TANGIBLE AND PUBLIC UTILITY PERSONAL PROPERTY
DECEMBER 31, 2013 AND DECEMBER 31, 2004

| December 31, 2013 | | | |
|--------------------------|-------------------------------|-------------|--|
| Taxpayer | Taxable Assessed Value | Rank | Percentage of Total District Tangible and Public Utility Assessed Value |
| Toledo Edison Co | \$ 13,777,260 | 1 | 64.70% |
| Columbis Gas of Ohio | 4,087,370 | 2 | 19.20% |
| American Transmission | 3,063,400 | 3 | 14.39% |
| Ohio Gas Co | 364,410 | 4 | 1.71% |
| Total | <u>\$ 21,292,440</u> | | <u>\$ 21,292,440</u> |

| December 31, 2004 | | | |
|--|-------------------------------|-------------|--|
| Taxpayer | Taxable Assessed Value | Rank | Percentage of Total District Tangible and Public Utility Assessed Value |
| Yark Automotive Group | \$ 4,893,520 | 1 | 5.22% |
| Vin Devers, Inc | 3,505,310 | 2 | 3.74% |
| Block Communications, Inc | 2,938,840 | 3 | 3.13% |
| Brown Motor Sales Company Incorporated | 2,797,450 | 4 | 2.98% |
| Dave White Chevrolet | 3,629,990 | 5 | 3.87% |
| Kistler Ford Incorporated | 2,178,180 | 6 | 2.32% |
| George P Ballas Buick GMC | 1,917,980 | 7 | 2.04% |
| Meijer Stores Limited Partnership | 1,890,160 | 8 | 2.01% |
| Hansen Aggregates Incorporated | 1,606,310 | 9 | 1.71% |
| Franklin Park Lincoln | 1,399,660 | 10 | 1.49% |
| Total | <u>\$ 26,757,400</u> | | <u>93,824,043</u> |

Source: Lucas County Auditor's Office

THIS PAGE IS INTENTIONALLY LEFT BLANK

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

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

| Tax Year/ Collection Year | Current Levy (1) | Delinquent Levy (2) | Total Levy | Current Collection (1) | Percent of Current Levy Collected |
|--|-----------------------------|--------------------------------|-----------------------|-----------------------------------|--|
| 2013/2014 | \$ 69,079,188 | \$ 2,714,553 | \$ 71,793,741 | \$ 66,751,405 | 96.63% |
| 2012/2013 | 68,901,963 | 3,092,972 | 71,994,935 | 65,180,247 | 94.60% |
| 2011/2012 | 71,080,864 | 3,942,499 | 75,023,363 | 68,179,989 | 95.92% |
| 2010/2011 | 64,241,502 | 3,504,056 | 67,745,558 | 61,446,180 | 95.65% |
| 2009/2010 | 63,289,576 | 2,703,343 | 65,992,919 | 59,719,127 | 94.36% |
| 2008/2009 | 64,717,610 | 2,392,811 | 67,110,421 | 61,476,985 | 94.99% |
| 2007/2008 | 59,939,015 | 1,264,851 | 61,203,866 | 57,360,129 | 95.70% |
| 2006/2007 | 56,581,242 | 2,186,500 | 58,767,742 | 54,731,409 | 96.73% |
| 2005/2006 | 53,898,047 | 2,222,368 | 56,120,415 | 53,310,559 | 98.91% |
| 2004/2005 | 47,140,000 | 1,941,114 | 49,081,114 | 45,723,493 | 97.00% |

Source: Lucas County Auditor's Office

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

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

| Delinquent Collection | Total Collection | Total Collection As a Percent of Total Levy |
|----------------------------------|-----------------------------|--|
| \$ 2,256,836 | \$ 69,008,241 | 96.12% |
| 2,231,985 | 67,412,232 | 93.63% |
| 2,593,370 | 70,773,359 | 94.34% |
| 1,971,812 | 63,417,992 | 93.61% |
| 2,319,387 | 62,038,514 | 94.01% |
| 1,807,807 | 63,284,792 | 94.30% |
| 1,373,989 | 58,734,118 | 95.96% |
| 1,639,848 | 56,371,257 | 95.92% |
| 1,316,508 | 54,627,067 | 97.34% |
| 1,275,507 | 46,999,000 | 95.76% |

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

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

| Fiscal Year | Governmental Activities | | | (1) Total Primary Government | (2) Per Capita | (2) Percentage of Personal Income | (2) Per ADM |
|--------------------|---|---|---------------------------|---|-------------------------------|--|----------------------------|
| | General Obligation Bonds (3) | General Obligation Notes | Capital Leases | | | | |
| 2014 | \$ 93,299,499 | \$ 5,430,000 | \$ 12,780 | \$ 98,742,279 | \$ 1,567 | 1.80% | \$13,831 |
| 2013 | 96,244,183 | - | 25,509 | 96,269,692 | 1,528 | 1.93% | 13,094 |
| 2012 | 99,305,052 | - | 48,995 | 99,354,047 | 1,577 | 2.10% | 13,423 |
| 2011 | 101,184,414 | - | 162,312 | 101,346,726 | 1,609 | 2.20% | 13,860 |
| 2010 | 103,604,778 | - | 310,078 | 103,914,856 | 1,649 | 2.12% | 14,319 |
| 2009 | 107,336,058 | 15,500,000 | 454,219 | 123,290,277 | 1,957 | 2.35% | 16,465 |
| 2008 | 28,818,284 | 1,000,000 | 508,890 | 30,327,174 | 481 | 0.61% | 3,943 |
| 2007 | 30,404,357 | 1,500,000 | 76,196 | 31,980,553 | 508 | 0.66% | 4,104 |
| 2006 | 31,295,202 | 1,600,000 | 144,719 | 33,039,921 | 681 | 0.96% | 4,357 |
| 2005 | 32,897,812 | 2,500,000 | 207,175 | 35,604,987 | 734 | 1.07% | 4,502 |

Sources:

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

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

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

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

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

| Fiscal Year | General Bonded Debt Outstanding | | Percentage of Actual Taxable Value of Property | Per Capita |
|------------------------|---|---------------|---|-----------------------|
| | General Obligation Bonds (1) | Total | | |
| 2014 | \$ 93,299,499 | \$ 93,299,499 | 2.48% | \$ 1,481 |
| 2013 | 96,244,183 | 96,244,183 | 2.55% | 1,528 |
| 2012 | 99,305,052 | 99,305,052 | 2.39% | 1,576 |
| 2011 | 101,184,414 | 101,184,414 | 2.43% | 1,606 |
| 2010 | 103,604,778 | 103,604,778 | 2.47% | 1,645 |
| 2009 | 107,336,058 | 107,336,058 | 2.31% | 1,704 |
| 2008 | 28,818,284 | 28,818,284 | 0.54% | 457 |
| 2007 | 30,404,357 | 30,404,357 | 0.60% | 483 |
| 2006 | 31,295,202 | 31,295,202 | 0.69% | 645 |
| 2005 | 32,897,812 | 32,897,812 | 0.76% | 678 |

Source:

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

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

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2014

| <u>Governmental Unit</u> | <u>Debt Outstanding</u> | <u>Estimated Percentage Applicable</u> | <u>Estimated Share of Overlapping Debt</u> |
|---|-----------------------------|--|--|
| Direct debt: | | | |
| Sylvania City School District (1) | \$ 98,742,279 | 100.00% | \$ 98,742,279 |
| Total direct debt | <u>98,742,279</u> | | <u>98,742,279</u> |
| Overlapping debt: | | | |
| Lucas County | 8,848,000 | 18.68% | 1,652,806 |
| City of Sylvania | 20,900,000 | 100.00% | 20,900,000 |
| Sylvania Area Joint Recreation District | 8,484,989 | 100.00% | 8,484,989 |
| Sylvania Township | 7,520,000 | 99.59% | 7,489,168 |
| City of Toledo | 133,914,992 | 3.10% | 4,151,365 |
| Total overlapping debt | <u>179,667,981</u> | | <u>42,678,328</u> |
| Total direct and overlapping debt | <u>\$ 278,410,260</u> | | <u>\$ 141,420,607</u> |

Source: Ohio Municipal Advisory Council

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

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

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

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

| Fiscal Year | Voted Debt Limit (2) | Total Debt Applicable to Limit (1) | Debt Service Available Balance | Net Debt Applicable to Limit | Voted Legal Debt Margin | Total Net Debt Applicable to Limit as a Percentage of Debt Limit |
|--------------------|-----------------------------|---|---------------------------------------|-------------------------------------|--------------------------------|---|
| 2014 | \$ 117,851,565 | \$ 88,992,854 | \$ 3,255,221 | \$ 85,737,633 | \$ 32,113,932 | 72.75% |
| 2013 | 118,095,015 | 91,468,337 | 2,729,486 | 88,738,851 | 29,356,164 | 75.14% |
| 2012 | 130,246,858 | 93,616,589 | 2,611,096 | 91,005,493 | 39,241,365 | 69.87% |
| 2011 | 130,680,185 | 96,749,720 | 1,587,159 | 95,162,561 | 35,517,624 | 72.82% |
| 2010 | 131,162,987 | 99,197,454 | 1,310,824 | 97,886,630 | 33,276,357 | 74.63% |
| 2009 | 145,422,617 | 102,882,912 | 18,527,665 | 84,355,247 | 61,067,370 | 58.01% |
| 2008 | 145,412,726 | 25,334,347 | 935,976 | 24,398,371 | 121,014,355 | 16.78% |
| 2007 | 143,693,113 | 26,813,706 | 794,110 | 26,019,596 | 117,673,517 | 18.11% |
| 2006 | 135,864,544 | 31,295,202 | 463,372 | 30,831,830 | 105,032,714 | 22.69% |
| 2005 | 132,255,792 | 32,897,812 | 1,209,292 | 31,688,520 | 100,567,272 | 23.96% |

Source: Lucas County Auditor and School District financial records

(1) Excludes unamortized premiums and accreted interest on capital appreciation bonds

(2) Voted Debt Limit Calculation for Fiscal Year 2013

| | |
|-----------------------------------|-----------------------|
| Assessed Value | \$ 1,309,461,830 |
| Debt Limit (9% of assessed value) | <u>X 9%</u> |
| Voted Debt Limit | <u>\$ 117,851,565</u> |

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

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

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

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

| <u>Fiscal Year</u> | <u>Population (1)</u> | <u>Per Capita Personal Income (2)</u> | <u>Total Personal Income (3)</u> | <u>School Enrollment (4)</u> | <u>Unemployment Rates (5)</u> | | |
|--------------------|-----------------------|---------------------------------------|----------------------------------|------------------------------|-------------------------------|-------------|----------------------|
| | | | | | <u>Lucas County</u> | <u>Ohio</u> | <u>United States</u> |
| 2014 | 63,000 | \$ 87,273 | \$ 5,498,199,000 | 7,139 | 5.8% | 5.6% | 5.8% |
| 2013 | 63,000 | 78,979 | 4,975,677,000 | 7,352 | 8.5% | 7.2% | 7.3% |
| 2012 | 63,000 | 74,999 | 4,724,937,000 | 7,402 | 8.3% | 7.2% | 8.2% |
| 2011 | 63,000 | 73,113 | 4,606,119,000 | 7,312 | 10.0% | 9.1% | 9.1% |
| 2010 | 63,000 | 77,766 | 4,899,258,000 | 7,257 | 12.0% | 10.5% | 9.5% |
| 2009 | 63,000 | 83,295 | 5,247,585,000 | 7,488 | 8.3% | 10.8% | 10.2% |
| 2008 | 63,000 | 78,623 | 4,953,249,000 | 7,692 | 8.1% | 7.2% | 6.5% |
| 2007 | 63,000 | 76,367 | 4,811,121,000 | 7,793 | 6.3% | 5.9% | 4.7% |
| 2006 | 48,523 | 71,079 | 3,448,966,317 | 7,583 | 5.4% | 5.1% | 4.4% |
| 2005 | 48,523 | 68,646 | 3,330,909,858 | 7,908 | 6.9% | 5.9% | 5.0% |

Sources:

(1) Years 2004-2006 from U.S. Census Bureau, 2000
Years 2007-2013 from the District's Communications Department

(2) Ohio Department of Taxation (per household)

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

(4) School District records

(5) Bureau of Labor Statistics

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

PRINCIPAL EMPLOYERS
CURRENT YEAR

| Employer | December 31, 2013 | |
|--------------------------------------|--------------------------|--|
| | Employees | Percentage of Total City Employment per Number of Employees |
| Flower Hospital/ProMedica | 1,635 | 24.07% |
| Sylvania City School District | 909 | 13.38% |
| Lourdes University | 403 | 5.93% |
| Meijer | 296 | 4.36% |
| Sylvania Township | 165 | 2.43% |
| City of Sylvania | 138 | 2.03% |
| Root Learning | 125 | 1.84% |
| Total | 3,671 | 54.05% |
| Total Number of Employees (1) | 6,792 | |

Source: City of Sylvania Area Chamber of Commerce

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

Note: Information for previous years is not available.

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

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

| Type | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|--------------------------------|---------------|---------------|-----------------|---------------|-----------------|---------------|---------------|---------------|---------------|---------------|
| Professional Staff: | | | | | | | | | | |
| Teaching Staff: | | | | | | | | | | |
| Elementary | 133.50 | 169.60 | 172.50 | 173.70 | 152.40 | 133.50 | 131.00 | 134.00 | 128.50 | 120.50 |
| Junior HS | 83.33 | 101.17 | 110.75 | 120.17 | 121.17 | 83.33 | 84.81 | 83.66 | 84.33 | 84.33 |
| High School | 116.67 | 136.85 | 158.11 | 168.79 | 174.63 | 116.67 | 120.79 | 121.62 | 117.46 | 112.67 |
| Tutors (1) | 27.00 | 19.00 | 19.00 | - | - | 14.00 | 2.00 | 3.00 | 2.00 | 9.50 |
| Special Education Teaching (1) | 71.00 | 38.00 | 40.67 | - | - | 71.00 | 94.84 | 85.57 | 84.00 | 77.50 |
| Vocational Ed Teaching (2) | 27.00 | - | - | - | - | 27.00 | 31.03 | 27.19 | 25.40 | 25.50 |
| Others | 33.46 | 20.16 | 21.33 | 53.52 | 56.33 | 32.46 | 35.22 | 29.41 | 29.76 | 35.46 |
| Administration: | | | | | | | | | | |
| District | 41.00 | 43.75 | 53.32 | 52.16 | 54.16 | 40.00 | 42.50 | 45.10 | 42.00 | 44.00 |
| Auxiliary Positions: | | | | | | | | | | |
| Counselors | 20.00 | 17.50 | 18.78 | 21.78 | 21.70 | 20.00 | 20.88 | 19.88 | 22.04 | 19.00 |
| Speech | 6.00 | 7.00 | 7.50 | 7.50 | 7.50 | 6.00 | 6.34 | 6.34 | 4.50 | 5.00 |
| Occupational | 1.00 | 3.00 | 6.11 | 3.00 | 3.00 | 1.00 | - | - | - | 3.00 |
| Psychologist | 5.00 | 7.00 | 6.60 | 6.60 | 6.60 | 5.00 | 6.60 | 6.60 | 5.44 | 5.00 |
| Social Worker | 1.00 | - | - | - | - | - | - | - | - | - |
| Librarian/Media | 5.00 | 4.00 | 7.12 | 14.28 | 14.28 | 13.90 | 14.90 | 14.90 | 13.90 | 14.90 |
| Extracurricular | 58.03 | 46.15 | 48.02 | 23.11 | 24.11 | 15.00 | 23.61 | 15.11 | 13.61 | 16.87 |
| Support Staff: | | | | | | | | | | |
| Secretarial/clerical | 50.70 | 56.10 | 71.66 | 78.14 | 67.30 | 50.70 | 56.08 | 53.45 | 50.88 | 58.95 |
| Aides | 14.39 | 80.80 | 79.55 | 81.35 | 72.88 | 6.49 | 60.19 | 56.51 | 52.80 | 47.08 |
| Hall monitor/Security | 15.20 | 16.47 | 16.36 | 19.06 | 16.96 | 15.20 | 15.73 | 13.99 | 13.44 | 10.07 |
| Cafeteria | 30.36 | 28.47 | 28.95 | 31.43 | 31.38 | 30.35 | 30.78 | 31.06 | 32.51 | 32.60 |
| Custodial | 47.00 | 54.50 | 58.00 | 58.00 | 57.00 | 47.00 | 49.00 | 49.66 | 49.50 | 53.50 |
| Maintenance | 8.00 | 8.00 | 8.00 | 10.00 | 10.00 | 8.00 | 9.00 | 8.00 | 8.00 | 8.00 |
| Bus Driver | 49.65 | 45.53 | 51.04 | 48.59 | 51.94 | 49.65 | 53.63 | 53.46 | 51.08 | 50.46 |
| Mechanics | 5.50 | 5.50 | 6.50 | 6.50 | 6.50 | 5.50 | 5.50 | 5.50 | 5.50 | 6.50 |
| Other | 48.50 | 8.82 | 9.51 | 11.33 | 12.33 | 47.25 | 10.70 | 10.70 | 9.76 | 8.13 |
| Extracurricular | 10.62 | 32.72 | 29.11 | - | 91.97 | 68.65 | 83.49 | 70.36 | 66.79 | 63.68 |
| Total | 908.91 | 950.09 | 1,028.49 | 989.01 | 1,054.14 | 907.65 | 988.62 | 945.07 | 913.20 | 912.20 |

Source: School District records

(1) Information for 2011 and 2010 is not available to be broken out. The numbers for these positions and included in other teaching staff numbers.

(2) Information for 2010 through 2013 is not available to be broken out. The numbers for these positions and included in High School teaching staff numbers

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

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

| Function | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Instruction: | | | | | | | | | | |
| Regular and Special | | | | | | | | | | |
| Enrollment (students) | 7,139 | 7,352 | 7,402 | 7,312 | 7,257 | 7,488 | 7,692 | 7,793 | 7,583 | 7,908 |
| Graduates | N/A | 618 | 584 | 550 | 641 | 623 | 574 | 601 | 593 | 638 |
| Support services: | | | | | | | | | | |
| Board of education | | | | | | | | | | |
| Regular meetings per year | 12 | 12 | 12 | 12 | 12 | 12 | 12 | 12 | 12 | 12 |
| Work sessions | 11 | 10 | 10 | 13 | 13 | 12 | 13 | 12 | 11 | 10 |
| Special meetings per year | 7 | 7 | 7 | 11 | 14 | 10 | 2 | 3 | 7 | 7 |
| Administration | | | | | | | | | | |
| Student attendance rate | 95.0% | 95.0% | 95.0% | 95.0% | 95.0% | 95.4% | 96.0% | 95.7% | 96.0% | 95.9% |
| Fiscal | | | | | | | | | | |
| Nonpayroll checks issued | 5,691 | 5,664 | 5,647 | 5,781 | 7,058 | 6,530 | 7,134 | 7,008 | 7,148 | 6,687 |
| Pupil transportation | | | | | | | | | | |
| Avg. students transported daily | 3,635 | 4,717 | 4,580 | 4,558 | 4,723 | 5,412 | 5,494 | 8,739 | 9,030 | 9,134 |
| Food service operations | | | | | | | | | | |
| Meals served to students | 386,433 | 406,610 | 422,412 | 419,762 | 393,586 | 362,766 | 225,162 | 223,470 | 199,077 | 193,959 |
| Number of lunches served at free or reduced cost | 189,553 | 188,816 | 176,256 | 176,207 | 146,498 | 123,056 | 92,017 | 85,643 | 91,143 | 85,363 |

Source: School District records

N/A - Information is not available.

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

**CAPITAL ASSET STATISTICS
LAST TEN FISCAL YEARS**

| | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> | <u>2010</u> | <u>2009</u> |
|--|---------------------------|---------------------------|---------------------------|--------------------------|--------------------------|--------------------------|
| Land | \$ 2,694,493 | \$ 2,890,933 | \$ 2,421,246 | \$ 2,421,246 | \$ 2,040,544 | \$ 2,040,544 |
| Construction in progress | 9,043,723 | 1,497,493 | 12,664,855 | 29,225,947 | 28,268,341 | 1,407,820 |
| Land improvements | 3,481,812 | 3,598,322 | 3,633,189 | 3,936,624 | 4,240,059 | 4,429,478 |
| Buildings and improvements | 94,903,363 | 99,084,118 | 86,360,692 | 61,148,430 | 33,715,339 | 34,868,610 |
| Furniture, fixtures and equipment | 254,872 | 352,624 | 382,016 | 588,709 | 816,562 | 679,817 |
| Vehicles | 451,239 | 873,597 | 1,317,639 | 1,636,739 | 1,878,392 | 1,954,470 |
| Total Governmental Activities Capital Assets, net | <u>\$ 110,829,502</u> | <u>\$ 108,297,087</u> | <u>\$ 106,779,637</u> | <u>\$ 98,957,695</u> | <u>\$ 70,959,237</u> | <u>\$ 45,380,739</u> |

Source: School District financial records

Note: Amounts above are presented net of accumulated depreciation.

| <u>2008</u> | <u>2007</u> | <u>2006</u> | <u>2005</u> |
|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| \$ 2,040,544 | \$ 2,040,544 | \$ 2,040,544 | \$ 2,040,544 |
| - | - | - | 117,800 |
| 4,732,353 | 4,842,473 | 5,127,504 | 5,596,953 |
| 36,101,656 | 37,421,779 | 38,540,496 | 39,239,405 |
| 914,717 | 646,106 | 837,683 | 953,048 |
| <u>1,674,550</u> | <u>1,017,582</u> | <u>691,371</u> | <u>333,658</u> |
| | | | |
| <u><u>\$ 45,463,820</u></u> | <u><u>\$ 45,968,484</u></u> | <u><u>\$ 47,237,598</u></u> | <u><u>\$ 48,281,408</u></u> |

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

SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

| | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Central Elementary (2013 new building) | | | | | | | |
| Square feet | 72,557 | 72,557 | 53,932 | 53,932 | 48,725 | 48,725 | 48,725 |
| Capacity (students) | 630 | 630 | 575 | 575 | 575 | 575 | 575 |
| Enrollment | 507 | 571 | 574 | 542 | 510 | 532 | 571 |
| Highland Elementary (1965) | | | | | | | |
| Square feet | 75,210 | 75,210 | 75,210 | 75,210 | 56,294 | 56,294 | 56,294 |
| Capacity (students) | 625 | 625 | 625 | 625 | 773 | 773 | 773 |
| Enrollment | 612 | 631 | 630 | 642 | 607 | 646 | 724 |
| Hill View Elementary (1929) | | | | | | | |
| Square feet | 54,783 | 54,783 | 54,783 | 54,783 | 46,994 | 46,994 | 46,994 |
| Capacity (students) | 500 | 500 | 500 | 500 | 500 | 500 | 500 |
| Enrollment | 388 | 406 | 412 | 415 | 349 | 377 | 394 |
| Maplewood Elementary (1929) | | | | | | | |
| Square feet | 64,230 | 64,230 | 64,230 | 64,230 | 44,328 | 44,328 | 44,328 |
| Capacity (students) | 384 | 384 | 550 | 550 | 450 | 450 | 450 |
| Enrollment | 398 | 386 | 384 | 362 | 327 | 371 | 380 |
| Stranahan Elementary (1955) | | | | | | | |
| Square feet | 67,282 | 67,282 | 67,282 | 67,282 | 50,169 | 50,169 | 50,169 |
| Capacity (students) | 650 | 650 | 650 | 650 | 650 | 650 | 650 |
| Enrollment | 488 | 481 | 462 | 473 | 411 | 458 | 405 |
| Sylvan Elementary (1963) | | | | | | | |
| Square feet | 47,469 | 47,469 | 47,469 | 47,469 | 39,160 | 39,160 | 39,160 |
| Capacity (students) | 475 | 475 | 475 | 475 | 475 | 475 | 475 |
| Enrollment | 326 | 350 | 337 | 334 | 318 | 344 | 334 |
| Whiteford Elementary (1967) | | | | | | | |
| Square feet | 50,624 | 50,624 | 50,624 | 50,624 | 47,272 | 47,272 | 47,272 |
| Capacity (students) | 525 | 525 | 525 | 525 | 525 | 525 | 525 |
| Enrollment | 423 | 398 | 407 | 382 | 366 | 378 | 404 |
| Arbor Hills Jr. High School (1970) | | | | | | | |
| Square feet | 80,995 | 80,995 | 80,995 | 80,995 | 80,635 | 80,635 | 80,635 |
| Capacity (students) | 700 | 700 | 700 | 700 | 700 | 700 | 700 |
| Enrollment | 501 | 521 | 542 | 554 | 568 | 576 | 580 |
| McCord Jr. High School (1963) | | | | | | | |
| Square feet | 76,534 | 76,534 | 76,534 | 76,534 | 76,363 | 76,363 | 76,363 |
| Capacity (students) | 800 | 800 | 800 | 800 | 800 | 800 | 800 |
| Enrollment | 638 | 629 | 642 | 608 | 634 | 601 | 636 |
| Timberstone Jr. High School (1998) | | | | | | | |
| Square feet | 105,105 | 105,105 | 105,105 | 105,105 | 103,100 | 103,100 | 103,100 |
| Capacity (students) | 700 | 700 | 700 | 700 | 700 | 700 | 700 |
| Enrollment | 523 | 524 | 553 | 549 | 584 | 578 | 592 |
| Northview High School (1960) | | | | | | | |
| Square feet | 213,730 | 213,730 | 213,730 | 213,730 | 201,592 | 201,592 | 201,592 |
| Capacity (students) | 1,340 | 1,340 | 1,340 | 1,340 | 1,300 | 1,300 | 1,300 |
| Enrollment | 1,139 | 1,215 | 1,215 | 1,213 | 1,292 | 1,325 | 1,340 |
| Southview High School (1976) | | | | | | | |
| Square feet | 209,478 | 209,478 | 209,478 | 209,478 | 209,700 | 209,700 | 209,700 |
| Capacity (students) | 1,340 | 1,340 | 1,340 | 1,340 | 1,400 | 1,400 | 1,400 |
| Enrollment | 1,196 | 1,240 | 1,244 | 1,213 | 1,291 | 1,302 | 1,332 |
| Administrative Building (1929) | | | | | | | |
| Square feet | 22,180 | 22,180 | 22,180 | 22,180 | 21,854 | 90,600 | 90,600 |
| Support Services Facility (2004) | | | | | | | |
| Square feet | 33,741 | 33,741 | 33,741 | 33,741 | 27,994 | 27,994 | 27,994 |
| Total square feet | 1,173,918 | 1,173,918 | 1,155,293 | 1,155,293 | 1,054,180 | 1,122,926 | 1,122,926 |
| Total capacity (students) | 8,669 | 8,669 | 8,780 | 8,780 | 8,848 | 8,848 | 8,848 |
| Total enrollment | 7,139 | 7,352 | 7,402 | 7,287 | 7,257 | 7,488 | 7,692 |

Source: District records

| <u>2007</u> | <u>2006</u> | <u>2005</u> |
|-------------|-------------|-------------|
| 48,725 | 48,725 | 48,725 |
| 575 | 575 | 575 |
| 563 | 563 | 560 |
| 53,349 | 53,349 | 53,349 |
| 625 | 625 | 625 |
| 609 | 581 | 615 |
| 46,994 | 46,994 | 46,994 |
| 500 | 500 | 500 |
| 393 | 417 | 420 |
| 44,328 | 44,328 | 44,328 |
| 450 | 450 | 450 |
| 374 | 385 | 380 |
| 50,169 | 50,169 | 50,169 |
| 650 | 650 | 650 |
| 545 | 426 | 437 |
| 39,160 | 39,160 | 39,160 |
| 475 | 475 | 475 |
| 347 | 356 | 370 |
| 47,272 | 47,272 | 47,272 |
| 525 | 525 | 525 |
| 413 | 400 | 413 |
| 80,635 | 80,635 | 80,635 |
| 700 | 700 | 700 |
| 623 | 639 | 694 |
| 76,363 | 76,363 | 76,363 |
| 800 | 800 | 800 |
| 645 | 645 | 685 |
| 103,100 | 103,100 | 103,100 |
| 700 | 700 | 700 |
| 574 | 591 | 649 |
| 201,592 | 201,592 | 201,592 |
| 1,300 | 1,300 | 1,300 |
| 1,386 | 1,345 | 1,374 |
| 209,700 | 209,700 | 209,700 |
| 1,400 | 1,400 | 1,400 |
| 1,321 | 1,235 | 1,311 |
| 90,600 | 90,600 | 90,600 |
| 27,994 | 27,994 | 27,994 |
| 1,119,981 | 1,119,981 | 1,119,981 |
| 8,700 | 8,700 | 8,700 |
| 7,793 | 7,583 | 7,908 |

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

OPERATING STATISTICS
LAST TEN FISCAL YEARS

| Fiscal Year | General Government | | Governmental Activities | | Enrollment | Percent Change |
|-------------|--------------------|----------------|-------------------------|----------------|------------|----------------|
| | Expenditures (1) | Cost per pupil | Expenses (1) | Cost per pupil | | |
| 2014 | \$ 94,229,612 | \$ 13,199 | \$ 89,496,512 | \$ 12,536 | 7,139 | -2.90% |
| 2013 | 90,937,567 | 12,369 | 88,510,244 | 12,039 | 7,352 | -0.68% |
| 2012 | 94,230,037 | 12,730 | 85,394,621 | 11,537 | 7,402 | 1.23% |
| 2011 | 120,235,786 | 16,444 | 93,098,892 | 12,732 | 7,312 | 0.76% |
| 2010 | 117,900,556 | 16,246 | 92,505,160 | 12,747 | 7,257 | -3.08% |
| 2009 | 92,016,548 | 12,289 | 91,222,794 | 12,183 | 7,488 | -2.65% |
| 2008 | 84,726,221 | 11,015 | 85,461,459 | 11,110 | 7,692 | -1.30% |
| 2007 | 78,592,597 | 10,085 | 79,496,051 | 10,201 | 7,793 | 2.77% |
| 2006 | 75,548,567 | 9,963 | 77,213,837 | 10,182 | 7,583 | -4.11% |
| 2005 | 73,472,549 | 9,291 | 72,875,685 | 9,215 | 7,908 | -1.20% |

Source: School District records

(1) Debt Service totals have been excluded.

(2) Classroom teachers only.

| Teaching Staff (2) | Pupil/Teacher Ratio | Student Attendance Percentage |
|---------------------------|----------------------------|--------------------------------------|
| 474 | 15.06 | 95.0% |
| 508 | 14.47 | 95.0% |
| 487 | 15.20 | 95.0% |
| 493 | 14.83 | 95.0% |
| 487 | 14.90 | 95.0% |
| 491 | 15.26 | 95.4% |
| 477 | 16.13 | 96.0% |
| 471 | 16.56 | 95.7% |
| 455 | 16.67 | 96.0% |
| 448 | 17.65 | 95.9% |

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

TEACHER STATISTICS
JUNE 30, 2014

| <u>Degree</u> | <u>Number of Teachers</u> | <u>Percentage of Total</u> | <u>Pay Range</u> |
|------------------------|-----------------------------------|------------------------------------|----------------------|
| Bachelor's Degree | 141 | 25.68% | \$36,631 - \$96,371 |
| Master's Degree | 390 | 71.04% | \$41,942 - \$111,667 |
| Educational Specialist | 10 | 1.82% | \$46,741 - \$114,390 |
| Ph.D. | <u>8</u> | <u>1.46%</u> | \$48,316 - \$142,465 |
| | <u><u>549</u></u> | <u><u>100.00%</u></u> | |

| <u>Years of Experience</u> | <u>Number of Teachers</u> | <u>Percentage of Total</u> |
|----------------------------|-----------------------------------|------------------------------------|
| 0 - 5 | 150 | 27.32% |
| 6 - 10 | 117 | 21.31% |
| 11 and over | <u>282</u> | <u>51.37%</u> |
| | <u><u>549</u></u> | <u><u>100.00%</u></u> |

Source: School District Personnel Records

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

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

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



Dave Yost • Auditor of State

SYLVANIA CITY SCHOOL DISTRICT

LUCAS COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MARCH 26, 2015**