

**Comprehensive
Annual Financial Report**

of the

**Gahanna-Jefferson Public School District
Gahanna, Ohio**

For Fiscal Year Ended June 30, 2016

Issued by:
Office of the Treasurer

Julio C. Valladares, MBA
Treasurer/CFO

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**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

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

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I. INTRODUCTORY SECTION

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GAHANNA-JEFFERSON CITY SCHOOL DISTRICT

Gahanna-Jefferson City School District
Elected Officials and Administrative Staff
as of June 30, 2016

BOARD OF EDUCATION MEMBERS

President	Mrs. Beryl Piccolantonio
Vice President	Mr. Jason Phillips
Member	Mr. Matthew Campbell
Member	Mr. Joe Gottron
Member	Mrs. Daphne Moehring

APPOINTED OFFICIALS

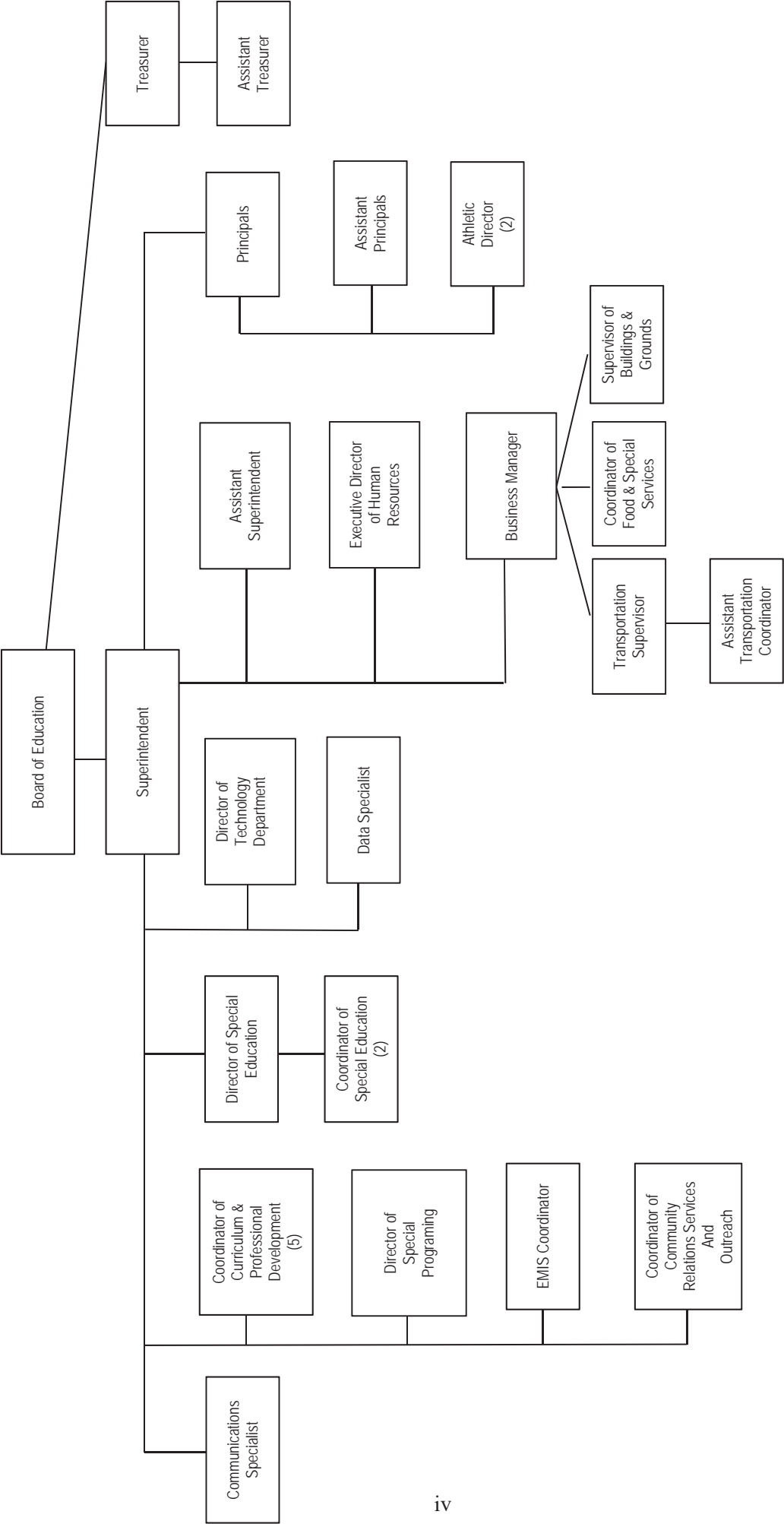
Superintendent (Interim)	Mr. Scott Schmidt
Treasurer	Mr. Julio Valladares

ADMINISTRATIVE STAFF

Executive Director - Human Resources	Mr. Matt Cygnor
Executive Director of Curriculum	Mrs. Beth Spieth
Director of Special Education Services	Mrs. Sue Wiegling
Principal, Lincoln High School	Mr. Robert Dodd
Principal, Middle School West	Mr. Aaron Winner
Principal, Middle School East	Mr. Brad Barboza
Principal, Middle School South	Mrs. Robin Murdock
Principal, Blacklick Elementary School	Mrs. Kristen Groves
Principal, Chapelfield Elementary School	Mrs. Shea Reed
Principal, Goshen Elementary School	Mrs. Melanie McGue
Principal, High Point Elementary School	Mrs. Kathleen Erhard
Principal, Jefferson Elementary School	Mrs. Roben Frentzel
Principal, Lincoln Elementary School	Mr. Jim Micciulla
Principal, Royal Manor Elementary School	Mr. Rick Oxley

Gahanna-Jefferson Public Schools

Organization Chart





Gahanna - Jefferson Public Schools

160 South Hamilton Road • Gahanna, OH 43230
(614) 471-7065 • Fax (614) 478-5568

December 9, 2016

TO THE BOARD OF EDUCATION AND CITIZENS OF THE GAHANNA-JEFFERSON CITY SCHOOL DISTRICT:

As Treasurer and Superintendent of the Gahanna-Jefferson City School District (the District), we are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) issued by the District. This CAFR for the year ended June 30, 2016 is prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using the guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

This CAFR is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes management's discussion and analysis, the basic financial statements, notes to the basic financial statements, and supplemental data, as well as the Independent Accountants' Report on the financial statements. The statistical section provides pertinent financial, economic and demographic information, generally presented on a multi-year basis.

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

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and U.S. Office of Management and Budget Uniform Guidance.

The Office of the Treasurer is responsible for the accuracy of the data presented and the completeness and fairness of this presentation. We believe the data presented are necessary to enable the reader to acquire the maximum understanding of the District's financial activity.

The District is a public school system and is a fiscally independent political subdivision of the State of Ohio. The District operates one high school, three middle schools and seven elementary schools. The District is located east of Columbus, Ohio in Franklin County and encompasses all of the City of Gahanna, a major portion of Jefferson Township, and smaller portions of the City of Columbus and Mifflin Township. The District and municipal boundaries are not coterminous.

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

In addition to providing these general activities, the District has administrative responsibility for state

funds distributed to private schools located within the District boundaries; therefore, in accordance with GASB Statement 24, this responsibility is included in the reporting entity in a special revenue fund. The private schools served are Gahanna Christian Academy, Columbus Academy, St. Matthew School and Shepherd Christian School. While these organizations share operational and services similar with the District, all are separate and distinct entities. Because of their independent nature, none of these organizations' financial statements are included in this report.

Economic Condition and Outlook

Approximately 85% of the District's enrolled students reside in the City of Gahanna, and 15% live in Jefferson Township. Gahanna is a suburban community that has experienced little residential and commercial growth during the past few years. Approximately 95% of the City is developed. Jefferson Township, which until recently had been primarily rural, is now experiencing residential developments.

The District, along with many other public school systems in the state, still faces some difficult situations in the future since the primary funding source is property tax revenues. Ohio law, specifically House Bill 920, limits growth in real estate tax revenues by reducing millage as assessed values increase. This law keeps revenues from each levy relatively constant. Additionally, House Bill 95 and House Bill 66 included tax reductions and eliminated taxes on a corporation's personal property for school districts, which ultimately lead to a pronounced shifting of tax burden to residential and agricultural property tax payers. However, House Bill 1, retained the state reimbursement of this revenue through 2013, budget bill HB153 eliminates the state reimbursement through the end of fiscal year 2012 instead of through the end of fiscal year 2013. However, HB59 reinstated the State direct payment reimbursement for the fiscal year 2014 and 2015 to the same levels as received in fiscal year 2013 which represents \$2.3 million for our District. More recently, HB64 re-activated the phase out for direct payments to school districts in two ways:

- 1) High wealth districts would lose up to 2% of total available resources from their replacement payments and
- 2) Low wealth districts would lose up to 1% of total resources, prorated by quintile.

The District is considered a high wealth district, which means that our direct reimbursement received in FY16 was \$788,155. For this reason, the District will no longer continue to receive direct payments for Tangible Personal Property (TPP) losses.

Historically, the community has been fiscally supportive of education the district provides. This has been demonstrated by the passage of an \$8,250,000 bond issue in May 1994, and, a combined 6.3 mill permanent operating levy and a \$28.5 million bond issue in November 1998. The District issued those bonds during fiscal year 1999. In addition, a 6.5 mill permanent operating levy was passed in November 1995 and a 7.9 mill operating levy passed in May of 2006. A 5.2 mill operating levy was passed in May of 2011. Most recently, a 2.16 mill permanent improvement only levy was passed in November 2014. The levy generates approximately \$3,000,000 each year for the maintenance and upkeep of buildings, buses, and technology. District management believes that by maintaining continued sound financial management practices, continued quality of program offerings, and the solid working relationship with the community, it is likely that community support will remain strong in the future.

In February 24, 2012, the Gahanna-Jefferson Board of Education approved a ground lease for 85 years to Wagenbrenner Development, Inc., for design and construction of 24,000 sq. ft. of new commercial space on the remaining undeveloped land adjacent to Clark Hall, The Commons at Clark Hall. This ground lease provides GJPS with an additional annual revenue stream of \$132,000 for the first ten years of the

lease agreement. Revenues from this agreement as well as revenues from Clark Hall's first floor leases will help offset the cost of building Clark Hall.

The City of Gahanna continues to develop retail, commercial and industrial opportunities within the school district. During 2015, it was the retail center at the Shops at Rocky Fork development. Gallas Zadeh Development, in conjunction with Wagenbrenner, invested \$8,300,000 in the 27,000 square foot building which is now the home to many restaurants, retailers, and service providers. In May 2016, the City of Gahanna announced that it had approved the building of the Columbia Gas of Ohio \$38,000,000 training center that will add about 14 full-time positions and accommodate up to 161 trainees at one time. In early September 2016, the city welcomed the news of the expansion of online retailer, Zulily, at 800 Tech Center Drive. Zulily announced that it will expand its office to 87,500 square feet of space at a cost of \$1,300,000. The expansion will bring more than 50 new jobs to the City of Gahanna. The addition of these businesses within the City of Gahanna aids in its efforts to attract and retain high quality businesses and developments to strengthen the economic vitality of Gahanna.

The District and Its Facilities

The District serves an area of 32 square miles in and around the City of Gahanna and Jefferson Township. It is located in Franklin County, approximately 10 miles east of downtown Columbus, the state capital. The City of Gahanna's population in 2000 was 32,636 residents and today, it is estimated at 34,590. The Gahanna-Jefferson City School District is a suburban district experiencing stable enrollment with an increase of 425 students or 6% growth over the last ten years.

The District's facilities include seven elementary schools (Grades K-5) with a capacity of 3,141 and enrollment of 3,287, three middle schools (Grades 6-8) with a capacity of 1,720 and an enrollment of 1,688 students, one high school (Grades 9-12) with a capacity of 2,490 and an enrollment of 2,349 students. Additionally, the District operates a preschool program housed in two of the elementary school buildings for a total of 172 students. With the total capacity of the District's educational buildings at 7,351 and as of May 2016 the total full-time equivalent enrollment of 7,410 our instructional facilities are at capacity (refer to statistical page S29). Other facilities within the District include a maintenance building, a bus garage, the central office building and several athletic fields.

Major Initiatives

While Ohio's Learning Standards guide teaching and learning in the Gahanna-Jefferson schools, comprehensive growth and development of each individual student is our main focus. The Gahanna-Jefferson Graduate Profile embodies the skills that are critical for every student as we prepare them to be successful in the ever changing world. The ability to be a responsible community member, collaborative team member, comprehensive problem solver, effective communicator and proficient technology user enhances students' capacity to learn, process and assimilate the content identified in the standards. These skills are essential for the creative, innovative thinking which will drive the changes of the future.

The poster shown on the next page, a symbol of the district's diversity and commitment to the daily focus on these skills, is visible in every classroom and building in the district. Students are assuming more and more responsibility for their learning as they make choices about how they learn and demonstrate their level of understanding.



The practice of frequent, ongoing assessment of daily learning and student understanding is evident throughout the district. Instruction is shaped by student needs that are identified with the evidence and data derived from regular evaluation of student work. The ultimate goal for every student is the development of thorough understanding and comprehension represented by the ability to coherently articulate their thoughts and understandings through argumentative writing as well as demonstrate and apply skills and concepts to new situations and real world situations.

As technology has exponentially increased the speed of communication, creation of content and ability to access information, it is also changing the ways of teaching and learning. Students collaborate with one another inside the district's buildings and from home as well as with others across the street, the state, country and world using technology. As of the fall of 2016, we will have achieved a ratio of one mobile computing device for every 1.5 students K-12. This effectively makes devices available to most students as needed to support the curriculum.

Flexibility in the way course credit is earned and the way students learn about college and career opportunities are expanding for students in grades 7-12. Students have the option to experience Career Connections courses that introduce them to a variety of career pathways that will support future employment. The schools have supported and partnered with the Mayor of Gahanna as he visits our local businesses to better understand their needs specifically related to workforce development. Students are also offered many options for earning high school and college credit simultaneously, positioning our students to enter college with debt free college credits effectively reducing the overall cost of college. It is an exciting time for the students and community of Gahanna-Jefferson schools as our district constantly evolves to better meet the needs of our students and community and helps our students to excel in the ever changing world in which we live.

Departmental Focus

Technology

During the 2015–2016 academic year, the Technology Department focused on adding student and staff services, access and devices. We focused on replacing aging end user devices and using our Google Apps for Education (GAFE) environment more. By utilizing the GAFE environment we hope to see efficiencies with better communication and information distribution. This also allows us to leverage use of Chromebooks, creating an opportunity to increase the number of devices available to students for the same budgeted costs.

Gahanna-Jefferson is also proud to be among the leaders in using our technological capabilities to take advantage of important new educational opportunities that include hosted and cloud-based services for learning, expanded communication and enhancing student learning. Below you will find some of the most significant technology projects completed in the Gahanna-Jefferson Public School District.

Network-Based Initiatives

While the driver for all technology improvement in schools is to support student learning, the widest impact projects are increasingly network-based both because a solid network core can be leveraged to cost-effectively deliver a range of services that formerly required expensive individual standalone systems in separate buildings, and because networks have become necessary for even the most simple of tasks - such as computers that require a network connection and login before they can be used.

The 2015-16 school year led to the restructuring of the network topology. We changed the routing structures and created a more level, dynamic network topology that will allow better flexibility in the future.

Server Infrastructure

The District replaced its server and server storage infrastructure. We explored cloud-based and hosted options and found that this generation of equipment is still most cost effective when hosted inside the district. Through a competitive bid process, we purchased a new server array and storage area network (SAN). This generation of equipment runs efficiently in terms of power consumption and environmental and we plan for it to last for at least 5 years. This purchase has led to stability in our server environment and allows for dynamics upgrades if they are needed.

Security

This now encompasses two areas: security for protection of student/staff data and the network itself and using the network as a base for systems implemented for the protection of students and staff. Gahanna updated its computer Anti-virus system this year to one more appropriate to defend against malicious intent.

School Security Cameras

The district has upgraded the security cameras in all buildings. All cameras are IP based and leverage the investment made in the Lincoln High School's system license to bring all cameras under one system. There are multiple servers to help performance and backups, but they are all licensed under the high school's system. This allowed for a streamlined support structure and allowed familiarity between the people using the system.

The district has also teamed up with local authorities by installing emergency responder buttons at the front desk of each building and in various locations throughout the high school. With the push of a button, the local authorities are alerted and dispatched immediately.

Student and Teacher Devices

The district is able to leverage the new wireless infrastructure to increase our device count. We made an investment into Chromebooks and laptops. We refreshed the leadership team's devices with a laptop to encourage more dynamic and less paper driven meetings and trainings.

We are also focused on providing better access to devices for our students. Chromebooks meet the majority of the learning needs and with a competitive price point, the district is focused on purchasing Chromebooks for student use. The district purchased 1600 Chromebooks for student use through a competitive bid process.

Video Conferencing

The district leveraged opportunities through local Straight A grants to implement enterprise level video conferencing systems. These new systems will help connect our students to new opportunities never before available due to travel constraints.

Partnership Development

To increase effectiveness and reduce costs, the district continues to develop and expand a range of business, community, vendor, and other partnerships.

One long-standing partnership for the district encompasses both the business and community sectors: the Gahanna-Jefferson Education Foundation. Comprised primarily of community business leaders, the GJEF provides funding for expanded technology purchases. Additionally, the "Fund-a-Need" initiative created in 2011 continues to be a very successful initiative which identifies goals shared by both the Curriculum and Technology departments as their funding target.

Financial Information

The District's accounting system is organized on a "fund" basis. Each fund is a separate self-balancing accounting entity. All District funds, except Proprietary Funds and Fiduciary Funds are reported on the modified accrual basis of accounting, whereby revenues are recognized when measurable and available, and expenditures are recognized when the related liability is incurred, except for principal and interest on long-term debt which is recorded when due. Proprietary and Fiduciary funds are accounted for on the full accrual basis of accounting. Both basis of accounting are in accordance with GAAP as applied to governmental units and consistent with GASB Code. Sec. 1600; "Basis of Accounting".

Internal Controls

District Management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from their implementation; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary Controls

The District maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's Board of Education. Activities of all funds are included in the annual appropriated budget. The level of budgetary control at which expenditures cannot legally exceed the appropriated amount is established at the fund level of expenditure. Additionally, the District maintains an encumbrance system as a useful technique of

accomplishing budgetary control. Under encumbrance accounting, purchase orders, contracts, and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

Risk Management

The District carries all-risk property insurance, liability and excess insurance. The employees in positions that deal with money are bonded and medical coverage for employees is provided through a self-insured medical program offered by the District. Additionally, the District moved to being self-insured for workers' compensation during fiscal year 2013.

Independent Auditors

The basic financial statements of the District for the year ending June 30, 2016, were audited by the State Auditor's Office, whose opinion thereon is included at the beginning of the Financial Section of this report.

Certificate of Achievement Program

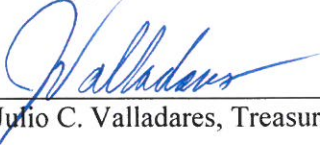
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Board of Education of the Gahanna-Jefferson City School District, Ohio for its comprehensive annual financial report (CAFR) for the fiscal year ending June 30, 2015. The Certificate of Achievement is a prestigious award that recognizes conformance with the highest standards for preparation of state and local government financial reports.

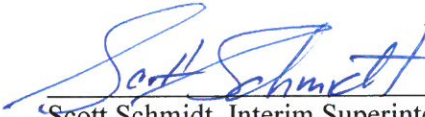
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements and we are submitting it to the GFOA.

Acknowledgments

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the conscientious efforts of the treasurer's office staff and assistance of other central office administrators and staff. The assistance of the Franklin County Auditor's office and the City of Gahanna in providing information is appreciated. Without the leadership and support of the Board of Education of the District, preparation of this report would not have been possible. Most importantly, we would like to thank the Citizens of the District for the opportunity to continue to improve the professionalism in financial reporting that they expect and deserve.

Sincerely,


Julio C. Valladares, Treasurer/CFO


Scott Schmidt, Interim Superintendent



Government Finance Officers Association

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

Presented to

**Gahanna-Jefferson Public School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

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II. FINANCIAL SECTION

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Gahanna-Jefferson Public School District
Franklin County
160 South Hamilton Road
Gahanna, Ohio 43230

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 Gahanna-Jefferson Public School District, Franklin County, Ohio (the District), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Gahanna-Jefferson Public School District, Franklin County, Ohio, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2016, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink, reading "Dave Yost". The signature is fluid and cursive, with the first name "Dave" and last name "Yost" clearly legible.

Dave Yost
Auditor of State
Columbus, Ohio

December 9, 2016

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
UNAUDITED

As management of the Gahanna-Jefferson Public School District (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2016. We encourage readers to consider the information presented here in conjunction with the additional information we have furnished in our letter of transmittal, which immediately precedes this analysis.

Financial Highlights

Key financial highlights for 2016 are as follows:

- The liabilities and deferred inflows of resources of the District exceeded its assets and deferred outflows of resources at the close of the most recent fiscal year by \$74.4 million (negative net position).
- The District's total net position increased by \$6.5 million, an 8.1% increase in comparison with the prior fiscal year.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$28.4 million, a decrease of \$686,165 in comparison with the prior fiscal year. Of this amount, \$3.2 million is available for spending at the District's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned balance for the general fund was \$3.3 million, or 4.1% of total general fund expenditures.
- The District's total general obligation bonded debt decreased \$2.0 million, or 7.6%, in comparison with the prior fiscal year-end.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
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The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

These two statements report the District's net position and changes in them. The change in net position provides the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the District.

In the Statement of Net Position and the Statement of Activities, all of the District's activities are reported as governmental including instruction, support services, community services, non-instructional services and extracurricular activities.

The government-wide financial statements can be found on pages 19-20 of this report.

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

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

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
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The District maintains 21 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service fund, and permanent improvement fund, each of which are considered major funds. Data from the other 16 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements and schedules elsewhere in this report.

The District adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 21-25 of this report.

Proprietary Funds. Proprietary funds use the accrual basis of accounting; the same as on the entity-wide statements. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various funds. The District uses an internal service fund to account for health and dental claims and premiums. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the governmental-wide financial statements.

The basic proprietary fund financial statements can be found on pages 26-28 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on page 29-30 of this report.

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. The notes to the basic financial statements begin on page 31 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the District's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 69-74 of this report.

The combining and individual fund statements and schedules referred to earlier in connection with nonmajor governmental funds can be found on pages 75-100 of this report.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
UNAUDITED

Government-Wide Financial Analysis

The table below provides a summary of the District's net position for 2016 and 2015:

	Net Position	
	Governmental Activities	
	2016	2015
Current and Other Assets	\$ 90,671,022	\$ 120,543,848
Capital Assets	48,824,731	45,742,656
Total Assets	<u>139,495,753</u>	<u>166,286,504</u>
Deferred Charge on Refunding	230,031	268,370
Pension	12,524,122	8,068,363
Total Deferred Outflows of Resources	<u>12,754,153</u>	<u>8,336,733</u>
Current Liabilities	12,651,501	11,986,866
Long-term Liabilities:		
Due Within One Year	3,958,072	3,820,692
Due in More Than One Year:		
Net Pension Liability	125,983,200	111,477,328
Other Amounts	36,596,546	40,084,810
Total Liabilities	<u>179,189,319</u>	<u>167,369,696</u>
Property Taxes	38,643,358	67,924,464
Pension	8,846,840	20,278,981
Total Deferred Inflows of Resources	<u>47,490,198</u>	<u>88,203,445</u>
Net Investment in Capital Assets	18,294,359	16,238,475
Restricted	7,827,494	7,202,327
Unrestricted	(100,551,464)	(104,390,706)
Total Net Position	<u>\$ (74,429,611)</u>	<u>\$ (80,949,904)</u>

Current and Other Assets decreased significantly in comparison with the prior fiscal year-end. This decrease primarily consists of a decrease in Property Taxes Receivable and Payments in Lieu of Taxes Receivable as a result of only accruing 2 settlements in the current fiscal year and accruing 3 settlements in 2015. This also resulted in a significant decrease in Deferred Inflows of Resources related to property taxes.

Capital Assets increased significantly in comparison with the prior fiscal year-end. This increase represent the amount in which current year capital acquisitions exceeded current year depreciation and disposals.

Deferred Outflows of Resources related to pensions increased significantly in comparison with the prior fiscal year-end. This increase is the result of the difference between expected and actual experience.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
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Long-term Liabilities increased significantly in comparison with the prior fiscal year-end. This increase is primarily the result of an increase in the Net Pension Liability (\$14 million), as reported by the pension systems, offset by debt principal reduction payments (\$4 million)

Deferred Inflows of Resources related to pensions decreased significantly in comparison with the prior fiscal year-end. This decrease is the result of the difference between projected and actual investment earnings.

A large portion of the District's net position reflect its investment in capital assets (e.g., land, buildings, and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
UNAUDITED

The table below shows the change in net position for fiscal year 2016 and 2015:

	Change in Net Position	
	<u>2016</u>	<u>2015</u>
Program Revenues		
Charges for Services	\$ 3,517,397	\$ 3,631,152
Operating Grants	5,811,787	6,267,701
Capital Grants	-	24,392
General Revenues		
Property Taxes	58,661,901	55,977,206
Unrestricted Grants and Entitlements	21,668,831	21,911,181
Payments in Lieu of Taxes	5,506,411	4,688,817
Investment Earnings	215,385	84,326
Miscellaneous	469,056	945,159
Total Revenues	<u>95,850,768</u>	<u>93,529,934</u>
Program Expenses		
Instructional	55,325,180	54,590,411
Support Services	27,827,238	27,687,648
Community Services	1,285,375	2,022,911
Food Service Operations	2,608,846	2,484,571
Extra Curricular Activities	1,251,386	1,364,749
Interest and Fiscal Charges	1,032,450	1,005,180
Bond Issuance Costs	-	201,906
Total Expenses	<u>89,330,475</u>	<u>89,357,376</u>
Change in Net Position	6,520,293	4,172,558
Net Position at Beginning of Year	<u>(80,949,904)</u>	<u>(85,122,462)</u>
Net Position at End of Year	<u><u>\$ (74,429,611)</u></u>	<u><u>\$ (80,949,904)</u></u>

Operating grants decreased slightly in comparison with the prior fiscal year. This decrease is primarily the result of the end in state funding relating to the Straight A Grant.

Property Taxes and Payments in Lieu of taxes both increased significantly in comparison with the prior fiscal year. These increases are primarily the result of an increase in assessed valuation.

Total Expenses decreased only slightly in comparison with the prior fiscal year.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
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The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

	Total Cost of 2016 Services	Total Cost of 2015 Services	Net Cost of 2016 Services	Net Cost of 2015 Services
Governmental Activities				
Instructional	\$ 55,325,180	\$ 54,590,411	\$ 52,285,353	\$ 51,051,494
Support Services	27,827,238	27,687,648	26,373,096	26,049,136
Community Services	1,285,375	2,022,911	(485,316)	312,907
Food Service Operations	2,608,846	2,484,571	(89,814)	(79,020)
Extracurricular Activities	1,251,386	1,364,749	885,522	892,528
Interest and Fiscal Charges	1,032,450	1,005,180	1,032,450	1,005,180
Bond Issuance Costs	-	201,906	-	201,906
Total	<u>\$ 89,330,475</u>	<u>\$ 89,357,376</u>	<u>\$ 80,001,291</u>	<u>\$ 79,434,131</u>

Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at year-end.

The District's governmental funds reported a combined ending fund balance of \$28.4 million, a decrease of \$686,165 in comparison with the prior fiscal year. Of this amount, \$3.2 million is available for spending at the District's discretion (unassigned fund balance). The schedule below indicates the fund balances and the total change in fund balances as of June 30, 2016 for all major and nonmajor governmental funds.

Funds:	Fund Balance June 30, 2016	Fund Balance June 30, 2015	Increase/ (Decrease)
General	\$ 23,727,292	\$ 21,890,258	\$ 1,837,034
Debt Service	3,217,169	3,436,145	(218,976)
Permanent Improvement	93,442	2,448,505	(2,355,063)
Other Governmental	1,314,588	1,263,748	50,840
Total	<u>\$ 28,352,491</u>	<u>\$ 29,038,656</u>	<u>\$ (686,165)</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
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General Fund

The general fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$3.3 million, while total fund balance was \$23.7 million. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 4.1 percent of total general fund expenditures, while total fund balance represents 29.6 percent of that same amount.

The fund balance of the District's general fund increased by \$1.8 million during the current fiscal year. The details of this increase are as follows:

The table that follows assists in illustrating the revenues of the general fund.

	2016	2015	Change
<u>Revenues:</u>			
Taxes	\$ 54,357,719	\$ 52,515,444	3.5%
Payments in Lieu of Taxes	5,628,083	5,042,189	11.6%
Tuition	675,916	713,808	-5.3%
Interest Earnings	206,485	73,337	181.6%
Intergovernmental	21,801,114	21,968,566	-0.8%
Other Revenue	1,266,781	1,863,489	-32.0%
Total Revenues	<u>\$ 83,936,098</u>	<u>\$ 82,176,833</u>	<u>2.1%</u>

Taxes and Payments in Lieu of Taxes increased significantly in comparison with the prior fiscal year. This increase is primarily the result of an increase in assessed valuation.

The table that follows assists in illustrating the expenditures of the general fund.

	2016	2015	Change
<u>Expenditures:</u>			
Instruction	\$ 52,394,259	\$ 51,687,996	1.4%
Support Services	26,416,606	25,153,980	5.0%
Community Services	6,930	5,299	30.8%
Extracurricular Activities	864,260	907,161	-4.7%
Capital Outlay	231,509	184,800	25.3%
Debt Service:			
Principal Retirement	209,006	614,567	-66.0%
Interest and Fiscal Charges	15,251	31,909	-52.2%
Total Expenditures	<u>\$ 80,137,821</u>	<u>\$ 78,585,712</u>	<u>2.0%</u>

Principal Retirement Expenditures decreased in comparison with the prior fiscal year. This decrease is the result of capital lease payment maturities.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
UNAUDITED

Debt Service Fund

The debt service fund has a total fund balance of \$3.2 million, all of which is restricted for the payment of debt service. The net decrease in fund balance during the current year was \$218,976. This decrease represents the amount in which current year debt service requirements outstripped the property tax and related receipts and transfers in.

Permanent Improvement Fund

The permanent improvement fund has a total fund balance of \$93,442. The net decrease in fund balance during the current year was \$2.4 million. This decrease represents the amount in which current year capital outlays exceeded the property tax receipts.

General Fund Budgetary Highlights

The District's budget is prepared in accordance with 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. Budgetary information is presented only for the general fund in the financial statements.

The District's original estimated revenues and other financing sources exceeded the final estimate by \$646,288. This decrease was mainly the result of a decrease in intergovernmental revenues from the State. The District's final estimated revenues and other financing sources equaled actual amounts.

Capital Assets

At fiscal year-end, the District had \$48.8 million (net of accumulated depreciation) invested in land, buildings and improvements, equipment, vehicles, and textbooks, an increase of \$3.1 million in comparison with the prior fiscal year. This increase represents the amount in which current year additions of \$5.8 million exceeded current year depreciation of \$2.7 million and disposals of \$37,203.

See note 8 to the basic financial statements for additional information on Capital Assets.

Debt Administration

At fiscal year-end, the District's general bonded debt totaled \$24.5 million, a decrease of \$2.0 million in comparison with the prior fiscal year. This decrease represents the amount in which current year principal payments and amortization, totaling \$2.0 million, exceeded accretion, totaling \$16,178.

See note 9 to the basic financial statements for additional information on long-term obligations.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2016
UNAUDITED

Economic Conditions and Outlook

The School District passed a 2.16 mill permanent improvement levy in November 2014. The levy generates approximately \$3,000,000 a year for maintenance and upkeep of buildings, parking lots, sidewalks, buses, vehicles, and technology. The district spent \$1,163,079 in fiscal year 2015 on improvements and \$8,286,549 in fiscal year 2016 on improvements. In future years, the district will spend on average \$2,500,000 a year on similar permanent improvement projects.

The City has implemented the Sustainable Operating Model (SOM). The SOM is built upon two key components, (1) the City will maintain its existing core infrastructure and assets at a professionally appropriate level; (2) ongoing operating costs will be funded with ongoing revenue sources. One-time windfalls, accumulated savings and short-term cost-cutting measures will not be used to balance the City's operating budget.

The City also began the process of establishing an official five year strategic plan for the City called GoForward Gahanna. The GoForward Gahanna initiative is a collaborative planning process between City administration, Council and the community. The purpose of this process is to engage elected officials, City staff, citizens and community stakeholders in the development of a city-wide strategic plan. The plan will serve as a long-term guide for strategic, operational, resource and policy decisions, while ensuring the City is dedicating its resources appropriately and achieving meaningful results.

The SOM and GoForward Gahanna initiative will determine the direction of the City over the next five years.

Jefferson Township has the potential to experience continued residential growth. Housing subdivisions have been proposed and could be approved by Jefferson Township Trustees. M/I Homes has proposed a development of 76 homes and Fischer Homes has proposed a development of 26 homes. In addition, Barton Hall, LLC, has proposed a 72 unit extended stay hotel. These 3 developments could impact the enrollment of the school district significantly.

Request for Information

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 Mr. Julio Valladares, Treasurer, Gahanna-Jefferson Public School District, 160 S. Hamilton Road, Gahanna, Ohio 43230.

BASIC FINANCIAL STATEMENTS

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**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**STATEMENT OF NET POSITION
AS OF JUNE 30, 2016**

	Governmental Activities
Assets	
Cash and Cash Equivalents	\$ 24,599,258
Cash with Fiscal Agent	235,012
Receivables:	
Property Taxes - Current	59,710,628
Property Taxes - Delinquent	1,624,079
Accounts	902
Accrued Interest	26,616
Payments in Lieu of Taxes	4,008,265
Due From Other Governments	347,520
Prepaid Assets	90,391
Materials and Supplies Inventory	28,351
Capital Assets:	
Non-depreciable Capital Assets	7,701,290
Depreciable Capital Assets	41,123,441
Total Assets	139,495,753
Deferred Outflows of Resources	
Deferred Charge on Refunding	230,031
Pension	12,524,122
Total Deferred Outflows of Resources	12,754,153
Liabilities	
Accounts Payable	1,410,151
Accrued Wages and Benefits Payable	7,628,820
Due to Other Governments	1,243,530
Accrued Interest Payable	100,015
Claims Payable	610,013
Unearned Revenue	1,658,972
Long-Term Liabilities	
Due Within One Year	3,958,072
Due in More Than One Year:	
Net Pension Liability	125,983,200
Other Amounts Due in More Than One Year	36,596,546
Total Liabilities	179,189,319
Deferred Inflows of Resources	
Property and Other Local Taxes	38,643,358
Pension	8,846,840
Total Deferred Inflows of Resources	47,490,198
Net Position	
Net Investment in Capital Assets	18,294,359
Restricted for:	
Debt Service	3,176,246
Permanent Improvements	3,301,082
Building Fund	374,475
Locally Funded Programs	91,516
Extracurricular Activities	252,675
State Funded Programs	477,785
Federally Funded Programs	73,743
Food Service	79,972
Unrestricted	(100,551,464)
Total Net Position	\$ (74,429,611)

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
Governmental Activities				
Instruction				
Regular Instruction	\$ 42,461,517	\$ 1,059,954	\$ 458,310	\$ (40,943,253)
Special Instruction	12,221,130	-	1,283,133	(10,937,997)
Vocational Instruction	523,158	-	238,430	(284,728)
Other Instruction	119,375	-	-	(119,375)
Support Services				
Pupils	4,090,359	-	113,689	(3,976,670)
Instructional Staff	3,456,122	120,217	591,419	(2,744,486)
General Administration	324,796	-	-	(324,796)
School Administration	7,027,408	185,965	117,425	(6,724,018)
Fiscal Services	1,724,052	-	-	(1,724,052)
Business	142,622	-	-	(142,622)
Maintenance	6,289,175	273,016	7,701	(6,008,458)
Pupil Transportation	3,220,790	-	24,910	(3,195,880)
Central	1,551,914	-	19,800	(1,532,114)
Community Services	1,285,375	28,514	1,742,177	485,316
Food Service Operations	2,608,846	1,483,867	1,214,793	89,814
Extra Curricular Activities	1,251,386	365,864	-	(885,522)
Interest and Fiscal Charges	1,032,450	-	-	(1,032,450)
Total Governmental Activities	<u>\$ 89,330,475</u>	<u>\$ 3,517,397</u>	<u>\$ 5,811,787</u>	<u>(80,001,291)</u>
General Revenues				
Property Taxes Levied for:				
General Purposes				54,316,163
Debt Service				1,202,923
Permanent Improvement				3,142,815
Unrestricted Grants and Entitlements				21,668,831
Payments in Lieu of Taxes				5,506,411
Investment Earnings				215,385
Miscellaneous				469,056
Total General Revenues				<u>86,521,584</u>
Change in Net Position				<u>6,520,293</u>
Net Position Beginning of Year				(80,949,904)
Net Position End of Year				<u>\$ (74,429,611)</u>

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2016**

	General Fund	Debt Service Fund	Permanent Improvement Fund	Other Governmental Funds	Total Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 10,533,104	\$ 2,668,695	\$ 6,182,647	\$ 1,653,677	\$ 21,038,123
Receivables:					
Property Taxes - Current	55,342,135	1,299,748	3,068,745	-	59,710,628
Property Taxes - Delinquent	1,502,909	35,827	85,343	-	1,624,079
Accounts	902	-	-	-	902
Accrued Interest	26,616	-	-	-	26,616
Payments in Lieu of Taxes	4,008,265	-	-	-	4,008,265
Due From Other Governments	94,278	-	-	253,242	347,520
Prepaid Assets	89,846	-	-	545	90,391
Materials and Supplies Inventory	-	-	-	28,351	28,351
Total Assets	<u>71,598,055</u>	<u>4,004,270</u>	<u>9,336,735</u>	<u>1,935,815</u>	<u>86,874,875</u>
Liabilities:					
Accounts Payable	478,612	-	823,127	108,412	1,410,151
Accrued Wages and Benefits Payable	7,216,058	-	-	412,762	7,628,820
Interfund Payable	36,499	-	-	2,017	38,516
Due to Other Governments	1,151,046	-	-	92,484	1,243,530
Matured Leave Benefits Payable	173,917	-	-	5,552	179,469
Unearned Revenue	879,368	-	-	-	879,368
Tax Anticipation Notes Payable	-	-	6,745,000	-	6,745,000
Total Liabilities	<u>9,935,500</u>	<u>-</u>	<u>7,568,127</u>	<u>621,227</u>	<u>18,124,854</u>
Deferred Inflows of Resources:					
Unavailable Revenue	1,633,002	35,827	85,343	-	1,754,172
Property and Other Local Taxes	36,302,261	751,274	1,589,823	-	38,643,358
Total Deferred Inflows of Resources	<u>37,935,263</u>	<u>787,101</u>	<u>1,675,166</u>	<u>-</u>	<u>40,397,530</u>
Fund Balances:					
Non-spendable:					
Prepaid Assets	89,846	-	-	545	90,391
Restricted for:					
Debt Service	-	3,217,169	-	-	3,217,169
Permanent Improvements	-	-	93,442	-	93,442
Building Fund	-	-	-	374,475	374,475
Locally Funded Programs	-	-	-	91,516	91,516
Extracurricular Activities	-	-	-	252,675	252,675
State Funded Programs	-	-	-	477,785	477,785
Federally Funded Programs	-	-	-	73,198	73,198
Food Service	-	-	-	79,972	79,972
Committed for:					
Community Recreation	-	-	-	29,863	29,863
Assigned for:					
Public School Support	216,833	-	-	-	216,833
Instruction	245,008	-	-	-	245,008
Support Services	1,185,931	-	-	-	1,185,931
Extracurricular Activities	157	-	-	-	157
Future Appropriations	18,645,784	-	-	-	18,645,784
Rotary	36,665	-	-	-	36,665
Unassigned	3,307,068	-	-	(65,441)	3,241,627
Total Fund Balances	<u>23,727,292</u>	<u>3,217,169</u>	<u>93,442</u>	<u>1,314,588</u>	<u>28,352,491</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 71,598,055</u>	<u>\$ 4,004,270</u>	<u>\$ 9,336,735</u>	<u>\$ 1,935,815</u>	<u>\$ 86,874,875</u>

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRAKLIN COUNTY**

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
AS OF JUNE 30, 2016**

Total Governmental Fund Balances	\$ 28,352,491
<i>Amounts reported for governmental activities in the statement of net position are</i>	
Capital assets used in governmental activities are not financial resources and	48,824,731
Other long-term assets are not available to pay for current period expenditures	
Property Taxes Receivable	1,624,079
Payments in Lieu of Taxes Receivable	114,185
Interest Receivable	15,908
An internal service fund is used by management to charge the cost of insurance to	2,445,046
The net pension liability is not due and payable in the current period; therefore,	
Deferred Outflows - Pension	12,524,122
Deferred Inflows - Pension	(8,846,840)
Net Pension Liability	(125,983,200)
Long-term liabilities, including bonds payable, are not due and payable in the	
Bonds and Notes Payable	(27,414,264)
Bond Premium	(783,267)
Bond Discount	23,265
Deferred Amount on Refunding	230,031
Accrued Interest Payable	(100,015)
Capital Leases Payable	(223,842)
Compensated Absence Payable	(5,232,041)
	<u>(33,500,133)</u>
Net Position of Governmental Activities	<u>\$ (74,429,611)</u>

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	General Fund	Debt Service Fund	Permanent Improvement Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
From Local Sources:					
Taxes	\$ 54,357,719	\$ 1,247,643	\$ 3,067,257	\$ -	\$ 58,672,619
Payments in Lieu of Taxes	5,628,083	30	186	-	5,628,299
Tuition	675,916	-	-	18,389	694,305
Charges for Services	-	-	-	1,477,125	1,477,125
Other Local	1,266,781	6,652	-	530,397	1,803,830
Intergovernmental - State	21,801,114	106,147	57,911	1,800,055	23,765,227
Intergovernmental - Federal	-	-	-	3,812,434	3,812,434
Investment Income	206,485	-	-	3,542	210,027
Total Revenues	<u>83,936,098</u>	<u>1,360,472</u>	<u>3,125,354</u>	<u>7,641,942</u>	<u>96,063,866</u>
Expenditures:					
Instruction:					
Regular	40,616,605	-	733,301	637,191	41,987,097
Special	11,135,033	-	-	1,369,071	12,504,104
Vocational	518,294	-	-	-	518,294
Other Instruction	124,327	-	-	-	124,327
Support services:					
Pupils	4,045,840	-	-	118,049	4,163,889
Instructional Staff	3,124,009	-	-	750,277	3,874,286
General Administration	291,656	-	-	-	291,656
School Administration	7,037,944	-	-	123,470	7,161,414
Fiscal Services	1,682,207	14,286	45,219	-	1,741,712
Business	86,907	-	-	3,625	90,532
Maintenance	6,033,152	-	223,228	-	6,256,380
Pupil Transportation	2,852,380	-	722,036	-	3,574,416
Central	1,262,511	-	-	19,800	1,282,311
Community Services	6,930	-	-	1,421,580	1,428,510
Food Service Operations	-	-	-	2,717,441	2,717,441
Extracurricular Activities	864,260	-	-	380,911	1,245,171
Capital Outlay	231,509	-	3,677,242	49,687	3,958,438
Debt service:					
Principal Retirement	209,006	2,526,903	-	-	2,735,909
Interest and Fiscal Charges	15,251	1,010,695	79,391	-	1,105,337
Total Expenditures	<u>80,137,821</u>	<u>3,551,884</u>	<u>5,480,417</u>	<u>7,591,102</u>	<u>96,761,224</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,798,277</u>	<u>(2,191,412)</u>	<u>(2,355,063)</u>	<u>50,840</u>	<u>(697,358)</u>
Other Financing Sources (Uses):					
Sale of Assets	11,193	-	-	-	11,193
Transfers In	-	1,972,436	-	-	1,972,436
Transfers Out	(1,972,436)	-	-	-	(1,972,436)
Total Other Financing Sources (Uses)	<u>(1,961,243)</u>	<u>1,972,436</u>	<u>-</u>	<u>-</u>	<u>11,193</u>
Net Change in Fund Balances	1,837,034	(218,976)	(2,355,063)	50,840	(686,165)
Fund Balances - Beginning	21,890,258	3,436,145	2,448,505	1,263,748	29,038,656
Fund Balances - Ending	<u>\$ 23,727,292</u>	<u>\$ 3,217,169</u>	<u>\$ 93,442</u>	<u>\$ 1,314,588</u>	<u>\$ 28,352,491</u>

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

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, 2016

Net Change in Fund Balances - Total Governmental Funds	\$ (686,165)
<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.	
Depreciation Expense	(2,725,860)
Capital Outlay	5,845,138
Net effect of capital assets sales and disposals	(37,203)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.	
Property Taxes - Delinquent	(10,718)
Payment in Lieu of Taxes	(121,888)
Due From Other Governments	(97,043)
Interest	5,358
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.	7,273,215
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities.	(5,891,187)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the	
Bond and Note Principal Repayments	2,526,903
Capital Appreciation Bond Accretion and Amortization of Bond Discount	39,918
Capital Lease Principal Repayments	209,006
Some expenses reported in the statement of activities, such as compensated absences payable, do not require the use of current financial resources and therefore are not reported as expenditures in the funds.	
Compensated Absences	17,711
Accrued Interest	32,969
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and	140,139
Change in Net Position of Governmental Activities	\$ 6,520,293

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

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

FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Original Budget	Final Budget	Actual	Variance Over/(Under)
Revenues:				
Property Taxes	\$ 52,926,309	\$ 53,271,523	\$ 53,271,523	\$ -
Payments in Lieu of Taxes	4,735,000	5,628,083	5,628,083	-
Intergovernmental - State	23,160,089	21,801,114	21,801,114	-
Interest on Investments	150,000	139,216	139,216	-
Tuition	600,000	624,619	624,619	-
Other local Sources	1,670,403	1,123,893	1,123,893	-
Total Revenues	<u>83,241,801</u>	<u>82,588,448</u>	<u>82,588,448</u>	<u>-</u>
Expenditures:				
Instruction:				
Regular	40,373,896	40,513,354	40,513,354	-
Special	11,218,272	11,147,025	11,147,025	-
Vocational	616,945	543,705	543,705	-
Other Instruction	135,891	124,327	124,327	-
Support Services:				
Pupils	3,738,447	4,012,640	4,012,640	-
Instructional Staff	3,763,130	3,348,387	3,348,387	-
General Administration	510,230	441,205	441,205	-
School Administration	7,292,527	7,115,092	7,115,092	-
Fiscal Services	1,481,038	1,720,329	1,720,329	-
Business	104,287	88,275	88,275	-
Maintenance	6,823,887	6,507,089	6,507,089	-
Pupil Transportation	2,984,345	3,139,338	3,139,338	-
Central	850,269	1,431,937	1,431,937	-
Extracurricular Activities	882,613	904,533	904,533	-
Capital Outlay	231,509	231,509	231,509	-
Total Expenditures	<u>81,007,286</u>	<u>81,268,745</u>	<u>81,268,745</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>2,234,515</u>	<u>1,319,703</u>	<u>1,319,703</u>	<u>-</u>
Other Financing Sources (Uses):				
Sale of Assets	20,000	27,068	27,068	-
Transfers Out	(178,022)	(2,095,151)	(2,095,151)	-
Advances In	49,480	49,477	49,477	-
Advances Out	(100,000)	-	-	-
Total Other Financing Sources (Uses)	<u>(208,542)</u>	<u>(2,018,606)</u>	<u>(2,018,606)</u>	<u>-</u>
Net Change in Fund Balance	2,025,973	(698,903)	(698,903)	-
Fund Balances at Beginning of Year	8,018,678	8,018,678	8,018,678	-
Prior Year Encumbrances Appropriated	1,071,165	1,071,165	1,071,165	-
Fund Balances at End of Year	<u>\$ 11,115,816</u>	<u>\$ 8,390,940</u>	<u>\$ 8,390,940</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**STATEMENT OF NET POSITION
PROPRIETARY FUND
AS OF JUNE 30, 2016**

	Governmental Activities - Internal Service Fund
Current Assets:	
Cash and Cash Equivalents	\$ 3,561,135
Cash with Fiscal Agent	235,012
Interfund Receivable	38,516
Total Current Assets	<u>3,834,663</u>
 Total Assets	 <u>3,834,663</u>
Current Liabilities:	
Claims Payable	610,013
Unearned Revenue	779,604
Total Current Liabilities	<u>1,389,617</u>
 Total Liabilities	 <u>1,389,617</u>
Net Position:	
Unrestricted	2,445,046
Total Net Position	<u><u>\$ 2,445,046</u></u>

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Governmental Activities - Internal Service Fund
Operating Revenues:	
Charges for Services	\$ 9,903,844
Total Operating Revenues	<u>9,903,844</u>
Operating Expenses:	
Purchased Services	1,197,090
Claims	8,567,683
Total Operating Expenses	<u>9,764,773</u>
Operating Income	<u>139,071</u>
Non-Operating Revenues:	
Interest Revenue	1,068
Total Non-Operating Revenues	<u>1,068</u>
Change in Fund Net Position	140,139
Net Position Beginning of Year	2,304,907
Net Position End of Year	<u><u>\$ 2,445,046</u></u>

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Governmental Activities - Internal Service Fund
Cash Flows from Operating Activities:	
Cash Received from Charges for Services	\$ 9,935,327
Cash Payments for Contract Services	(1,197,090)
Cash Payments for Claims	(8,656,285)
Net Cash Provided by Operating Activities	<u>81,952</u>
Cash Flows from Investing Activities:	
Interest on Investments	1,170
Net Cash Provided by Investing Activities	<u>1,170</u>
Net Increase in Cash and Cash Equivalents	83,122
Cash and Cash Equivalents at Beginning of Year	3,713,025
Cash and Cash Equivalents at End of Year	<u><u>3,796,147</u></u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income	139,071
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Changes in Assets and Liabilities:	
Accounts Receivable	4,161
Interfund Receivable	(498)
Claims Payable	(88,602)
Unearned Activities	27,820
Net Cash Provided by Operating Activities	<u><u>\$ 81,952</u></u>

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
AS OF JUNE 30, 2016**

	Private-Purpose Trust	Agency Fund
Assets:		
Cash and Cash Equivalents	\$ 123,187	\$ 437,450
Materials and Supplies Inventory	-	2,737
Total Assets	<u>123,187</u>	<u>440,187</u>
Liabilities:		
Accounts Payable	46	4,728
Due to Others	-	435,459
Total Liabilities	<u>46</u>	<u>\$ 440,187</u>
Net Position:		
Held for Special Trusts and Scholarships	<u>\$ 123,141</u>	

See accompanying notes to the basic financial statements.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Private-Purpose Trust
Additions:	
Gifts and Contributions	\$ 43,385
Other Local	10,298
State and Federal Grants	6,250
Total Additions	<u>59,933</u>
Deductions:	
Scholarships Awarded	10,300
Other Expenses	19,236
Total Deductions	<u>29,536</u>
Change in Net Position	30,397
Net Position at Beginning of Year	92,744
Net Position at End of Year	<u><u>\$ 123,141</u></u>

See accompanying notes to the basic financial statements.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 1 – DESCRIPTION OF THE SCHOOL DISTRICT

The Gahanna Jefferson Public School District (the “District”) is located in Franklin County, Ohio. The District operates under a locally-elected, five-member Board form of government and provides educational services as authorized or mandated by state and/or federal agencies. This Board controls the District’s thirteen instructional/support facilities staffed by 275 non-certificated employees, 551 certificated full-time teaching personnel, and 35 administrators. The District provides services to 7,496 students and other community members.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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”. The reporting entity is composed of the primary government, component units and other organizations that are included to ensure that the basic financial statements of the District are not misleading. 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. The District had no component units for the fiscal year ended June 30, 2016.

JOINTLY GOVERNED ORGANIZATIONS

The District participates in the Metropolitan Educational Technology Association (META). META is composed of over 200 members which includes school districts, joint vocational schools, educational service centers, and libraries covering 37 counties in Central Ohio. The META helps its members purchase services, insurances, supplies, and other items at a discounted rate. The governing board of META is composed of either the superintendent, a designated representative or a member of the board of education for each participating school district in Franklin County and one representative from each county outside of Franklin County. Each year, the participating school districts pay a membership fee to META to cover the costs of administering the program. Payments to META during the fiscal year totaled to \$148,000.

Financial information may be obtained from the Metropolitan Educational Technology Association Chief Financial Officer, at 2100 Citygate Dr., Columbus, OH 43219.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The District is a member of the Eastland-Fairfield Career and Technical School (School), a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the participating district's elected boards, which possesses its own budgeting and taxing authority. Financial information can be obtained from Dawn Lemley, who serves as Treasurer, at 4300 Amalgamated Place, Groveport, Ohio 43125. There were no payments to the School during the fiscal year.

UNDIVIDED INTEREST IN JOINT OPERATIONS

On February 21, 1996, a contract was entered into between the District and the City of Gahanna (City), a separate legal entity, to construct and operate a vehicle maintenance facility. Based on the terms of the agreement, the entities equally bore the cost related to the construction of the maintenance facility. In exchange for 4.699 acres of land that the City deeded to the District, the City received a credit of \$187,960 toward their share of the cost related to construction. The land was recorded in the District's governmental activities in fiscal year 1996. In 2000, the District's share of construction costs, totaling \$1,234,694, was recorded in the District's governmental activities as a capital asset. Each entity is responsible for managing the operations of their portion of the vehicle maintenance facility.

PUBLIC ENTITY RISK POOLS

The Ohio School Boards Association Workers' Compensation Group Rating Plan (the Plan) is a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Plan was established through the Ohio School Boards Association (OSBA) as a group purchasing pool. The intent of the plan is to achieve the benefit of a reduced premium for the District by virtue of its grouping with other participants in the plan. The workers' compensation experience of the District is still used to calculate an individual premium rate, but a discount is given to the District for being part of the group. The Sheakley Group provides administrative services to the plan.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary governmental is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods or services provided by a given program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The District has no enterprise funds.

C. Measurement Focus, basis of accounting and financial statement presentation

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes and payment in lieu of taxes are recognized as revenues in the year for which they are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the 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.

Governmental fund financial statements are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

Deferred Outflows/Inflows of Resources – In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expenses/expenditure) until then. For the District, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refundings and for pensions. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension are explained in Note 12.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes, payment in lieu of taxes, unavailable revenue, and pension. Property taxes and payment in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 2016, but which were levied to finance fiscal year 2017 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue includes delinquent property taxes, intergovernmental revenues, and interest income. These amounts are only reported on the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension are reported on the government-wide statement of net position (See Note 12).

Expenditures/Expenses – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the Statement of Revenues, Expenditures and Changes in Fund Balance 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. Allocation of cost, such as depreciation and amortization, are not recognized in governmental funds.

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. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to specific District functions or activities. There are three categories of funds: governmental, proprietary and fiduciary. The District currently has all three types of funds.

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 purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities/deferred inflows of resources is reported as fund balance. The following is the District's governmental funds:

MAJOR GOVERNMENTAL FUNDS

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

Debt Service Fund - The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Permanent Improvement Fund – The permanent improvement fund is used to account for all transactions related to acquiring, constructing, or improving school facilities.

OTHER GOVERNMENTAL FUNDS - Other Governmental Funds of the District are used to account for grants and other resources whose use is restricted or committed for a particular purpose.

OTHER FUND TYPES

Internal Service Funds – Funds provided to account for money received from other funds as payment for providing medical, hospitalization, life, dental and workers' compensation insurance. Payments are made to a third party administrator for claims payments, claims administration and stop-loss coverage.

Fiduciary Funds - Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. This includes the following funds:

Private Purpose Trust Fund – A trust fund accounts for money which has been set aside for scholarship purposes from which the income may be expended in accordance with the related trust agreements, but the principal stays intact.

Agency Fund – A fund used for activities that are purely custodial in nature (asset equal liabilities) and thus do not involve measurement of results of operations. The District's has two agency funds to account for student managed activities and an employee flexible spending plan.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. However, the activity for interfund services in the internal service fund are consolidated with the Governmental Activities on the government-wide financial statements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the District's internal service fund are charges for sales and services. Operating expenses for internal service fund includes the claims and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. 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 "Cash and Cash Equivalents" on the basic financial statements. The District has a segregated bank account for the health self-insurance internal service fund held separate from the District's central bank account.

All investments are reported at fair value, which is based on quoted market prices.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

During the fiscal year, the District has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio). STAROhio is an investment pool managed by the State Treasurer's office, which allows governments within the State to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on the last day of the fiscal year.

The Ohio Revised Code authorizes the District to invest in United States and State of Ohio bonds, notes, money market and other obligations; bank certificates of deposit; banker's acceptances; commercial paper notes rated prime and issued by United States corporations; and STAROhio. It is management's policy to invest in all of the above types of investments.

Under existing Ohio statutes, all investment earnings are assigned to the general fund except those specifically related to certain trust funds, unless the Board of Education specifically directs interest to be recorded in other funds. Interest revenue credited to the general fund during fiscal year 2016 amounted to \$206,485 which includes \$136,250 assigned from other District funds.

For presentation on the basic financial statements, investments of 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.

E. Inventory and Prepaid Items

All inventories are valued at cost using the first in, first out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. At fiscal year-end, inventory consists of donated food and purchased food and supplies held for resale.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year which services are consumed.

F. Capital Assets

General capital assets are those related to governmental activities. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by proprietary funds are reported on both statement types.

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's capitalization threshold is \$5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an assets life are not.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

All reported capital assets except land and construction in progress are depreciated. The District currently does not possess any infrastructure. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	20 years
Buildings and improvements	20-50 years
Furniture, fixtures and equipment	5-20 years
Vehicles	8 years
Instructional Supplies	6 years

G. Interfund Balances

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 and after non-operating revenues/expenses in proprietary funds.

On fund financial statements, receivables and payables resulting from short-term interfund loans between governmental funds are classified as “interfund receivable/payable.” Advances to/from other funds are long-term advances made between governmental funds that are not expected to be repaid within one year. These amounts are eliminated in the governmental activities column on the statement of net position.

H. Compensated Absences

GASB Statement No. 16, “Accounting for Compensated Absences”, specifies the method used to accrue liabilities for leave benefits. Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that is probable that benefits will result in termination payments. The liability is an estimate based on the District’s past experience of making termination payments. The total liability for vacation and severance payments has been calculated using pay rates in effect at fiscal year-end, 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.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Unearned Revenue

Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earnings process is complete, those assets must be offset by a corresponding liability for unearned revenue.

J. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term debt are reported in the government-wide financial statements as well as the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, and contractually required pension contributions that will be paid from governmental funds (typically the General fund) 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 are recognized as a liability on the fund financial statements when due.

K. Pensions

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

L. Fund Balance

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

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

Restricted – Fund balance is reported as restricted when constraints 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 – Fund balance is reported as committed when there are resources constrained for specific purposes that are internally imposed by formal action (resolution) of the government at the highest level of decision making authority, Board of Education.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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 as restricted or committed. Although no specific resolution has been made, the District Board of Education authorizes the Treasurer to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget.

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

M. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consist of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes represent restricted grants and contributions held at fiscal year-end. The District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

N. Bond Premiums

On government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the straight line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds. On the governmental fund financial statements, bond premiums are recognized in the current period.

O. Extraordinary and Special Items

Extraordinary items are transactions of 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. During the fiscal year, the District did not incur any transactions that would be classified as an extraordinary item or special item.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. 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.

Q. Budgetary Calendar

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budget documents within an established timetable. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources, and the Appropriations Resolution, all of which are prepared on the budgetary cash basis of accounting. All funds, except for agency funds, are required to be budgeted and appropriated. The legal level of budgetary control is at the fund level for all funds. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

The Certificate of Estimated Resources and the Appropriations Resolution are subject to amendment throughout the year with legal restriction that the appropriations cannot exceed estimated resources, as certified. The amount reported as the original budgeted revenues in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted revenues in the budgetary statement reflect the amounts in the amended certificate that was in effect at the time the final appropriations were passed by the Board of Education. The amounts reported as the original budgeted expenditures reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted expenditures represent the final appropriation amounts passed by the Board during the year.

NOTE 3 - DEPOSITS AND INVESTMENTS

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

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

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

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

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

Investments in stripped principal or interest obligations reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

A. Deposits with Financial Institutions

At fiscal year-end, the carrying amount of the District deposits was \$5,862,573 (excluding \$300 maintained in petty cash) and the bank balance was \$6,005,981. Of the District's bank balance, \$485,012 was covered by federal deposit insurance while the remaining \$5,520,969 was exposed to custodial risk, as discussed below.

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.

B. Investments

At fiscal year-end, the District reported the following investments at fair value:

Investment Type	Standard & Poor's Rating	Fair Value	Percent of Total	Investment Maturities	
				Within 1 Year	More than 1 Year
Money Market	AAA	5,569,145	37.50%	5,569,145	-
FHLB	AA	1,001,940	6.75%	-	1,001,940
FFCB	AA	766,438	5.16%	-	766,438
FHLMC	AA	250,250	1.69%	-	250,250
FNMA	AA	750,338	5.05%	-	750,338
Comercial Paper	A1	998,950	6.73%	998,950	-
CD's	N/A	5,511,962	37.12%	2,482,570	3,029,392
Total		<u>\$ 14,849,023</u>	<u>100.00%</u>	<u>\$ 9,050,665</u>	<u>\$ 5,798,358</u>

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All of the District's fair value measurements are valued using quoted market prices (Level 1 inputs).

In addition, at fiscal year-end, the District's reported an investment in STAR Ohio totaling \$4,683,011. In accordance with GASB Statement No. 79, the District's investment in STAR Ohio is reported at amortized cost. For the fiscal year ended June 30, 2016, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. STAR Ohio is rated AAAM by Standard and Poor's.

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, unless matched to a specific obligation or debt of the District. All investments outstanding at fiscal year-end mature within five years.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

Credit Risk: The District does not have a formal investment policy limiting credit risk.

Concentration Risk: The District places no limit on the amount that may be invested in any one issuer.

C. Reconciliation of Deposits and Investment to the Statement of Net Position

The following is a reconciliation of deposits and investments as reported above to cash and cash equivalents reported on the statement of net position at fiscal year-end:

Investments (summarized above)	\$ 19,532,034
Carrying Amount of Deposits	5,862,573
Petty Cash	300
Less: Fiduciary Cash and Investments	(560,637)
Total Cash and Cash Equivalents on Statement of Net Position	<u>\$ 24,834,270</u>

NOTE 4 - INTERFUND TRANSACTIONS

Interfund balances at fiscal year-end, as reported on the fund financial statements, consist of the following individual interfund receivables and payables:

Fund	Receivable	Payable
General Fund	\$ -	\$ 36,499
Other Governmental Funds	-	2,017
Internal Service	38,516	-
Totals	<u>\$ 38,516</u>	<u>\$ 38,516</u>

The Internal Service Fund receivable, General Fund payable, and Other Governmental Funds payable is the result of Workers Compensation Premiums on wages earned but not yet paid that are due to the self-insurance fund.

During the fiscal year, the General Fund transferred \$1,972,436 to the Debt Service Fund for the purpose of making debt payments. Interfund transfers between governmental funds are eliminated for reporting in the statement of activities.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 5 - 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, public utility and tangible personal property (used in business) located in the District. Real property tax revenue received in calendar 2016 represents collections of calendar year 2015 taxes. Real property taxes received in calendar year 2016 were levied after April 1, 2016, on the assessed value listed as of January 1, 2016, the lien date. Assessed values for real property taxes are established by state law at thirty-five percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, state statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2016 represents collections of calendar year 2015 taxes. Public utility real and tangible personal property taxes received in calendar year 2016 became a lien December 31, 2015, were levied after April 1, 2016 and are collected in 2016 with real property taxes.

Accrued property tax receivable includes real property, public utility property and tangible personal property taxes which are measurable at fiscal year-end and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows of resources. On a full accrual basis, collectible delinquent property taxes have been reported as a receivable and revenue, while on a modified accrual basis the revenue has been reported as a deferred inflow of resources.

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

	2015 Second Half		2016 First Half	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$ 1,377,318,150	97.92%	\$ 1,394,848,070	97.41%
Public Utility Personal	29,234,360	2.08%	37,070,910	2.59%
Total	\$ 1,406,552,510	100.00%	\$ 1,431,918,980	100.00%
Tax rate per \$1,000 of assessed valuation	72.61		73.26	

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 6 – PAYMENTS IN LIEU OF TAXES

The District has entered into several Compensation Agreements with other local government entities resulting in the receipt of payments in lieu of taxes. The Compensation Agreements relate to the use of property tax abatements to encourage economic development. The District receives payments in lieu of taxes for projects at Broad Street, Easton, Creekside and other locations. For these projects, the District is to receive payments equal to the amount that the District would otherwise have received as real property tax payments derived from the improvements, absent the passage of the agreement. The District receives the payments directly from the County which collects the amounts for the agreements.

The District also receives payments in lieu of taxes from the City of Columbus, who has declared improvements to certain parcels of real property for the Stelzer-Stygler Community Reinvestment Area 100 percent exempt from property taxes. The District is to receive 46 percent of real property tax payments derived from the improvements had the exemption not been declared for improvements before March 25, 2002. For projects completed after March 25, 2002, the District will receive payments of 58 percent of real property tax payments derived from the improvements had the exemption not been declared and 50 percent of income tax collected for new employee payroll attributable to employment at each such project.

The District also receives payments in lieu of taxes from the City of Gahanna, whereas the City of Gahanna has declared improvements to certain parcels of real property within the City 100 percent exempt from property taxes. The District is to receive 50 percent of the amount of income taxes levied and collected by the City on employee payroll for that year, not to exceed 100 percent of the real property taxes foregone by the District for that year.

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 7 – LEASE AGREEMENTS

In August 2011, the District opened Clark Hall, a state-of-the-art learning facility that serves as an extension to the nearby Lincoln High School. In addition, the District entered into the following agreements related to Clark Hall.

Eastland-Fairfield Career and Technical School (EFCTS) - In May 2010, the District and EFCTS entered into a build-out, use and operations agreement granting EFCTS the right to occupy and use approximately 8,403 square feet of space in the Clark Hall Building from the District. The term of the agreement is for fifteen years.

As part of the consideration for the rights granted to EFCTS under this agreement, EFCTS contributed \$1,251,472 towards the cost of completion of the base improvements. This contribution will serve as base rent for the term of the agreement. In addition, EFCTS agreed to pay the cost of additional improvements to the premises as may be necessary (beyond the base improvements) to finish, equip, furnish, and otherwise prepare the premises for EFCTS's initial occupancy and use. As of fiscal year-end, the District has received \$912,531 from EFCTS for additional improvements made.

Columbus State Community College (CSCC) - In January 2011, the District and CSCC entered into a three-year lease agreement allowing CSCC to lease approximately 10,958 square feet of space for annual payments in the amount of \$162,398, \$166,781 and \$171,712 for the first three-year period. In June 2014, the District and CSCC renewed a one-year lease for 10,436 square feet of space for an annual payment of \$144,828.

Education First Credit Union (Education First) - In June 2011, the District and Education First entered into a five year lease agreement allowing Education First to lease approximately 200 square feet of space. The annual rent payments are \$8,118 for the five-year period.

On February 24, 2012, the District entered into a ground lease agreement with Wagenbrenner Development, Inc., for design and construction of 24,000 square feet of new commercial space on the remaining undeveloped land adjacent to Clark Hall titled "The Commons at Clark Hall". The term of the lease is for a period of 85 years. The rent payable under the lease, per annum, for the first ten years is \$132,000. The rent payable will be adjusted every 10th year of the term.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 8 - CAPITAL ASSETS

Capital asset activity for the fiscal year was as follows:

Governmental Activities	Beginning Balance	Additions	Disposals/ Transfers	Ending Balance
Nondepreciable Capital Assets				
Land	\$ 7,701,290	\$ -	\$ -	\$ 7,701,290
Total Nondepreciable Assets	<u>7,701,290</u>	<u>-</u>	<u>-</u>	<u>7,701,290</u>
Depreciable Capital Assets				
Land Improvements	6,998,688	-	-	6,998,688
Buildings and Improvements	67,911,047	3,792,634	-	71,703,681
Equipment and Fixtures	8,366,296	1,119,891	(66,318)	9,419,869
Vehicles	4,404,971	682,340	-	5,087,311
Textbooks	3,155,547	250,273	(280,601)	3,125,219
Total Depreciable Assets	<u>90,836,549</u>	<u>5,845,138</u>	<u>(346,919)</u>	<u>96,334,768</u>
Less accumulated depreciation				
Land Improvements	(5,465,168)	(127,944)	-	(5,593,112)
Buildings and Improvements	(36,638,007)	(1,400,765)	-	(38,038,772)
Equipment and Fixtures	(4,660,659)	(777,448)	34,065	(5,404,042)
Vehicles	(2,919,023)	(371,703)	-	(3,290,726)
Textbooks	(3,112,326)	(48,000)	275,651	(2,884,675)
Total accumulated depreciation	<u>(52,795,183)</u>	<u>(2,725,860)</u>	<u>309,716</u>	<u>(55,211,327)</u>
Depreciable Capital Assets, Net of accumulated depreciation	<u>38,041,366</u>	<u>3,119,278</u>	<u>(37,203)</u>	<u>41,123,441</u>
Capital Assets, Net	<u>\$ 45,742,656</u>	<u>\$ 3,119,278</u>	<u>\$ (37,203)</u>	<u>\$ 48,824,731</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 8 - CAPITAL ASSETS (CONTINUED)

Depreciation was charged to governmental functions as follows:

	<u>Amount</u>
Instruction:	
Regular	\$ 1,573,569
Special	4,292
Vocational	2,747
Support Services:	
Pupil	2,430
Instructional Staff	48,081
General Administration	32,257
School Administration	18,067
Fiscal	1,903
Business	50,019
Operations and Maintenance	62,156
Pupil Transportation	373,325
Central	458,141
Community Services	33,697
Non-instructional	30,521
Extracurricular Activities	34,655
Total Depreciation Expense	<u><u>\$ 2,725,860</u></u>

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 9 - LONG-TERM OBLIGATIONS

During the fiscal year, the following changes occurred in long-term obligations:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
<u>General Obligation Debt</u>					
2005 Refunding (CAB)	938,822	16,178	(955,000)	-	-
2007 Series Bus Purchase	410,000	-	(130,000)	280,000	135,000
2009 Refunding	450,000	-	(150,000)	300,000	150,000
2010 A Learning Center Bonds	2,435,000	-	-	2,435,000	-
2010 A Bond Discount	(25,204)	-	1,939	(23,265)	-
2010 C Learning Center Bonds	3,831,845	-	(383,185)	3,448,660	383,185
2013 A and B					
Energy Conservation/Refunding	10,410,000	-	(275,000)	10,135,000	280,000
Premium	293,858	-	(22,605)	271,253	-
2014 Stadium Facility Note	659,322	-	(38,718)	620,604	39,948
2015 B Refunding					
Serial Bonds	6,725,000	-	(30,000)	6,695,000	960,000
Premium	354,462	-	(50,637)	303,825	-
Total General Obligation Debt	<u>26,483,105</u>	<u>16,178</u>	<u>(2,033,206)</u>	<u>24,466,077</u>	<u>1,948,133</u>
<u>Net Pension Liability</u>					
SERS	15,186,423	1,621,633	-	16,808,056	-
STRS	96,290,905	12,884,239	-	109,175,144	-
Total Net Pension Liability	<u>111,477,328</u>	<u>14,505,872</u>	<u>-</u>	<u>125,983,200</u>	<u>-</u>
2010 Certificates of Participation	4,065,000	-	(565,000)	3,500,000	595,000
Capital Lease	432,848	-	(209,006)	223,842	142,852
Compensated Absences	5,293,228	637,796	(519,514)	5,411,510	582,087
Total Other Long-Term Debt	<u>9,791,076</u>	<u>637,796</u>	<u>(1,293,520)</u>	<u>9,135,352</u>	<u>1,319,939</u>
2015 A Tax Anticipation Notes					
Serial Bonds	7,400,000	-	(655,000)	6,745,000	690,000
Premium	231,321	-	(23,132)	208,189	-
Total Short-Term Debt	<u>7,631,321</u>	<u>-</u>	<u>(678,132)</u>	<u>6,953,189</u>	<u>690,000</u>
Total Governmental Activities	<u>\$ 155,382,830</u>	<u>\$ 15,159,846</u>	<u>\$ (4,004,858)</u>	<u>\$ 166,537,818</u>	<u>\$ 3,958,072</u>

Long-Term obligations of the District are included in the Statement of Net Position. Payments of principal and interest relating to these liabilities are recorded as expenditures in the Bond Retirement and Permanent Improvement Funds.

2005 Refunding Bonds

In fiscal year 2006, the District issued \$9,119,993 in general obligation bonds with a net interest cost of 4.15% for the purpose of completing a refund of 1999 Bonds for the purpose of reducing interest payments. Principal payments on the general obligation bonds were made from the debt service fund. The source of revenue to retire the bonds was derived from voted property tax levies recorded in the debt service fund. The advance refunding reduced cash flows required for debt services by \$512,286. The amount of defeased debt outstanding at fiscal year-end is \$0.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 9 - LONG-TERM OBLIGATIONS (CONTINUED)

In fiscal year 2015, the Bonds were advance refunded with the Series 2015B Bonds. The amount of interest added (accreted) to the principal value outstanding during the fiscal year was \$16,178. The final payment was made on the bonds in fiscal year 2016.

2007 Bus Purchase Bonds

On December 6th, 2007, the District issued \$1,200,000 in general obligation bonds for the purpose of acquiring school buses. The maturity date for the bonds is December 01, 2017 with a net interest cost of 3.65%. The proceeds of the bonds issued were reported in the capital project/building fund (a nonmajor governmental fund). Principal payments on the bonds are made from the debt service fund.

2009 Refunding Bonds

In fiscal year 2009, the District issued \$6,380,000 in general obligation bonds with a net interest cost of 3.00% for the purpose of completing a refund of 1999 Bonds for the purpose of rolling over notes issued in September 2008 that were used for the purchase of land for a new High School Learning Center, Clark Hall. Principal payments on the general obligation bonds were made from the debt service fund. The source of revenue to retire the bonds was derived from voted property tax levies recorded in the debt service fund. As a result of the advance refunding, the District reduced its total debt service requirements by \$513,093, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$407,313.

During fiscal year 2009, the District issued general obligation refunding bonds (series B) to advance refund a portion of general obligation issues from 1999 series building. The amount of defeased debt outstanding at fiscal year-end is \$0.

2010 Learning Center Clark Hall Bonds

On February 16, 2010, the District also issued \$14,682,770 in Learning Center Clark Hall Bonds for the purpose of school facilities construction in the Ohio School Facilities Commission program. The Series 2010A Bonds were issued in the amount of \$2,435,000 with interest costs increasing each year from 3.65 to 4.15 percent. The bonds were issued at a discount in the amount of \$34,897. This discount will be amortized over the life of the bond, on a straight-line basis. Payments on the bonds are made from the debt service fund. The bonds mature on December 1, 2028.

The Series 2010B Bonds were issued in the amount of \$6,500,000 with interest costs increasing each year from 5.04 to 6.10 percent. This issuance was issued as Build America Bonds with the District receiving payments from the federal government for interest payments. In fiscal year 2013, the Bonds were advance refunded with the Series 2013 Bonds.

The Series 2010C Bonds were issued in the amount of \$5,747,770 with interest costs 1.50 percent. This issuance was issued as Qualified School Construction Bonds. The bonds mature on February 16, 2025.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 9 - LONG-TERM OBLIGATIONS (CONTINUED)

2013 A and B Energy Conservation and Refunding Bonds

On June 27, 2013, the District issued \$10,795,000 in Energy Conservation and Refunding Bonds for the purpose of purchasing and installing energy conservation measures and refunding the 2010B Learning Center Bonds. The Series 2013A Bonds were issued in two parts with interest costs ranging from 1.50 to 4.00 percent. The 2013A-1 Bonds were issued for energy conservation measures in the amount of \$3,265,000 while the 2013A-2 Bonds were issued to refund the 2010B Learning Center Bonds in the amount of \$6,395,000. The bonds were issued at a premium in the amount of \$339,067. This premium will be amortized over the life of the bond, on a straight-line basis. Payments on the bonds are made from the debt service fund. The bonds mature on December 1, 2028. As a result of the advance refunding, the District reduced its total debt service requirements by \$430,564, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new (debt) of \$347,113.

The Series 2013B Bonds were issued in the amount of \$1,135,000 with interest costs increasing each year from 0.55 to 1.65 percent. This issuance was Taxable Energy Conservation Bonds and will be used to fund energy projects of the District.

2014 Stadium Facility Construction and Improvement Note

On May 27, 2014, the District borrowed \$700,000 for the purpose of construction, improvement, furnishings, and equipping of stadium bleacher facilities, with related site improvements. The note will be paid from the debt service fund and has an interest rate of 3.00 percent. The note has a term of 180 months. Payments in the amount of \$4,835 are due on the 27th of every month with the final payment due on May 27, 2029.

2015 B Refunding Bonds

On April 14, 2015, the District issued \$6,725,000 in general obligation bonds for the purpose of advance refunding a portion of the Series 2005 Bonds. The bonds will be paid from the debt service fund and have interest rates ranging from 2.50 to 3.50 percent. As a result of the advance refunding, the District reduced its total debt service requirements by \$360,838, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new (debt) of \$345,777.

The following is a summary of future annual debt service requirements for maturity for the general obligation bonds:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 1,948,133	\$ 689,003	\$ 2,637,136
2018	1,974,349	643,218	2,617,567
2019	1,845,601	597,070	2,442,671
2020	1,886,852	550,458	2,437,310
2021	1,933,218	498,430	2,431,648
2022-2026	9,174,279	1,635,153	10,809,432
2027-2029	5,151,832	284,326	5,436,158
Total	<u>\$ 23,914,264</u>	<u>\$ 4,897,658</u>	<u>\$ 28,811,922</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 9 - LONG-TERM OBLIGATIONS (CONTINUED)

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 used 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 fiscal year-end are voted debt margin of \$128,872,708 and an unvoted debt margin of \$1,431,919.

2010 Certificates of Participation

On February 1, 2010, the District entered into a ground lease agreement with Gahanna-Jefferson Education Foundation (Foundation) whereas the District leases a parcel of land to the Foundation, and subsequently constructs school facilities on the land, and the Foundation, in turn, subleases the land, and leases the constructed school facilities to the District.

On February 16, 2010, the District issued \$6,565,000 in certificates of participation for the purpose of school facilities construction in the Ohio School Facilities Commission program. The maturity date for the bonds is December 1, 2021 with interest costs increasing each year from 1.42 to 5.54 percent. The proceeds of the bonds issued were reported in the capital project/building fund. Payments on the certificates were made from the debt service fund.

The Certificates of Participation evidence a proportionate interest in the base rent to be paid by the District under the ground lease agreement. Base rent payments will be recorded as expenditures in the debt service fund.

The following is a summary of future base rent payments for the certificates of participation:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 595,000	\$ 164,888	\$ 759,888
2018	630,000	135,592	765,592
2019	670,000	102,497	772,497
2020	710,000	66,675	776,675
2021	755,000	27,915	782,915
2022	140,000	3,878	143,878
Total	<u>\$ 3,500,000</u>	<u>\$ 501,445</u>	<u>\$ 4,001,445</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 9 - LONG-TERM OBLIGATIONS (CONTINUED)

2015 A Permanent Improvement Levy Tax Anticipation Notes

On April 14, 2015, the District issued \$7,400,000 in permanent improvement levy tax anticipation notes. The source of revenue to retire the special obligation notes will be derived from voted property tax levies recorded in the permanent improvement fund. The notes will be paid from the debt service fund and have interest costs ranging from 2.00 to 3.00 percent. The notes were issued at a premium in the amount of \$231,321. This amortization will be amortized over the life of the notes, on a straight-line basis. The notes have a final maturity date of December 1, 2024.

The following is a summary of future base rent payments for the tax anticipation notes:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 690,000	\$ 144,150	\$ 834,150
2018	705,000	130,200	835,200
2019	720,000	115,950	835,950
2020	730,000	101,450	831,450
2021	745,000	86,700	831,700
2022-2025	3,155,000	176,725	3,331,725
Total	<u>\$ 6,745,000</u>	<u>\$ 755,175</u>	<u>\$ 7,500,175</u>

Compensated Absences

Compensated absences represent accumulated vacation and an estimated severance liability for employees both eligible to retire and those expected to become eligible in the future. The entire compensated absences balance is reported on the entity-wide financial statements. For governmental fund financial statements, the compensated absences are reported only to the extent they have matured and will be paid with current financial resources. The noncurrent portion of the liability is not reported. For proprietary funds, the entire amount of compensated absences is reported as fund liability.

The District pays obligations related to employee compensation from the fund benefitting from their service, except for compensated absences, which are paid from the General Fund for governmental funds.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 10 – CAPITAL LEASE OBLIGATIONS

The District has entered into several lease agreements as lessee for financing the acquisition of equipment and a modular unit. The lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of future minimum lease payments as of the inception date. The assets acquired through these capital leases had a book value of \$864,926 (\$2,808,972 cost less \$1,944,046 accumulated depreciation) at June 30, 2016. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2016, were as follows:

Fiscal Year	Principal	Interest	Total
2017	\$ 142,852	\$ 8,357	\$ 151,209
2018	80,990	1,842	82,832
Total	<u>\$ 223,842</u>	<u>\$ 10,199</u>	<u>\$ 234,041</u>

NOTE 11 – RISK MANAGEMENT

A. Comprehensive

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the fiscal year, the District purchased insurance coverage from Ohio Casualty. Coverage provided by Ohio Casualty is as follows:

General Liability Coverage

Bodily Injury and Property Damage Limit (each offense)	\$1,000,000
General Aggregate Limit	\$2,000,000
Products-Completed Operations Aggregate Limit	\$2,000,000

Employer's Liability – Stop Gap Coverage

Bodily Injury By Accident – Each Accident	\$1,000,000
Bodily Injury By Disease	\$1,000,000
Bodily Injury By Disease – Each Employee	\$1,000,000
Aggregate Limit	\$2,000,000

School Leaders Errors and Omissions Liability Coverage

Each Wrongful Act	\$1,000,000
Aggregate Limit	\$1,000,000

Employee Benefits Liability Coverage

Each Offense Limit	\$1,000,000
Aggregate Limit	\$3,000,000

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 11 – RISK MANAGEMENT (CONTINUED)

B. Employee Group Life, Medical, Dental and Vision Insurance

The District maintains an internal service “self-insurance” health insurance fund in connection with formalized risk management programs in an effort to minimize risk exposure and control claims and premium costs. The District, effective July 1, 2000, contracted with United HealthCare to be the third party administrator for the District’s health insurance program. The District pays 80% of the monthly premiums for a family plan and 90% for a single plan. The District provides dental insurance to employees through Delta Dental. The Board pays 100% of the monthly premium for dental insurance.

A claims liability of \$580,917 at fiscal year-end in the self-insurance internal service fund reflects an estimate of incurred but unpaid claims liability. This liability was estimated by a third party based on claims experience. The District has purchased stop loss coverage for individual employee claim amounts exceeding \$175,000. Unpaid claims at year-end are recorded as current claims payable because they would be due within 60 days from the end of the fiscal year.

A summary of the changes in the self-insurance claims liability for the years ended June 30 as follows:

	2016	2015	2014
Claims Liability at July 1	\$ 691,115	\$ 538,553	\$ 469,109
Incurred Claims	8,443,145	9,478,277	7,847,607
Claims Paid	(8,553,343)	(9,325,715)	(7,778,163)
Claims Liability at June 30	<u>\$ 580,917</u>	<u>\$ 691,115</u>	<u>\$ 538,553</u>

C. Workers’ Compensation

The District maintains an internal service “self-insurance” workers’ compensation insurance fund in connection with formalized risk management programs in an effort to minimize risk exposure and control claims and premium costs. A claims liability of \$29,096 at fiscal year-end in the workers’ compensation self-insurance internal service fund reflects an estimate of incurred but unpaid claims liability. This liability was estimated by a third party based on claims experience. The District, effective January 1, 2014, contracted with Hunter consulting Co. to be the third party administrator for the District’s insurance program. The District has purchased stop loss coverage for individual employee claim amounts exceeding \$450,000.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 12 – DEFINED BENEFIT PENSION PLAN

Net Pension Liability

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

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

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

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

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

Plan Description - School Employees Retirement System (SERS)

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Age and service requirements for retirement are as follows:

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

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

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

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

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2016, the allocation to pension, death benefits, and Medicare B was 14 percent. The was no percentage allocated to the Health Care Fund.

The District's contractually required contribution to SERS was \$1,296,316 for fiscal year 2016. 100 percent has been contributed for fiscal year 2016.

Plan Description - State Teachers Retirement System (STRS)

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

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

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

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

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

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The statutory maximum employee contribution rate was increased one percent July 1, 2015, and will be increased to 14 percent on July 1, 2016. For the fiscal year ended June 30, 2016, plan members were required to contribute 13 percent of their annual covered salary. The District was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The fiscal year 2016 contribution rates were equal to the statutory maximum rates.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

The District's contractually required contribution to STRS was \$5,976,899 for fiscal year 2016. Of this amount, \$900,812 is reported as an intergovernmental payable.

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

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	SERS	STRS	Total
Proportionate Share of the Net Pension Liability	\$16,808,056	\$109,175,144	\$125,983,200
Proportion of the Net Pension Liability	0.294563%	0.395031%	
Pension Expense	\$1,267,631	\$6,736,408	\$8,004,039

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

	SERS	STRS	Total
Deferred Outflows of Resources			
Differences between expected and actual experience	\$272,414	\$4,978,493	\$5,250,907
District contributions subsequent to the measurement date	1,296,316	5,976,899	7,273,215
Total Deferred Outflows of Resources	<u>\$1,568,730</u>	<u>\$10,955,392</u>	<u>\$12,524,122</u>
Deferred Inflows of Resources			
Net difference between projected and actual earnings on pension plan investments	\$590,837	\$7,880,281	\$8,471,118
Change in proportionate share	211,258	164,464	375,722
Total Deferred Inflows of Resources	<u>\$802,095</u>	<u>\$8,044,745</u>	<u>\$8,846,840</u>

\$7,273,215 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2017.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2017	\$280,447	\$1,822,012	\$2,102,459
2018	280,447	1,822,012	2,102,459
2019	281,753	1,822,009	2,103,762
2020	<u>(312,966)</u>	<u>(2,399,781)</u>	<u>(2,712,747)</u>
Total	<u>\$529,681</u>	<u>\$3,066,252</u>	<u>\$3,595,933</u>

Actuarial Assumptions - SERS

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

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

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

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

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

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

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

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

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

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's proportionate share of the net pension liability	\$23,306,734	\$16,808,056	\$11,335,633

Actuarial Assumptions - STRS

The total pension liability in the June 30, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

Actuarial assumptions used in the June 30, 2015, valuation are based on the results of an actuarial experience study, effective July 1, 2012.

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

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 12 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Discount Rate The discount rate used to measure the total pension liability was 7.75 percent as of June 30, 2015. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2015. Therefore, the long-term expected rate of return on pension plan investments of 7.75 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2015.

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

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's proportionate share of the net pension liability	\$151,652,510	\$109,175,144	\$73,254,197

Social Security System

Effective July 1, 1991, all employees not otherwise covered by School Employees Retirement System or State Teachers Retirement System have an option to choose Social Security. As of June 30, 2016, no members of the Board of Education have elected Social Security. The District's liability is 6.2 percent of wages paid.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 13 – OTHER POSTEMPLOYMENT BENEFITS

A. School Employees Retirement System

Postemployment Benefits – In addition to a cost-sharing multiple-employer defined benefit pension plan the School Employees Retirement System of Ohio (SERS) administers a postemployment benefit plan.

Health Care Plan – Sections 3309.375 and 3309.69 of the Ohio Revised Code permit SERS to offer health care benefits to eligible retirees and beneficiaries. SERS' Retirement Board reserves the right to change or discontinue any health plan or program. SERS offers several types of health plans from various vendors, including HMOs, PPOs, 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 Ohio Revised Code provides the statutory authority to fund SERS' postemployment benefits through employer contributions. Active members do not make contributions to the postemployment benefit plan.

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required pensions and benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund to be used to subsidize the cost of health care coverage. For the year ended June 30, 2016, the health care allocation is 0.00%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. By statute no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2016, the minimum compensation level was established at \$23,000. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contributions assigned to health care for the years ended June 30, 2016, 2015, and 2014 were \$151,648, \$201,623, and \$129,245, respectively. 0 percent has been contributed for fiscal year 2016 and 100 percent for fiscal years 2015 and 2014.

The SERS 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 financial reports of SERS' Health Care plan is included in its Comprehensive Annual Financial Report. The report can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 13 – OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. State Teachers Retirement System

Plan Description – STRS Ohio administers a pension plan that is comprised of: a Defined Benefit Plan, a self-directed Defined Contribution Plan, and a Combined Plan that is a hybrid of the Defined Benefit Plan and the Defined Contribution Plan.

Ohio law authorizes STRS Ohio to offer a cost-sharing, multiple employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the Defined Benefit or Combined Plans. Coverage under the program includes hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums.

Pursuant to Chapter 3307 of the Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS Ohio. All health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium.

STRS Ohio issues a stand-alone financial report. Interested parties can view the most recent *Comprehensive Annual Financial Report* by visiting www.strsoh.org or by requesting a copy by calling toll-free 1-888-227-7877.

Funding Policy – Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contribution rate, 0% of covered payroll was allocated to post-employment health care for the years ended June 30, 2016 and 2015. For the year ended June 30, 2014, 1% of covered payroll was allocated to post-employment health care. The 14% employer contribution rate is the maximum rate established under Ohio law.

The District's required contributions for health care for the years ended June 30, 2016, 2015, and 2014 were \$0, \$0, and \$431,384, respectively. The entire amount has been contributed for each fiscal year.

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 14 - STATUTORY RESERVES

The District is required by state law to set-aside certain general fund revenue amounts, as defined by statute, into various reserves. These reserves are calculated and presented on a cash basis. During the current fiscal year, the reserve activity was as follows:

	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set-aside cash balance		
as of July 1, 2015	\$ -	\$ 1,000,303
Current fiscal year set-aside requirement	1,248,469	-
Qualifying Disbursements	<u>(4,698,340)</u>	<u>-</u>
Total	<u><u>(3,449,871)</u></u>	<u><u>1,000,303</u></u>
Set-aside balance at June 30, 2016	<u><u>\$ -</u></u>	<u><u>\$ 1,000,303</u></u>

The District had qualifying disbursements during the year that reduced the set-aside amounts below zero for the textbook and capital acquisition reserves. This extra amount may not be used to reduce the set-aside requirement in future fiscal years. Although Senate Bill 345 eliminated the required budget stabilization set-aside effective April 10, 2001, the District has opted to maintain their designation to offset any budget deficit the District may experience in future fiscal years.

NOTE 15 –ENCUMBRANCES

The District encumbers funds with purchase orders to assign funds for those purchases of goods and services. Outstanding encumbrances in the General Fund, Permanent Improvement Fund, and Other Governmental Funds as of fiscal year end were \$1,815,275, \$2,955,041, and \$584,353, respectively.

NOTE 16 - CONTINGENCIES

A. Grants - The District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

School District Foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. Effective for the 2015-2016 school year, traditional school districts must comply with minimum hours of instruction, instead of a minimum number of school days each year. The funding formula the Ohio Department of Education (ODE) is legislatively required to follow will continue to adjust as enrollment information is updated by the District, which can extend past the fiscal year end. As of the date of this report, ODE has not finalized the impact of enrollment adjustments to the June 30, 2016 Foundation funding for the District; therefore, the financial statement impact is not determinable at this time. ODE and management believe this will result in either a receivable to or liability of the District.

B. Litigation - The District is a defendant in various lawsuits. The outcome and possible impact of these litigations is not presently determinable.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance in accordance with GAAP, the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

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 fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis).
- (d) Advances-In and Advance-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the General Fund is as follows:

Net Change in Fund Balance

	General Fund
Budget Basis	\$ (698,903)
Adjustments (net):	
Public Support Fund Change	(31,464)
Rotary Fund Change	35,145
Revenue Accruals	1,059,747
Expenditure Accruals	(293,289)
Encumbrances	1,815,275
Interfund Transactions	(49,477)
GAAP Basis	<u><u>\$ 1,837,034</u></u>

With the implementation of GASB Statement No. 54, *Fund Balance Reporting*, the District's Public School Support Fund and Special Rotary Fund, no longer meets the special revenue fund type criteria for reporting in the fiscal year-end external financial statements. As such, these funds are presented as part of the District's General Fund in the year-end financial statements. The budgetary comparison information in the fiscal year-end financial statements is the legally adopted budget for the general fund, without modification for the funds no longer meeting the special revenue criteria.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 18 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF NET POSITION

For fiscal year ending June 30, 2016, the District has implemented the following:

GASB Statement No. 72 “*Fair Value Measurement and Application*” enhances comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. This statement also enhances fair value application guidance and related disclosures in order to provide information to financial statement users about the impact of fair value measurements on a government’s financial position. The implementation of this statement did not have a significant effect on the financial statements of the District.

GASB Statement No. 76 “*The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*” improves financial reporting by (1) raising the category of GASB Implementation Guides in the GAAP hierarchy, thus providing for broader public input on implementation guidance; (2) emphasizing the importance of analogies to authoritative literature when the accounting treatment for an event is not specified in authoritative GAAP; and (3) requiring the consideration of consistency with the GASB Concepts Statements when evaluating accounting treatments specified in non-authoritative literature. The implementation of this statement did not have an effect on the financial statements of the District.

GASB Statement No. 79 “*Certain External Investment Pools and Pool Participants*” which establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. The implementation of this statement did not have a significant effect on the financial statements of the District.

REQUIRED SUPPLEMENTARY INFORMATION

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO**

LAST 3 FISCAL YEARS (1)

	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's Proportion of the Net Pension Liability	0.294563%	0.300071%	0.300071%
District's Proportionate Share of the Net Pension Liability	\$ 16,808,056	\$ 15,186,423	\$ 17,844,261
District's Covered-Employee Payroll	\$ 8,648,310	\$ 8,025,086	\$ 8,654,942
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	194.35%	189.24%	206.17%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.16%	71.70%	65.52%

(1) Information prior to 2013 is not available.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
STATE TEACHERS RETIREMENT SYSTEM OF OHIO**

LAST 3 FISCAL YEARS (1)

	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's Proportion of the Net Pension Liability	0.395031%	0.395877%	0.395877%
District's Proportionate Share of the Net Pension Liability	\$ 109,175,144	\$ 96,290,905	\$ 114,701,095
District's Covered-Employee Payroll	\$ 42,275,986	\$ 43,138,423	\$ 42,871,508
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	258.24%	223.21%	267.55%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.10%	74.70%	69.30%

(1) Information prior to 2013 is not available.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO**

LAST NINE FISCAL YEARS (1)

	2016	2015	2014	2013	2012	2011	2010	2009	2008
Contractually Required	\$ 1,296,316	\$ 1,139,847	\$ 1,112,277	\$ 1,197,844	\$ 1,120,535	\$ 1,053,762	\$ 1,162,741	\$ 1,306,750	\$ 1,097,113
Contributions in relation to the contractually required	\$ 1,296,316	\$ 1,139,847	\$ 1,112,277	\$ 1,197,844	\$ 1,120,535	\$ 1,053,762	\$ 1,162,741	\$ 1,306,750	\$ 1,097,113
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 9,259,397	\$ 8,648,310	\$ 8,025,086	\$ 8,654,942	\$ 8,331,117	\$ 8,383,150	\$ 8,587,452	\$ 13,279,980	\$ 11,172,230
Contributions as a percentage of covered-employee payroll	14.00%	13.18%	13.86%	13.84%	13.45%	12.57%	13.54%	9.84%	9.82%

(1) Information prior to 2008 is not available.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
STATE TEACHERS RETIREMENT SYSTEM OF OHIO**

LAST TEN FISCAL YEARS

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Contractually Required	\$ 5,976,899	\$ 5,918,638	\$ 5,607,995	\$ 5,573,296	\$ 5,443,314	\$ 5,858,804	\$ 5,800,403	\$ 6,286,224	\$ 5,788,980	\$ 5,522,722
Contributions in relation to the contractually required	\$ 5,976,899	\$ 5,918,638	\$ 5,607,995	\$ 5,573,296	\$ 5,443,314	\$ 5,858,804	\$ 5,800,403	\$ 6,286,224	\$ 5,788,980	\$ 5,522,722
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 42,692,134	\$ 42,275,986	\$ 43,138,423	\$ 42,871,508	\$ 41,871,649	\$ 45,067,723	\$ 44,618,485	\$ 48,355,569	\$ 44,530,615	\$ 42,482,477
Contributions as a percentage of covered-employee payroll	14.00%	14.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%

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**COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES**

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

Debt Service Fund – A fund used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Permanent Improvement Fund – A fund provided to account for all transactions related to acquiring, constructing, or improving school facilities.

Non-major Governmental Funds

Non-major Governmental Funds are established to account for revenues from specific sources, which legally, or otherwise, are restricted or committed to expenditures for specific purposes. A description of the District's Non-major Governmental Funds follows:

Building Fund - A fund used to account for the revenues and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs for acquiring capital facilities, including real property.

Public School Support - A fund used to account for specific local revenue sources, other than taxes or expendable trusts (i.e., profits from vending machines) that are restricted to expenditures for specified purposes approved by the board resolution. Such expenditures may include curricular and extra-curricular related purchases. This fund is for budgetary purposes only.

Food Service - A fund used to record financial transactions related to the District's food service operation.

Special Rotary Fund - A rotary fund provided to account for the transactions made in connection with supplemental education classes and the job-training program. Receipts include, but are not limited to, tuition from patrons and students and income from outside clients for production work. Expenditures include salaries and supplies. This fund is for budgetary purposes only.

Community Recreation - A rotary fund to account for monies received and expended in connection with the community Parks and Recreation summer camp program, which is intended to be self-sustaining.

Other Local Grants - A fund held by the District in a trustee capacity to be used as requested by the donating individual/agency.

District Managed Activities - A fund used 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 includes the athletic programs, the drama program, etc.

Auxiliary Services - A fund used to account for monies, which provide services and materials to pupils attending non-public schools within the District.

Teacher Development - A fund used to account for monies received and expended for the development of in-service programs.

Data Communication - A fund used to account for monies received in order for the District to obtain access to the Ohio Educational Computer Network.

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

Straight A - A fund used to account for state grants received for innovative projects under the Straight A grant.

Other State Grants - A fund used to account for state grants received from miscellaneous state organizations.

Ohio Residence Program - A fund used to account for federal funds used to provide for the new Ohio Residence Program. This fund is for budgetary purposes only as there was no activity during the year.

IDEA-B - A fund used to account for federal funds used in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Title I School Improvement - A fund to help schools improve the teaching and learning of children failing, or most at risk of failing to meet challenging State academic achievement standards.

Title III - A fund used to account for federal funds for limited English proficiency.

Title I - A fund used to account for federal funds used to meet the special needs of educationally deprived children.

Early Childhood Special Education - A fund used to account for federal funds used for the improvement of services for handicapped children ages three through five.

Title II-A - A fund used to account for grants for improving teacher quality.

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF JUNE 30, 2016

	Capital Project Fund	Special Revenue Funds		
	Building	Food Service	Community Recreation	Other Local Grants
Assets:				
Cash and Cash Equivalents	\$ 374,475	\$ 221,322	\$ 29,863	\$ 110,356
Due From Other Governments	-	-	-	-
Prepaid Assets	-	-	-	-
Materials and Supplies Inventory	-	28,351	-	-
Total Assets	<u>374,475</u>	<u>249,673</u>	<u>29,863</u>	<u>110,356</u>
Liabilities:				
Accounts Payable	-	1,325	-	18,840
Accrued Wages and Benefits Payable	-	115,167	-	-
Interfund Payable	-	517	-	-
Due to Other Governments	-	47,140	-	-
Matured Leave Benefits Payable	-	5,552	-	-
Total Liabilities	<u>-</u>	<u>169,701</u>	<u>-</u>	<u>18,840</u>
Deferred Inflows of Resources:				
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Non-spendable:				
Prepaid Assets	-	-	-	-
Restricted for:				
Building Fund	374,475	-	-	-
Locally Funded Programs	-	-	-	91,516
Extracurricular Activities	-	-	-	-
State Funded Programs	-	-	-	-
Federally Funded Programs	-	-	-	-
Food Service	-	79,972	-	-
Committed for:				
Community Recreation	-	-	29,863	-
Unassigned	-	-	-	-
Total Fund Balances	<u>374,475</u>	<u>79,972</u>	<u>29,863</u>	<u>91,516</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 374,475</u>	<u>\$ 249,673</u>	<u>\$ 29,863</u>	<u>\$ 110,356</u>

Special
Revenue Funds

District Managed Activities	Auxiliary Services	Teacher Development	Data Communication	Straight A Grant	Other State Grants	IDEA-B
\$ 259,562	\$ 584,876	\$ -	\$ -	\$ -	\$ 3,729	\$ 29,796
-	-	-	-	-	869	205,882
-	-	-	-	-	-	545
-	-	-	-	-	-	-
<u>259,562</u>	<u>584,876</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,598</u>	<u>236,223</u>
6,887	34,291	-	-	-	-	47,069
-	62,845	-	-	-	3,263	106,254
-	317	-	-	-	17	532
-	9,898	-	-	-	1,058	16,401
-	-	-	-	-	-	-
<u>6,887</u>	<u>107,351</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,338</u>	<u>170,256</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	545
-	-	-	-	-	-	-
-	-	-	-	-	-	-
252,675	-	-	-	-	-	-
-	477,525	-	-	-	260	-
-	-	-	-	-	-	65,422
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>252,675</u>	<u>477,525</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>260</u>	<u>65,967</u>
<u>\$ 259,562</u>	<u>\$ 584,876</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,598</u>	<u>\$ 236,223</u>

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF JUNE 30, 2016
(CONTINUED)

	Special Revenue Funds			
	Title I School Improvement	Title III	Title I	Early Childhood Special Education
Assets:				
Cash and Cash Equivalents	\$ -	\$ 1,611	\$ 32,342	\$ 1,111
Due From Other Governments	-	13,094	22,304	447
Prepaid Assets	-	-	-	-
Materials and Supplies Inventory	-	-	-	-
Total Assets	-	14,705	54,646	1,558
Liabilities:				
Accounts Payable	-	-	-	-
Accrued Wages and Benefits Payable	-	6,027	99,882	4,444
Interfund Payable	-	31	505	24
Due to Other Governments	-	871	14,316	687
Matured Leave Benefits Payable	-	-	-	-
Total Liabilities	-	6,929	114,703	5,155
Deferred Inflows of Resources:				
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Non-spendable:				
Prepaid Assets	-	-	-	-
Restricted for:				
Building Fund	-	-	-	-
Locally Funded Programs	-	-	-	-
Extracurricular Activities	-	-	-	-
State Funded Programs	-	-	-	-
Federally Funded Programs	-	7,776	-	-
Food Service	-	-	-	-
Committed for:				
Community Recreation	-	-	-	-
Unassigned	-	-	(60,057)	(3,597)
Total Fund Balances	-	7,776	(60,057)	(3,597)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ -	\$ 14,705	\$ 54,646	\$ 1,558

Special Revenue Funds		Total Nonmajor Governmental Funds	
Title II-A			
\$	4,634	\$	1,653,677
	10,646		253,242
	-		545
	-		28,351
	15,280		1,935,815
	-		108,412
	14,880		412,762
	74		2,017
	2,113		92,484
	-		5,552
	17,067		621,227
	-		-
	-		545
	-		374,475
	-		91,516
	-		252,675
	-		477,785
	-		73,198
	-		79,972
	-		29,863
	(1,787)		(65,441)
	(1,787)		1,314,588
\$	15,280	\$	1,935,815

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Capital Project Fund	Special Revenue Funds		
	Building	Food Service	Community Recreation	Other Local Grants
Revenues:				
From Local Sources:				
Tuition	\$ -	\$ -	\$ 18,389	\$ -
Charges for Services	-	1,477,125	-	-
Other Local	2,770	6,742	9,991	160,289
Intergovernmental - State	-	17,397	-	-
Intergovernmental - Federal	-	1,197,396	-	-
Investment Income	748	609	-	-
Total Revenues	<u>3,518</u>	<u>2,699,269</u>	<u>28,380</u>	<u>160,289</u>
Expenditures:				
Instruction:				
Regular	166,152	-	-	9,296
Special	-	-	-	-
Support services:				
Pupils	-	-	-	-
Instructional Staff	-	-	-	130,583
School Administration	3,806	-	-	-
Business	-	-	-	-
Central	-	-	-	-
Community Services	-	-	26,121	-
Food Service Operations	-	2,717,441	-	-
Extracurricular Activities	-	-	-	6,000
Capital Outlay	49,687	-	-	-
Total Expenditures	<u>219,645</u>	<u>2,717,441</u>	<u>26,121</u>	<u>145,879</u>
Net Change in Fund Balances	(216,127)	(18,172)	2,259	14,410
Fund Balances - Beginning	590,602	98,144	27,604	77,106
Fund Balances - Ending	<u>\$ 374,475</u>	<u>\$ 79,972</u>	<u>\$ 29,863</u>	<u>\$ 91,516</u>

Special
Revenue Funds

District Managed Activities	Auxiliary Services	Teacher Development	Data Communication	Straight A Grant	Other State Grants	IDEA-B
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
350,471	134	-	-	-	-	-
-	1,689,926	-	19,800	17,930	55,002	-
-	-	-	-	-	-	1,710,014
-	2,185	-	-	-	-	-
<u>350,471</u>	<u>1,692,245</u>	<u>-</u>	<u>19,800</u>	<u>17,930</u>	<u>55,002</u>	<u>1,710,014</u>
-	-	-	-	19,055	-	335,608
-	-	-	-	-	-	585,557
-	-	-	-	-	26,998	91,051
-	-	945	-	-	30,675	497,200
-	-	-	-	-	-	119,664
3,625	-	-	-	-	-	-
-	-	-	19,800	-	-	-
-	1,341,990	-	-	-	-	48,264
-	-	-	-	-	-	-
374,911	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>378,536</u>	<u>1,341,990</u>	<u>945</u>	<u>19,800</u>	<u>19,055</u>	<u>57,673</u>	<u>1,677,344</u>
(28,065)	350,255	(945)	-	(1,125)	(2,671)	32,670
<u>280,740</u>	<u>127,270</u>	<u>945</u>	<u>-</u>	<u>1,125</u>	<u>2,931</u>	<u>33,297</u>
<u>\$ 252,675</u>	<u>\$ 477,525</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 260</u>	<u>\$ 65,967</u>

**GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(CONTINUED)

	Special Revenue Funds			
	Title I School Improvement	Title III	Title I	Early Childhood Special Education
Revenues:				
From Local Sources:				
Tuition	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Other Local	-	-	-	-
Intergovernmental - State	-	-	-	-
Intergovernmental - Federal	2,168	71,181	684,996	23,777
Investment Income	-	-	-	-
Total Revenues	<u>2,168</u>	<u>71,181</u>	<u>684,996</u>	<u>23,777</u>
Expenditures:				
Instruction:				
Regular	-	-	-	-
Special	2,168	-	750,014	31,332
Support services:				
Pupils	-	-	-	-
Instructional Staff	-	73,652	-	-
School Administration	-	-	-	-
Business	-	-	-	-
Central	-	-	-	-
Community Services	-	-	2,575	-
Food Service Operations	-	-	-	-
Extracurricular Activities	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>2,168</u>	<u>73,652</u>	<u>752,589</u>	<u>31,332</u>
Net Change in Fund Balances	-	(2,471)	(67,593)	(7,555)
Fund Balance Beginning of Year	-	10,247	7,536	3,958
Fund Balance End of Year	<u>\$ -</u>	<u>\$ 7,776</u>	<u>\$ (60,057)</u>	<u>\$ (3,597)</u>

Special Revenue Funds		Total Nonmajor Governmental Funds
Title II-A		
\$ -	\$ 18,389	
-	1,477,125	
-	530,397	
-	1,800,055	
122,902	3,812,434	
-	3,542	
<u>122,902</u>	<u>7,641,942</u>	
107,080	637,191	
-	1,369,071	
-	118,049	
17,222	750,277	
-	123,470	
-	3,625	
-	19,800	
2,630	1,421,580	
-	2,717,441	
-	380,911	
-	49,687	
<u>126,932</u>	<u>7,591,102</u>	
(4,030)	50,840	
2,243	1,263,748	
<u>\$ (1,787)</u>	<u>\$ 1,314,588</u>	

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget	Actual	Variance Over/(Under)
Debt Service Fund			
Total Revenues and Other Sources	\$ 3,492,147	\$ 3,492,147	\$ -
Total Expenditures and Other Uses	4,422,556	4,422,556	-
Net Change in Fund Balance	(930,409)	(930,409)	-
Fund Balance - July 1	3,599,104	3,599,104	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ 2,668,695</u>	<u>\$ 2,668,695</u>	<u>\$ -</u>

Permanent Improvement Fund

Total Revenues and Other Sources	\$ 3,404,498	\$ 3,404,498	\$ -
Total Expenditures and Other Uses	8,286,549	8,286,549	-
Net Change in Fund Balance	(4,882,051)	(4,882,051)	-
Fund Balance - July 1	7,499,993	7,499,993	-
Prior Year Encumbrances Appropriated	609,664	609,664	-
Fund Balance - June 30	<u>\$ 3,227,606</u>	<u>\$ 3,227,606</u>	<u>\$ -</u>

Building Fund

Total Revenues and Other Sources	\$ 3,518	\$ 3,518	\$ -
Total Expenditures and Other Uses	312,577	312,577	-
Net Change in Fund Balance	(309,059)	(309,059)	-
Fund Balance - July 1	446,899	446,899	-
Prior Year Encumbrances Appropriated	235,580	235,580	-
Fund Balance - June 30	<u>\$ 373,420</u>	<u>\$ 373,420</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
Public School Support			
Total Revenues and Other Sources	\$ 186,108	\$ 186,108	\$ -
Total Expenditures and Other Uses	159,345	159,345	-
Net Change in Fund Balance	26,763	26,763	-
Fund Balance - July 1	165,995	165,995	-
Prior Year Encumbrances Appropriated	<u>15,864</u>	<u>15,864</u>	-
Fund Balance - June 30	<u><u>\$ 208,622</u></u>	<u><u>\$ 208,622</u></u>	<u><u>\$ -</u></u>

Food Service

Total Revenues and Other Sources	\$ 2,538,011	\$ 2,538,011	\$ -
Total Expenditures and Other Uses	2,648,305	2,648,305	-
Net Change in Fund Balance	(110,294)	(110,294)	-
Fund Balance - July 1	203,790	203,790	-
Prior Year Encumbrances Appropriated	<u>67,407</u>	<u>67,407</u>	-
Fund Balance - June 30	<u><u>\$ 160,903</u></u>	<u><u>\$ 160,903</u></u>	<u><u>\$ -</u></u>

Special Rotary

Total Revenues and Other Sources	\$ 194,278	\$ 194,278	\$ -
Total Expenditures and Other Uses	245,109	245,109	-
Net Change in Fund Balance	(50,831)	(50,831)	-
Fund Balance - July 1	82,234	82,234	-
Prior Year Encumbrances Appropriated	<u>487</u>	<u>487</u>	-
Fund Balance - June 30	<u><u>\$ 31,890</u></u>	<u><u>\$ 31,890</u></u>	<u><u>\$ -</u></u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
Community Recreation			
Total Revenues and Other Sources	\$ 28,545	\$ 28,545	\$ -
Total Expenditures and Other Uses	28,627	28,627	-
Net Change in Fund Balance	(82)	(82)	-
Fund Balance - July 1	27,060	27,060	-
Prior Year Encumbrances Appropriated	1,047	1,047	-
Fund Balance - June 30	<u>\$ 28,025</u>	<u>\$ 28,025</u>	<u>\$ -</u>
Other Local Grants			
Total Revenues and Other Sources	\$ 160,289	\$ 160,289	\$ -
Total Expenditures and Other Uses	155,921	155,921	-
Net Change in Fund Balance	4,368	4,368	-
Fund Balance - July 1	19,038	19,038	-
Prior Year Encumbrances Appropriated	60,678	60,678	-
Fund Balance - June 30	<u>\$ 84,084</u>	<u>\$ 84,084</u>	<u>\$ -</u>
District Managed Activities			
Total Revenues and Other Sources	\$ 354,137	\$ 354,137	\$ -
Total Expenditures and Other Uses	458,824	458,824	-
Net Change in Fund Balance	(104,687)	(104,687)	-
Fund Balance - July 1	242,066	242,066	-
Prior Year Encumbrances Appropriated	39,330	39,330	-
Fund Balance - June 30	<u>\$ 176,709</u>	<u>\$ 176,709</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Final Budget	Actual	Variance Over/(Under)
Auxiliary Services			
Total Revenues and Other Sources	\$ 1,718,788	\$ 1,692,245	\$ (26,543)
Total Expenditures and Other Uses	2,081,221	1,795,537	285,684
Net Change in Fund Balance	(362,433)	(103,292)	259,141
Fund Balance - July 1	85,378	85,378	-
Prior Year Encumbrances Appropriated	305,861	305,861	-
Fund Balance - June 30	<u>\$ 28,806</u>	<u>\$ 287,947</u>	<u>\$ 259,141</u>

Teacher Development

Total Revenues and Other Sources	\$ 8	\$ -	\$ (8)
Total Expenditures and Other Uses	945	945	-
Net Change in Fund Balance	(937)	(945)	(8)
Fund Balance - July 1	8	8	-
Prior Year Encumbrances Appropriated	937	937	-
Fund Balance - June 30	<u>\$ 8</u>	<u>\$ -</u>	<u>\$ (8)</u>

Data Communications

Total Revenues and Other Sources	\$ 19,800	\$ 19,800	\$ -
Total Expenditures and Other Uses	19,800	19,800	-
Net Change in Fund Balance	-	-	-
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
Straight A			
Total Revenues and Other Sources	\$ 19,055	\$ 19,055	\$ -
Total Expenditures and Other Uses	19,055	19,055	-
Net Change in Fund Balance	-	-	-
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Other State Grants

Total Revenues and Other Sources	\$ 56,211	\$ 57,675	\$ 1,464
Total Expenditures and Other Uses	56,269	54,004	2,265
Net Change in Fund Balance	(58)	3,671	3,729
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	58	58	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ 3,729</u>	<u>\$ 3,729</u>

Ohio Residence Program

Total Revenues and Other Sources	\$ 9,800	\$ -	\$ (9,800)
Total Expenditures and Other Uses	9,800	-	9,800
Net Change in Fund Balance	-	-	-
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
IDEA B			
Total Revenues and Other Sources	\$ 1,952,208	\$ 1,723,416	\$ (228,792)
Total Expenditures and Other Uses	1,952,598	1,784,189	168,409
Net Change in Fund Balance	(390)	(60,773)	(60,383)
Fund Balance - July 1	(115,772)	(115,772)	-
Prior Year Encumbrances Appropriated	116,465	116,465	-
Fund Balance - June 30	<u>\$ 303</u>	<u>\$ (60,080)</u>	<u>\$ (60,383)</u>

Title I School Improvement

Total Revenues and Other Sources	\$ 5,743	\$ 5,743	\$ -
Total Expenditures and Other Uses	5,743	5,743	-
Net Change in Fund Balance	-	-	-
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Title III

Total Revenues and Other Sources	\$ 83,734	\$ 68,052	\$ (15,682)
Total Expenditures and Other Uses	84,235	66,942	17,293
Net Change in Fund Balance	(501)	1,110	1,611
Fund Balance - July 1	(12,492)	(12,492)	-
Prior Year Encumbrances Appropriated	12,993	12,993	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ 1,611</u>	<u>\$ 1,611</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
Title I			
Total Revenues and Other Sources	\$ 823,862	\$ 794,676	\$ (29,186)
Total Expenditures and Other Uses	823,862	768,093	55,769
Net Change in Fund Balance	-	26,583	26,583
Fund Balance - July 1	(1,988)	(1,988)	-
Prior Year Encumbrances Appropriated	1,988	1,988	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ 26,583</u>	<u>\$ 26,583</u>

Early Childhood Special Education

Total Revenues and Other Sources	\$ 28,111	\$ 27,664	\$ (447)
Total Expenditures and Other Uses	28,111	26,553	1,558
Net Change in Fund Balance	-	1,111	1,111
Fund Balance - July 1	-	-	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ 1,111</u>	<u>\$ 1,111</u>

Title II-A

Total Revenues and Other Sources	\$ 143,217	\$ 130,853	\$ (12,364)
Total Expenditures and Other Uses	143,217	126,219	16,998
Net Change in Fund Balance	-	4,634	4,634
Fund Balance - July 1	(668)	(668)	-
Prior Year Encumbrances Appropriated	668	668	-
Fund Balance - June 30	<u>\$ -</u>	<u>\$ 4,634</u>	<u>\$ 4,634</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES

Internal Service Fund

Internal Service Funds are used to account for the financing of services provided by one department or agency to another department or agency on a cost reimbursement basis. A description of the District's Internal Service Fund follows:

Self-Funded Insurance Fund - A fund provided to account for money received from other funds as payment for providing medical, hospitalization, life and dental insurance. Payments are made to a third party administrator for claim payments, claims administration and stop-loss coverage.

Self-Funded Workers Compensation Fund - A fund provided to account for money received from other funds as payment for providing workers compensation coverage. Payments are made to a third party administrator for claim payments and claims administration.

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
AS OF JUNE 30, 2016**

	Self Funded Insurance	Self Funded Workers Compensation	Governmental Activities - Internal Service Fund
Current Assets:			
Cash and Cash Equivalents	\$ 3,097,393	\$ 463,742	\$ 3,561,135
Cash with Fiscal Agent	235,012	-	235,012
Receivables:			
Interfund Receivable	-	38,516	38,516
Total Current Assets	<u>3,332,405</u>	<u>502,258</u>	<u>3,834,663</u>
Total Assets	<u>3,332,405</u>	<u>502,258</u>	<u>3,834,663</u>
Current Liabilities:			
Claims Payable	580,917	29,096	610,013
Unearned Revenue	779,604	-	779,604
Total Current Liabilities	<u>1,360,521</u>	<u>29,096</u>	<u>1,389,617</u>
Total Liabilities	<u>1,360,521</u>	<u>29,096</u>	<u>1,389,617</u>
Net Position:			
Unrestricted	1,971,884	473,162	2,445,046
Total Net Position	<u>\$ 1,971,884</u>	<u>\$ 473,162</u>	<u>\$ 2,445,046</u>

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Self Funded Insurance	Self Funded Workers Compensation	Governmental Activities - Internal Service Fund
Operating Revenues:			
Charges for Services	\$ 9,620,710	\$ 283,134	\$ 9,903,844
Total Operating Revenues	<u>9,620,710</u>	<u>283,134</u>	<u>9,903,844</u>
Operating Expenses:			
Purchased Services	1,149,222	47,868	1,197,090
Claims	8,443,145	124,538	8,567,683
Total Operating Expenses	<u>9,592,367</u>	<u>172,406</u>	<u>9,764,773</u>
Operating Income	<u>28,343</u>	<u>110,728</u>	<u>139,071</u>
Non-Operating Revenues:			
Interest Revenue	1,068	-	1,068
Total Non-Operating Revenues	<u>1,068</u>	<u>-</u>	<u>1,068</u>
Change in Fund Net Position	29,411	110,728	140,139
Net Position Beginning of Year	1,942,473	362,434	2,304,907
Net Position End of Year	<u>\$ 1,971,884</u>	<u>\$ 473,162</u>	<u>\$ 2,445,046</u>

**GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT
FRANKLIN COUNTY**

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Self Funded Insurance	Self Funded Workers Compensation	Governmental Activities - Internal Service Fund
Cash Flows from Operating Activities:			
Cash Received from Charges for Services	\$ 9,652,691	\$ 282,636	\$ 9,935,327
Cash Payments for Contract Services	(1,149,222)	(47,868)	(1,197,090)
Cash Payments for Claims	(8,553,343)	(102,942)	(8,656,285)
Net Cash Provided by/(Used for) Operating	<u>(49,874)</u>	<u>131,826</u>	<u>81,952</u>
Cash Flows from Investing Activities:			
Interest on Investments	1,170	-	1,170
Net Cash Provided by Investing Activities	<u>1,170</u>	<u>-</u>	<u>1,170</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	(48,704)	131,826	83,122
Cash and Cash Equivalents at Beginning of Year	3,381,109	331,916	3,713,025
Cash and Cash Equivalents at End of Year	<u><u>3,332,405</u></u>	<u><u>463,742</u></u>	<u><u>3,796,147</u></u>
Reconciliation of Operating Income to Net Cash Provided by/(Used for) Operating Activities:			
Operating Income	28,343	110,728	139,071
Adjustments to Reconcile Operating Income to Net Cash Provided by/(Used for) Operating Activities:			
Changes in Assets and Liabilities:			
Accounts Receivable	4,161	-	4,161
Interfund Receivable	-	(498)	(498)
Claims Payable	(110,198)	21,596	(88,602)
Unearned Activities	27,820	-	27,820
Net Cash Provided by/(Used for) Operating Activities	<u><u>\$ (49,874)</u></u>	<u><u>\$ 131,826</u></u>	<u><u>\$ 81,952</u></u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN NET ASSET BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Final Budget	Actual	Variance Over/(Under)
Self-funded Insurance			
Total Revenues and Other Sources	\$ 9,653,861	\$ 9,653,861	\$ -
Total Expenses and Other Uses	9,834,101	9,834,101	-
Net Change in Fund Balance	(180,240)	(180,240)	-
Fund Balance - July 1	3,217,714	3,217,714	-
Prior Year Encumbrances Appropriated	19,595	19,595	-
Fund Balance - June 30	<u>\$ 3,057,069</u>	<u>\$ 3,057,069</u>	<u>\$ -</u>
Self-funded Workers Comp			
Total Revenues and Other Sources	\$ 282,636	\$ 282,636	\$ -
Total Expenses and Other Uses	172,138	172,138	-
Net Change in Fund Balance	110,498	110,498	-
Fund Balance - July 1	331,916	331,916	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balance - June 30	<u>\$ 442,414</u>	<u>\$ 442,414</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

Fiduciary Fund Type

Private Purpose Trust and Agency Funds

Private Purpose Trust Funds are used to account for assets held by a government in a trustee capacity. Agency Funds are used to account for assets held by a government as an agent for individuals, private organizations, other governments and/or other funds. A description of the District's Fiduciary Funds follows:

Private Purpose Trust Fund - A trust fund used to account for assets held by school system in a trustee capacity for individuals, private organizations, other governmental and/or other funds.

Student Activity Fund – An agency fund provided to account for those student activity programs, which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities, which consist of a student body, student president, student treasurer and faculty advisor.

Employee Flex Spending Account Fund – An agency fund provided to account for assets held by the District as an agent for the District's employees.

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN
NET ASSET BALANCES – BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
Private Purpose Trust			
Total Revenues and Other Sources	\$ 60,025	\$ 60,025	\$ -
Total Expenses and Other Uses	61,294	61,294	-
Net Change in Fund Balance	(1,269)	(1,269)	-
Fund Balance - July 1	90,294	90,294	-
Prior Year Encumbrances Appropriated	2,530	2,530	-
Fund Balance - June 30	<u>\$ 91,555</u>	<u>\$ 91,555</u>	<u>\$ -</u>

GAHANNA JEFFERSON PUBLIC SCHOOL DISTRICT

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Beginning Balance	Additions	Deductions	Ending Balance
Student-Managed Activities				
Assets				
Cash and Cash Equivalents	\$ 375,616	\$ 327,241	(327,558)	\$ 375,299
Accounts Receivable	3,346	-	(3,346)	-
Materials and Supplies Inventory	3,116	-	(379)	2,737
Total Assets	<u>\$ 382,078</u>	<u>\$ 327,241</u>	<u>\$ (331,283)</u>	<u>\$ 378,036</u>
Liabilities				
Accounts Payable	\$ 6,647	\$ 4,728	\$ (6,647)	\$ 4,728
Due To Students	375,431	322,513	(324,636)	373,308
Total Liabilities	<u>\$ 382,078</u>	<u>\$ 327,241</u>	<u>\$ (331,283)</u>	<u>\$ 378,036</u>
Employee Flexible Spending Account				
Assets				
Cash and Cash Equivalents	\$ 47,111	\$ 176,739	\$ (161,699)	\$ 62,151
Total Assets	<u>\$ 47,111</u>	<u>\$ 176,739</u>	<u>\$ (161,699)</u>	<u>\$ 62,151</u>
Liabilities				
Accounts Payable	\$ 341	\$ -	\$ (341)	\$ -
Due To Students	46,770	176,739	(161,358)	62,151
Total Liabilities	<u>\$ 47,111</u>	<u>\$ 176,739</u>	<u>\$ (161,699)</u>	<u>\$ 62,151</u>
Total				
Assets				
Cash and Cash Equivalents	\$ 422,727	\$ 503,980	\$ (489,257)	\$ 437,450
Accounts Receivable	3,346	-	(3,346)	-
Materials and Supplies Inventory	3,116	-	(379)	2,737
Total Assets	<u>\$ 429,189</u>	<u>\$ 503,980</u>	<u>\$ (492,982)</u>	<u>\$ 440,187</u>
Liabilities				
Accounts Payable	\$ 6,988	\$ 4,728	\$ (6,988)	\$ 4,728
Due To Students	422,201	499,252	(485,994)	435,459
Total Liabilities	<u>\$ 429,189</u>	<u>\$ 503,980</u>	<u>\$ (492,982)</u>	<u>\$ 440,187</u>

III. STATISTICAL SECTION

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	S3
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Cap	S14
These schedules contain information to help the readers assess the District's most significant local revenue source, the property tax.	
Debt Capacity	S21
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	S26
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	S27
These schedules include operating information to help the reader understand the size and nature of the District's operations.	

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
LAST TEN FISCAL YEARS**

FISCAL YEARS	INSTRUCTIONAL SERVICES	SUPPORT SERVICES	COMMUNITY SERVICES	FOOD SERVICE OPERATIONS	EXTRA- CURRICULAR	MISCELLANEOUS	CAPITAL OUTLAY	DEBT SERVICE	TOTAL
2007	\$ 43,944,585	\$ 24,073,115	\$ 1,632,598	\$ -	\$ 1,304,556	\$ 28,705	\$ 2,038,409	\$ 3,159,660	\$ 76,181,628
2008	47,130,905	23,855,015	1,345,075	-	1,193,075	62,913	2,965,881	3,157,285	79,710,149
2009	49,455,770	26,310,955	1,387,400	-	1,250,732	367,821	7,350,719	3,149,176	89,272,573
2010	54,900,622	26,354,779	1,436,421	-	1,162,198	-	2,431,619	3,440,842	89,726,481
2011	54,473,936	26,001,005	1,833,816	-	1,186,176	-	12,115,050	4,821,511	100,431,494
2012	52,511,092	25,197,868	1,207,619	2,408,128	1,208,808	-	2,011,411	4,906,715	89,451,641
2013	53,113,267	26,276,842	1,678,180	2,602,593	1,322,760	-	1,449,940	5,101,531	91,545,113
2014	53,015,630	26,366,807	1,668,884	2,505,257	1,213,519	-	4,337,138	5,074,540	94,181,775
2015	53,984,611	27,841,066	1,938,904	2,656,417	1,262,379	-	641,015	4,183,595	92,507,987
2016	55,133,822	28,436,596	1,428,510	2,717,441	1,245,171	-	3,958,438	3,841,246	96,761,224

Notes:

(1) Includes General, Debt Service, Building and Other Governmental Funds.

Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS

FISCAL YEARS	PROPERTY TAXES	STATE SOURCES	FEDERAL SOURCES	INVESTMENT INCOME	TUITION	OTHER	TOTAL
2007	\$ 55,361,476	\$ 19,125,501	\$ 2,316,518	\$ 1,570,168	\$ 352,127	\$ 4,546,260	\$ 83,272,050
2008	48,148,561	21,192,714	2,093,886	1,206,670	300,879	2,262,595	75,205,305
2009	52,829,685	22,651,012	3,237,019	471,801	223,159	2,565,756	81,978,432
2010	48,473,563	22,752,983	3,069,668	127,532	220,438	5,275,187	79,919,371
2011	48,514,070	23,188,046	4,182,227	86,447	165,944	10,691,841	86,828,575
2012	54,493,804	21,868,411	5,631,883	37,855	328,310	8,817,055	91,177,318
2013	50,509,779	21,057,923	3,742,955	24,142	343,910	10,439,432	86,118,141
2014	55,699,974	22,935,265	3,628,047	41,700	672,170	9,054,765	92,031,921
2015	56,037,745	24,573,247	4,200,350	75,359	735,347	8,862,118	94,484,166
2016	58,672,619	23,765,227	3,812,434	210,027	694,305	8,909,254	96,063,866

Notes:

(1) Includes General, Debt Service, Building and Other Governmental Funds.

Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

**Net Position by Component, Last Ten Fiscal Years
Amounts in Thousands (000's)(Accrual Basis of Accounting)**

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities										
Net investment in capital assets	\$ 7,376	\$ 8,250	\$ 11,649	\$ 11,472	\$ 12,815	\$ 14,551	\$ 14,168	\$ 14,463	\$ 16,238	\$ 18,294
Restricted	3,504	3,183	2,815	1,391	3,342	6,105	6,495	6,694	7,202	7,827
Unrestricted	32,893	27,770	23,649	21,627	16,989	19,804	17,198	19,079	(104,390)	(100,551)
Total government activities net position	<u>\$ 43,773</u>	<u>\$ 39,203</u>	<u>\$ 38,113</u>	<u>\$ 34,490</u>	<u>\$ 33,146</u>	<u>\$ 40,460</u>	<u>\$ 37,861</u>	<u>\$ 40,236</u>	<u>\$ (80,950)</u>	<u>\$ (74,430)</u>
Business-type activities										
Net investment in capital assets	\$ 108	\$ 93	\$ 78	\$ 68	\$ 54	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	58	(175)	(246)	(30)	141	-	-	-	-	-
Total business-type activities net position	<u>\$ 166</u>	<u>\$ (82)</u>	<u>\$ (168)</u>	<u>\$ 38</u>	<u>\$ 195</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Primary government										
Net investment in capital assets	\$ 7,484	\$ 8,343	\$ 11,727	\$ 11,540	\$ 12,869	\$ 14,551	\$ 14,168	\$ 14,463	\$ 16,238	\$ 18,294
Restricted	3,504	3,183	2,815	1,391	3,342	6,105	6,495	6,694	7,202	7,827
Unrestricted	32,951	27,595	23,403	21,597	17,130	19,804	17,198	19,079	(104,390)	(100,551)
Total primary government net position	<u>\$ 43,939</u>	<u>\$ 39,121</u>	<u>\$ 37,945</u>	<u>\$ 34,528</u>	<u>\$ 33,341</u>	<u>\$ 40,460</u>	<u>\$ 37,861</u>	<u>\$ 40,236</u>	<u>\$ (80,950)</u>	<u>\$ (74,430)</u>

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.
The District raised its capitalization threshold in 2014.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
**Change in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)**

	2007	2008	2009	2010
Expenses				
Governmental Activities				
Instruction				
Regular	\$ 36,391,717	\$ 38,623,709	\$ 40,440,618	\$ 42,966,520
Special	9,324,084	10,095,409	10,698,891	12,250,935
Vocational	952,998	933,319	1,025,295	827,459
Other	-	-	-	-
Support Services				
Pupils	3,202,037	3,409,976	3,921,520	3,815,240
Instructional Staff	4,318,925	4,303,041	4,514,239	4,191,805
General Administration	363,011	505,563	287,677	231,202
School Administration	6,437,690	6,299,721	7,650,509	6,751,845
Fiscal Services	1,200,155	1,357,185	1,440,112	1,585,119
Business	33,553	70,033	55,637	24,985
Maintenance	6,423,038	6,593,690	6,136,603	6,899,638
Pupil Transportation	2,238,298	2,691,275	2,752,517	2,959,148
Central	362,329	520,399	399,149	664,840
Community Services	1,748,237	1,405,400	1,467,572	1,428,413
Food Service Operations	-	-	-	-
Extra Curricular Activities	1,396,326	1,284,493	1,357,943	1,253,227
Miscellaneous	28,705	68,817	463,980	-
Interest and Fiscal Charges	1,496,189	1,205,273	1,014,684	1,229,512
Total governmental activities expense	<u>75,917,292</u>	<u>79,367,303</u>	<u>83,626,946</u>	<u>87,079,888</u>
Business type activities				
Food Service	1,967,248	2,241,062	2,093,024	2,215,210
Special Rotary	152,540	236,420	172,298	228,289
Community Recreation	86,845	54,890	85,742	78,812
Total Business-Type activities	<u>2,206,633</u>	<u>2,532,372</u>	<u>2,351,064</u>	<u>2,522,311</u>
Total primary government expenses	<u>\$ 78,123,925</u>	<u>\$ 81,899,675</u>	<u>\$ 85,978,010</u>	<u>\$ 89,602,199</u>
Program Revenue				
Governmental Activities				
Charges for services				
Instruction				
Regular	\$ 189,732	\$ 220,021	\$ 615,908	\$ 1,077,394
Special	352,127	300,879	-	121,466
Vocational	-	-	-	8,820
Support Services				
Instructional Staff	-	-	-	81,855
School Administration	-	-	-	217,024
Maintenance	2,661,408	678,903	362,117	148,220
Community Services	-	-	-	-
Food Service Operations	-	-	-	-
Extra Curricular Activities	-	-	200,098	331,192
Interest and Fiscal Charges	-	-	412,053	-
Operating Grants/Contributions	4,098,242	4,573,343	4,969,118	4,370,505
Total governmental activities program revenue	<u>7,301,509</u>	<u>5,773,146</u>	<u>6,559,294</u>	<u>6,356,476</u>
Business type activities				
Charges for services				
Food Service	1,406,671	1,518,667	1,446,345	1,537,622
Special Rotary	174,504	169,766	178,818	182,879
Community Recreation	70,912	61,301	77,491	72,565
Operating Grants/Contributions	448,913	611,084	561,422	897,663
Total Business-Type Activities	<u>2,101,000</u>	<u>2,360,818</u>	<u>2,264,076</u>	<u>2,690,729</u>
Total primary government program revenue	<u>\$ 9,402,509</u>	<u>\$ 8,133,964</u>	<u>\$ 8,823,370</u>	<u>\$ 9,047,205</u>

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

(continued)

2011	2012	2013	2014	2015	2016
\$40,644,719	\$40,399,412	\$41,222,832	\$40,834,988	\$41,764,730	\$42,461,517
12,526,806	11,158,887	12,163,955	12,664,826	12,101,803	12,221,130
910,933	875,019	818,721	645,661	591,723	523,158
-	-	-	225,447	132,155	119,375
3,728,573	3,642,669	3,756,347	3,945,315	3,824,114	4,090,359
4,156,156	3,316,790	3,559,035	3,104,568	2,955,491	3,456,122
297,963	283,478	516,273	425,279	1,546,581	324,796
6,914,370	6,828,574	6,948,261	7,458,728	7,012,490	7,027,408
1,415,383	1,525,658	1,839,018	1,693,388	1,672,613	1,724,052
13,282	123,736	65,646	50,596	144,103	142,622
5,986,644	6,078,724	5,961,655	6,292,895	6,083,191	6,289,175
2,948,860	2,772,503	3,178,241	3,303,686	3,173,410	3,220,790
620,160	334,534	431,896	574,532	1,275,655	1,551,914
1,811,471	1,109,710	1,776,579	1,644,122	2,022,911	1,285,375
-	2,358,904	2,385,304	2,584,174	2,484,571	2,608,846
1,275,667	1,265,564	1,392,728	1,278,620	1,364,749	1,251,386
-	-	-	-	-	-
1,629,368	1,511,207	1,560,317	1,140,390	1,207,086	1,032,450
<u>84,880,355</u>	<u>83,585,369</u>	<u>87,576,808</u>	<u>87,867,215</u>	<u>89,357,376</u>	<u>89,330,475</u>
2,351,236	-	-	-	-	-
215,089	-	-	-	-	-
61,633	-	-	-	-	-
<u>2,627,958</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$87,508,313</u>	<u>\$83,585,369</u>	<u>\$87,576,808</u>	<u>\$87,867,215</u>	<u>\$89,357,376</u>	<u>\$89,330,475</u>
\$ 1,039,830	\$ 1,431,678	\$ 1,740,968	\$ 1,535,901	\$ 1,125,607	\$ 1,059,954
135,746	149,748	-	-	-	-
9,707	11,595	-	-	-	-
115,538	76,776	28,331	36,490	87,455	120,217
146,581	176,962	163,095	179,183	148,753	185,965
137,194	670,400	489,863	402,551	342,333	273,016
-	51,799	28,126	21,039	48,679	28,514
-	1,591,057	1,470,618	1,416,086	1,406,104	1,483,867
310,599	519,234	461,211	492,574	472,221	365,864
-	-	-	-	-	-
6,600,056	6,605,247	5,494,584	6,004,187	6,267,701	5,811,787
<u>8,495,251</u>	<u>11,284,496</u>	<u>9,876,796</u>	<u>10,088,011</u>	<u>9,898,853</u>	<u>9,329,184</u>
1,606,514	-	-	-	-	-
140,480	-	-	-	-	-
72,251	-	-	-	-	-
926,450	-	-	-	-	-
<u>2,745,695</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$11,240,946</u>	<u>\$11,284,496</u>	<u>\$ 9,876,796</u>	<u>\$10,088,011</u>	<u>\$ 9,898,853</u>	<u>\$ 9,329,184</u>

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

Change in Net Position, Last Ten Fiscal Years (Accrual Basis of Accounting)

(continued)

	2007	2008	2009	2010
Net (Expense)/Revenue				
Governmental Activities	\$ (68,615,783)	\$ (73,594,157)	\$ (77,067,652)	\$ (80,723,412)
Business type activities	(105,633)	(171,554)	(86,988)	168,418
Total primary government net expense	<u>\$ (68,721,416)</u>	<u>\$ (73,765,711)</u>	<u>\$ (77,154,639)</u>	<u>\$ (80,554,994)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property taxes	\$ 55,642,673	\$ 47,142,393	\$ 53,167,192	\$ 48,040,262
Payment in Lieu of Taxes	1,695,120	1,304,735	1,376,107	4,698,766
Grants & entitlements not restricted to specific programs	17,343,777	19,367,447	20,918,913	21,658,340
Investment Earnings	1,592,381	1,152,125	513,427	79,545
Miscellaneous	-	58,846	1,816	136,191
Transfer	-	-	-	(37,000)
Total governmental activities general revenues and other changes	<u>76,273,951</u>	<u>69,025,546</u>	<u>75,977,455</u>	<u>74,576,104</u>
Business type activities				
Investment Earnings	3,629	4,599	1,029	152
Transfer	-	-	-	37,000
Total governmental activities general revenues and other changes	<u>3,629</u>	<u>4,599</u>	<u>1,029</u>	<u>37,152</u>
Total primary general government revenues and other changes	<u>\$ 76,277,580</u>	<u>\$ 69,030,145</u>	<u>\$ 75,978,484</u>	<u>\$ 74,613,256</u>
Change in Net Position				
Governmental Activities	\$ 7,658,168	\$ (4,568,611)	\$ (1,090,197)	\$ (6,147,308)
Business type activities	(102,004)	(166,955)	(85,959)	205,570
Total primary government	<u>\$ 7,556,164</u>	<u>\$ (4,735,565)</u>	<u>\$ (1,176,156)</u>	<u>\$ (5,941,738)</u>

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

(continued)

2011	2012	2013	2014	2015	2016
\$ (76,385,104)	\$ (72,300,873)	\$ (77,700,012)	\$ (77,779,204)	\$ (79,434,131)	\$ (80,001,291)
117,737	-	-	-	-	-
<u>\$ (76,267,367)</u>	<u>\$ (72,300,873)</u>	<u>\$ (77,700,012)</u>	<u>\$ (77,779,204)</u>	<u>\$ (79,434,131)</u>	<u>\$ (80,001,291)</u>
\$ 48,542,206	\$ 54,326,655	\$ 49,944,800	\$ 55,951,123	\$ 55,977,206	\$ 58,661,901
3,960,116	3,706,243	6,138,650	5,306,422	4,688,817	5,506,411
21,378,403	20,943,372	19,046,454	20,623,626	21,911,181	21,668,831
75,858	37,844	28,295	38,255	84,326	215,385
1,124,388	406,030	250,534	372,197	945,159	469,056
(40,200)	-	-	-	-	-
75,040,771	79,420,144	75,408,733	82,291,623	83,606,689	86,521,584
-	-	-	-	-	-
40,200	-	-	-	-	-
40,200	-	-	-	-	-
<u>\$ 75,080,971</u>	<u>\$ 79,420,144</u>	<u>\$ 75,408,733</u>	<u>\$ 82,291,623</u>	<u>\$ 83,606,689</u>	<u>\$ 86,521,584</u>
\$ (1,344,333)	\$ 7,119,271	\$ (2,291,279)	\$ 4,512,419	\$ 4,172,558	\$ 6,520,293
157,937	-	-	-	-	-
<u>\$ (1,186,396)</u>	<u>\$ 7,119,271</u>	<u>\$ (2,291,279)</u>	<u>\$ 4,512,419</u>	<u>\$ 4,172,558</u>	<u>\$ 6,520,293</u>

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GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

**Fund Balances, Governmental Funds, Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)**

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Nonspendable	N/A	N/A	N/A	355,766	80,294	75,181	178,360	77,029	76,157	89,846
Restricted	N/A	N/A	N/A	76,361	21,039	21,039	21,039	21,039	-	-
Assigned	N/A	N/A	N/A	21,760,223	17,321,066	19,769,034	15,434,774	14,528,932	12,086,804	20,330,378
Unassigned	N/A	N/A	N/A	1,554,210	1,816,378	1,657,930	2,704,366	5,495,060	9,727,297	3,307,068
Reserved	21,364,301	20,199,168	23,650,591	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Unreserved	10,389,798	10,185,497	4,858,287	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total General Fund	<u>31,754,099</u>	<u>30,384,665</u>	<u>28,508,878</u>	<u>23,746,560</u>	<u>19,238,777</u>	<u>21,523,184</u>	<u>18,338,539</u>	<u>20,122,060</u>	<u>21,890,258</u>	<u>23,727,292</u>
Other Governmental Funds										
Nonspendable	N/A	N/A	N/A	-	-	-	-	545	545	545
Restricted	N/A	N/A	N/A	16,521,902	7,932,238	7,058,083	9,504,180	6,980,859	7,120,249	4,660,232
Committed	N/A	N/A	N/A	-	-	39,098	23,157	28,851	27,604	29,863
Unassigned	N/A	N/A	N/A	(131,478)	(677,150)	(126,376)	(207,403)	(578,111)	-	(65,441)
Reserved	2,040,747	1,436,104	1,138,999	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Unreserved, reported in:										
Special Revenue Funds	(103,005)	(62,447)	52,341	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Debt Service Fund	3,581,152	2,876,827	2,762,609	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Capital Projects Fund	25,711	23,093	(5,546,366)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Other Governmental Funds	<u>5,544,605</u>	<u>4,273,577</u>	<u>(1,592,417)</u>	<u>16,390,424</u>	<u>7,255,088</u>	<u>6,970,805</u>	<u>9,319,934</u>	<u>6,432,144</u>	<u>7,148,398</u>	<u>4,625,199</u>

N/A- Fund Balance classifications are not applicable due to implementation of GASB 54 in fiscal year 2011 including restatement of fiscal year 2010.

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
Change in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2007	2008	2009	2010
Revenues:				
From local sources				
Taxes	\$ 55,361,476	\$ 48,149,561	\$ 52,829,685	\$ 48,473,563
Payment in Lieu of Taxes	-	-	-	3,404,999
Tuition	352,127	300,879	223,159	220,438
Charges for Services	-	-	-	-
Other local	4,546,260	2,262,595	2,565,756	1,870,188
Intergovernmental - State	19,125,501	21,192,714	22,651,012	22,752,983
Intergovernmental - Federal	2,316,518	2,093,886	3,237,019	3,069,668
Investment Income	1,570,168	1,206,670	471,801	127,532
Total Revenues	<u>\$ 83,272,050</u>	<u>\$ 75,206,305</u>	<u>\$ 81,978,432</u>	<u>\$ 79,919,371</u>
Expenditures (Current):				
Instruction				
Regular	\$ 33,872,461	\$ 36,265,900	\$ 37,981,359	41,836,956
Special	9,143,465	9,961,266	10,461,375	12,185,807
Vocational	928,659	897,834	998,076	877,859
Other Instruction	-	5,904	14,960	-
Support Services				
Pupils	3,161,377	3,335,452	3,897,932	3,801,545
Instructional Staff	4,277,794	4,270,215	4,423,349	4,205,993
General Administration	346,900	505,563	256,100	217,292
School Administration	6,343,711	6,040,972	7,523,175	6,681,522
Fiscal Services	1,194,468	1,323,788	1,432,424	1,571,243
Business	14,193	13,465	5,348	26,945
Maintenance	6,305,866	5,700,882	5,980,392	6,553,193
Pupil Transportation	2,121,376	2,330,467	2,429,630	2,654,925
Central	307,430	334,211	362,605	642,121
Community Services	1,632,598	1,345,075	1,387,400	1,436,421
Food Service Operations	-	-	-	-
Extra Curricular Activities	1,304,556	1,193,075	1,250,732	1,162,198
Miscellaneous	28,705	62,913	367,821	-
Capital Outlay	2,038,409	2,965,881	7,350,719	2,431,619
Debt Service:				
Principal Retirement	2,364,605	2,378,986	2,113,192	2,090,647
Interest and Fiscal Charges	795,055	778,299	1,062,447	1,350,195
Total Expenditures	<u>\$ 76,181,628</u>	<u>\$ 79,710,148</u>	<u>\$ 89,299,036</u>	<u>\$ 89,726,481</u>
Excess (deficiency) of revenue over (under) expenditures	\$ 7,090,422	\$ (4,503,843)	\$ (7,320,604)	\$ (9,807,110)
Other Financing (Sources) Uses				
Transfers in	430,303	-	-	6,354,489
Transfers (out)	(430,303)	-	-	(6,391,489)
Sale of Assets	-	-	-	78,100
Refunding issuance cost	-	-	-	-
Refunding bond issued	-	-	6,380,000	-
Payment refund bond escrow	-	-	(6,488,537)	-
Premium on bonds	-	-	240,654	-
Debt proceeds	-	1,200,000	-	21,247,770
Premium on notes issuance	-	16,840	-	-
Discount on Bonds Issued	-	-	-	(34,897)
Inception of Capital Lease	-	-	-	297,480
Total other financing sources (uses)	<u>\$ -</u>	<u>\$ 1,216,840</u>	<u>\$ 132,117</u>	<u>\$ 21,551,453</u>
Net Change in Fund balances	<u>\$ 7,090,422</u>	<u>\$ (3,287,003)</u>	<u>\$ (7,188,487)</u>	<u>\$ 11,744,343</u>
Debt Service as a percentage of non capital expenditures	4.3%	4.1%	3.9%	3.9%

Note: Nonmajor enterprise funds were reclassified as governmental funds during fiscal year 2012

2011	2012	2013	2014	2015	2016
\$ 48,514,070	\$ 54,493,804	\$ 50,509,779	\$ 55,699,974	\$ 56,037,745	\$ 58,672,619
5,381,328	4,097,691	6,113,186	5,270,914	5,042,214	5,628,299
165,944	328,310	343,910	672,170	735,347	694,305
-	2,141,116	2,064,461	1,411,604	1,398,388	1,477,125
2,874,763	2,578,248	2,261,785	2,372,247	2,421,516	1,803,830
23,188,046	21,868,411	21,057,923	22,935,265	24,573,247	23,765,227
4,182,227	5,631,883	3,742,955	3,628,047	4,200,350	3,812,434
86,447	37,855	24,142	41,700	75,359	210,027
<u>\$ 84,392,825</u>	<u>\$ 91,177,318</u>	<u>\$ 86,118,141</u>	<u>\$ 92,031,921</u>	<u>\$ 94,484,166</u>	<u>\$ 96,063,866</u>
40,869,401	39,949,736	40,035,468	39,470,435	40,971,876	41,987,097
12,702,222	11,654,805	12,259,107	12,630,335	12,252,683	12,504,104
902,313	906,551	818,692	689,413	627,897	518,294
-	-	-	225,447	132,155	124,327
3,828,604	3,695,664	3,829,929	3,917,728	3,941,028	4,163,889
4,247,651	3,453,169	3,576,642	3,061,859	3,108,235	3,874,286
264,969	250,484	483,327	392,998	1,519,299	291,656
6,908,686	6,953,227	6,915,941	7,260,252	7,084,756	7,161,414
1,418,034	1,536,940	1,832,162	1,695,186	1,663,001	1,741,712
13,282	8,382	12,934	282	104,956	90,532
6,040,227	6,171,392	5,895,886	6,143,928	5,980,202	6,256,380
2,688,397	2,659,442	3,255,254	3,208,910	3,599,335	3,574,416
591,155	469,168	474,767	685,664	840,254	1,282,311
1,833,816	1,207,619	1,678,180	1,668,884	1,938,904	1,428,510
-	2,408,128	2,602,593	2,505,257	2,656,417	2,717,441
1,186,176	1,208,808	1,322,760	1,213,519	1,262,379	1,245,171
-	-	-	-	-	-
12,115,050	2,011,411	1,449,940	4,337,138	641,015	3,958,438
3,380,675	3,530,892	3,649,407	3,954,951	3,020,378	2,735,909
1,440,836	1,375,823	1,452,124	1,119,589	1,163,217	1,105,337
<u>\$ 100,431,494</u>	<u>\$ 89,451,641</u>	<u>\$ 91,545,113</u>	<u>\$ 94,181,775</u>	<u>\$ 92,507,987</u>	<u>\$ 96,761,224</u>
\$ (16,038,669)	\$ 1,725,677	\$ (5,426,972)	\$ (2,149,854)	\$ 1,976,179	\$ (697,358)
1,751,314	1,811,918	1,554,187	1,893,023	2,052,959	1,972,436
(1,791,514)	(1,811,918)	(1,554,187)	(1,893,023)	(2,052,959)	(1,972,436)
85,420	195	-	-	21,060	11,193
-	-	-	-	-	-
-	-	-	-	6,725,000	-
-	-	(6,542,611)	-	(7,008,370)	-
-	-	339,067	-	585,783	-
-	-	10,795,000	700,000	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,350,330	-	-	345,585	184,800	-
<u>\$ 2,395,550</u>	<u>\$ 195</u>	<u>\$ 4,591,456</u>	<u>\$ 1,045,585</u>	<u>\$ 508,273</u>	<u>\$ 11,193</u>
<u>\$ (13,643,119)</u>	<u>\$ 1,725,872</u>	<u>\$ (835,516)</u>	<u>\$ (1,104,269)</u>	<u>\$ 2,484,452</u>	<u>\$ (686,165)</u>
5.5%	5.6%	5.7%	5.7%	4.6%	4.2%

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN CALENDAR YEARS (1)

YEAR	REAL PROPERTY		PERSONAL PROPERTY (2)		PUBLIC UTILITIES		TOTAL		Effective Tax Rate (Per \$1,000 of Assessed Value)	RATIO OF TOTAL ASSESSED TO TOTAL ESTIMATED ACTUAL VALUE
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE		
2006	1,360,220	3,886,343	49,266	262,752	32,861	93,889	1,442,347	4,242,984	69.35	33.99%
2007	1,400,668	4,001,909	30,126	241,008	26,670	76,200	1,457,464	4,319,117	65.80	33.74%
2008	1,441,225	4,117,784	3,093	49,488	28,476	81,360	1,472,794	4,248,632	68.98	34.67%
2009	1,444,827	4,128,077	1,546	39,920	29,890	85,400	1,476,263	4,244,397	66.73	34.78%
2010	1,450,461	4,144,174	0	0	29,283	83,666	1,479,744	4,227,840	66.73	35.00%
2011	1,358,220	3,880,629	0	0	26,808	76,594	1,385,028	3,957,223	72.10	35.00%
2012	1,357,814	3,879,469	0	0	26,468	75,623	1,384,282	3,955,092	72.10	35.00%
2013	1,364,238	3,897,823	0	0	27,862	79,606	1,392,100	3,977,429	72.10	35.00%
2014	1,377,318	3,935,194	0	0	29,235	83,991	1,406,553	4,018,723	72.61	35.00%
2015	1,394,848	3,985,280	0	0	37,071	105,917	1,431,919	4,091,197	73.26	35.00%

Note: (1) In thousands except ratios

(2) House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phased out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property was eliminated in calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the District due to the phasing out of the tax. In calendar years 2006-2010, the District will be fully reimbursed for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
CITY OF GAHANNA
LAST TEN FISCAL YEARS
(PER \$1,000 OF ASSESSED VALUATION) (1)

FISCAL YEAR	TOTAL RATE	-----SCHOOL DISTRICT-----				GAHANNA CITY	FRANKLIN COUNTY	EASTLAND JVS	COLUMBUS LIBRARY	MIFFLIN TOWNSHIP
		GENERAL FUND	BOND RETIREMENT FUND	PERMANENT IMPROVEMENT LEVY	TOTAL SCHOOL					
2006 for 2007	102.69	66.95	2.40	0.00	69.35	2.40	18.44	2.00	2.20	10.70
2007 for 2008	101.59	63.40	2.40	0.00	65.80	2.40	18.49	2.00	2.20	10.70
2008 for 2009	92.14	66.78	2.20	0.00	68.98	2.40	18.02	2.00	2.20	10.70
2009 for 2010	102.10	64.33	2.40	0.00	66.73	2.40	18.07	2.00	2.20	10.70
2010 for 2011	102.70	64.90	1.83	0.00	66.73	2.40	18.07	2.00	2.80	10.70
2011 for 2012	111.87	70.10	2.00	0.00	72.10	2.40	18.07	2.00	2.80	14.50
2012 for 2013	112.27	70.10	2.00	0.00	72.10	2.40	18.47	2.00	2.80	14.50
2013 for 2014	112.27	70.10	2.00	0.00	72.10	2.40	18.47	2.00	2.80	14.50
2014 for 2015	112.78	70.10	2.51	0.00	72.61	2.40	18.47	2.00	2.80	14.50
2015 for 2016	113.43	70.10	1.00	2.16	73.26	2.40	18.47	2.00	2.80	14.50

(1) The Gahanna-Jefferson City School District consists of five taxing Districts.

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
JEFFERSON TOWNSHIP
LAST TEN FISCAL YEARS
(PER \$1,000 OF ASSESSED VALUATION) (1)

FISCAL YEAR	TOTAL RATE	-----SCHOOL DISTRICT-----				FRANKLIN COUNTY	EASTLAND JVS	COLUMBUS LIBRARY	JEFFERSON TOWNSHIP
		GENERAL FUND	BOND RETIREMENT FUND	PERMANENT IMPROVEMENT LEVY	TOTAL SCHOOL				
2006 for 2007	99.68	66.95	2.05	0.00	69.00	18.44	2.00	2.20	10.46
2007 for 2008	99.61	63.80	2.00	0.00	65.80	18.49	2.00	2.20	9.49
2008 for 2009	102.10	66.78	2.40	0.00	69.18	18.02	2.00	2.20	9.54
2009 for 2010	100.17	64.73	2.00	0.00	66.73	18.07	2.00	2.20	9.54
2010 for 2011	100.77	64.90	1.83	0.00	66.73	18.07	2.00	2.80	9.54
2011 for 2012	106.14	72.10	2.00	0.00	74.10	18.07	2.00	2.80	9.54
2012 for 2013	106.94	72.10	2.00	0.00	74.10	18.47	2.00	2.80	9.57
2013 for 2014	107.94	70.10	2.00	0.00	72.10	18.47	2.00	2.80	12.57
2014 for 2015	109.08	70.10	2.51	0.00	72.61	18.47	2.00	2.80	13.20
2015 for 2016	111.53	70.10	1.00	2.16	73.26	18.47	2.00	2.80	15.00

(1) The Gahanna-Jefferson City School District consists of five taxing Districts

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
MIFFLIN TOWNSHIP
LAST TEN FISCAL YEARS
(PER \$1,000 OF ASSESSED VALUATION) (1)

FISCAL YEAR	TOTAL RATE	-----SCHOOL DISTRICT-----				FRANKLIN COUNTY	EASTLAND JVS	COLUMBUS LIBRARY	MIFFLIN TOWNSHIP
		GENERAL FUND	BOND RETIREMENT FUND	PERMANENT IMPROVEMENT LEVY	TOTAL SCHOOL				
2006 for 2007	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	22.80
2007 for 2008	111.29	63.80	2.00	0.00	65.80	18.49	2.00	2.20	22.80
2008 for 2009	115.80	66.78	2.20	0.00	68.98	18.02	2.00	2.20	26.80
2009 for 2010	113.80	64.73	2.00	0.00	66.73	18.07	2.00	2.20	24.80
2010 for 2011	114.40	64.90	1.83	0.00	66.73	18.07	2.00	2.80	24.80
2011 for 2012	134.12	70.10	2.00	0.00	72.10	18.07	2.00	2.80	37.40
2012 for 2013	132.77	70.10	2.00	0.00	72.10	18.47	2.00	2.80	37.40
2013 for 2014	132.77	70.10	2.00	0.00	72.10	18.47	2.00	2.80	37.40
2014 for 2015	133.25	70.10	2.51	0.00	72.61	18.47	2.00	2.80	37.40
2015 for 2016	133.93	70.10	1.00	2.16	73.26	18.47	2.00	2.80	37.40

(1) The Gahanna-Jefferson City School District consists of five taxing Districts

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
CITY OF COLUMBUS
LAST TEN FISCAL YEARS
(PER \$1,000 OF ASSESSED VALUATION) (1)

FISCAL YEAR	TOTAL RATE	-----SCHOOL DISTRICT-----				COLUMBUS CITY	FRANKLIN COUNTY	EASTLAND JVS	COLUMBUS LIBRARY
		GENERAL FUND	BOND RETIREMENT FUND	PERMANENT IMPROVEMENT LEVY	TOTAL SCHOOL				
2006 for 2007	92.73	66.95	2.05	0.00	69.00	3.14	18.44	2.00	2.20
2007 for 2008	91.63	63.80	2.00	0.00	65.80	3.14	18.49	2.00	2.20
2008 for 2009	100.17	66.78	2.00	0.00	68.78	1.63	18.02	2.00	2.20
2009 for 2010	92.14	64.73	2.00	0.00	66.73	3.14	18.07	2.00	2.20
2010 for 2011	102.85	64.90	1.83	0.00	66.73	1.63	18.07	2.00	2.80
2011 for 2012	98.11	70.10	2.00	0.00	72.10	3.14	18.07	2.00	2.80
2012 for 2013	98.51	70.10	2.00	0.00	72.10	3.14	18.07	2.00	2.80
2013 for 2014	98.51	70.10	2.00	0.00	72.10	3.14	18.47	2.00	2.80
2014 for 2015	99.02	70.10	2.51	0.00	72.61	3.14	18.47	2.00	2.80
2015 for 2016	99.67	70.10	1.00	2.16	73.26	3.14	18.47	2.00	2.80

(1) The Gahanna-Jefferson City School District consists of five taxing Districts

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

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT TOP PRINCIPAL PROPERTY TAXPAYERS 2016 COLLECTION YEAR			GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT TOP PRINCIPAL PROPERTY TAXPAYERS 2007 COLLECTION YEAR		
<u>PUBLIC UTILITIES</u>	ASSESSED VALUATION	% OF TOTAL ASSESSED VALUATION	<u>PUBLIC UTILITIES</u>	ASSESSED VALUATION	% OF TOTAL ASSESSED VALUATION
1. Ohio Power Company	\$27,992,820	1.95%	1. Columbus Southern Power Co.	\$24,388,290	1.68%
2. Columbus Southern Power Co.	5,585,210	0.39%			
<u>REAL ESTATE</u>			<u>REAL ESTATE</u>		
1. Distribution Land Corp	32,486,670	2.27%	1. Distribution Land Corp	38,727,540	2.67%
2. Huntington National Bank	20,180,230	1.41%	2. Abbot Laboratories	12,379,460	0.85%
3. Garrison Easton Oval LLC	11,340,810	0.79%	3. Morse & Hamilton LP	10,390,070	0.72%
4. Abbot Laboratories	10,713,020	0.75%	4. Vista at Rocky Fork LP	7,470,930	0.51%
5. Stoneridge Plaza Shops	10,424,510	0.73%	5. M/I Homes of Central Ohio	6,851,470	0.47%
6. Vista at Rocky Fork LP	7,910,010	0.55%	6. IPOFA Columbus Works LLC	5,979,260	0.41%
7. Central Park LLC	6,300,010	0.44%	7. AERC Christopher Wren Inc	4,620,000	0.32%
8. AERC Christopher Wren Inc	5,330,500	0.37%	8. Gahanna - Creekside	4,125,890	0.28%
9. Cole of Phoenix AZ inc.	4,577,910	0.32%	9. Casto Reynoldsburg New	3,724,000	0.26%
10. McCutcheon GE LLC	4,433,910	0.31%	10. Continental Eagle LLC	3,288,400	0.23%
<u>TANGIBLE PERSONAL PROPERTY</u>			<u>TANGIBLE PERSONAL PROPERTY</u>		
Not applicable in 2016.			1. McGraw Hill Inc	2,068,075	0.14%
			2. Ohio Bell Telephone Company	874,675	0.06%
			3. Amerigraph LLC	525,940	0.04%
			4. St. Jude Medical Sales Company	472,185	0.03%
			5. Petsmark Inc.	455,180	0.03%
			6. Siemens Airfield Solutions Inc	413,200	0.03%
			7. Tamarkin Company	354,205	0.02%
			8. JE Grote Company Inc	269,688	0.02%
			9. Kroger Company	264,395	0.02%
			10. Basell USA Inc	256,020	0.02%
<u>ALL OTHERS</u>	1,284,643,370	89.72%	<u>ALL OTHERS</u>	1,323,611,516	91.19%
TOTAL ASSESSED VALUATION	\$1,431,918,980	100.00%	TOTAL ASSESSED VALUATION	\$1,451,510,389	100.00%

SOURCE: Office of the County Auditor, Franklin County.
NOTE: Assessed Values are for the valuation year of 2015 and 2006 respectively

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN CALENDAR YEARS

COLLECTION YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	PERCENT OF LEVY COLLECTED	(1) DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	PERCENT OF TOTAL TAX COLLECTIONS TO TAX LEVY	OUTSTANDING DELINQUENT TAXES	PERCENT OF DELINQUENT TAXES TO TAX LEVY
2006	45,625,340	43,746,208	95.9%	1,224,642	44,970,850	98.6%	3,272,055	7.2%
2007	56,958,309	53,759,198	94.4%	1,705,498	55,464,696	97.4%	3,384,121	5.9%
2008	55,291,689	51,583,524	93.3%	1,554,593	53,138,117	96.1%	3,783,270	6.8%
2009	56,342,165	52,027,471	92.3%	1,665,056	53,692,527	95.3%	3,390,232	6.0%
2010	57,521,107	52,285,423	90.9%	1,574,795	53,860,218	93.6%	3,215,574	5.6%
2011	58,038,504	52,407,317	90.3%	1,269,208	53,676,525	92.5%	3,409,706	5.9%
2012	65,042,459	58,971,629	90.7%	1,671,087	60,642,716	93.2%	2,818,091	4.3%
2013	65,156,968	58,449,543	89.7%	1,509,943	59,959,486	92.0%	2,769,638	4.3%
2014	61,258,310	58,581,224	95.6%	1,267,400	59,848,624	97.7%	2,678,283	4.4%
2015	62,548,217	61,129,761	97.7%	1,313,037	62,442,798	99.8%	2,791,590	4.5%

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

- (1) The delinquent taxes are not provided by County as to the year in which they apply but in which the year they are collected causing percentages to be greater than 100 percent

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2016

Total Assessed Valuation (1)	\$1,431,918,980
Overall Debt Limitation:	
9% of assessed valuation	128,872,708
Gross Indebtedness	28,189,919
Less: Amount Available in Debt Service Fund	(3,217,169)
Less Exempt Debt:	
Energy Conservation Bonds	(475,000)
Net debt within limitations	<u>24,497,750</u>
Legal debt margin within 9% limitation	<u><u>104,374,958</u></u>
<hr/>	
Energy Conservation Debt Limitation:	
0.9% of assessed valuation	12,887,271
Net debt within 0.9% limitations	<u>(475,000)</u>
Energy Conservation debt margin	<u><u>12,412,271</u></u>
<hr/>	
Unvoted Debt Limitation:	
.10% of assessed valuation	1,431,919
Gross Indebtedness	0
Less Exempt Debt:	0.00
Net debt within limitations	<u>0.00</u>
Legal debt margin within .10% limitation	<u><u>\$1,431,919</u></u>

Note: (1) Assessed valuation from Page S19.

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
 RATIO OF NET GENERAL BONDED DEBT
 TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA (1)
 LAST TEN CALENDAR YEARS

CALENDAR YEAR	ESTIMATED POPULATION (1)	ASSESSED VALUE REAL & PERSONAL PROPERTY (2)	GENERAL BONDED DEBT (3)	Certificates of Participation (3)	Capital Leases (3)	RATIO BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
2006	35,000	1,442,347,097	22,603,324	-	-	0.0157	543.49
2007	34,170	1,457,463,952	21,961,420	-	-	0.0151	558.52
2008	34,355	1,472,226,540	19,946,041	-	-	0.0135	515.55
2009	35,200	1,476,263,460	32,737,172	6,565,000	246,833	0.0222	1,059.63
2010	34,355	1,479,744,120	30,420,060	6,095,000	2,174,673	0.0206	1,056.31
2011	33,248	1,385,028,070	27,999,155	5,615,000	1,661,966	0.0202	985.84
2012	33,248	1,384,281,560	30,090,634	5,120,000	1,130,744	0.0217	1,011.78
2013	34,051	1,392,099,780	27,992,339	4,605,000	862,615	0.0201	897.23
2014	33,323	1,406,552,510	26,483,105	4,065,000	432,848	0.0188	832.07
2015	34,590	1,431,918,980	24,466,077	3,500,000	223,842	0.0171	737.82

Notes: (1) City of Gahanna
 (2) Assessed value from Page S14
 (3) Office of the Treasurer, Gahanna-Jefferson City School District

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
RATIO OF
ANNUAL GENERAL OBLIGATION BONDED DEBT SERVICE EXPENDITURES
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS

GENERAL OBLIGATION BOND DEBT SERVICE

FISCAL YEARS	PRINCIPAL	INTEREST	TOTAL	TOTAL GENERAL GOVERNMENTAL EXPENDITURES (1)	RATIO OF GENERAL OBLIGATION BOND DEBT SERVICE TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
2007	2,030,000	746,990	2,776,990	76,181,628	0.0365
2008	2,055,000	705,992	2,760,992	79,710,149	0.0346
2009	2,140,000	775,831	2,915,831	89,272,573	0.0327
2010	2,040,000	963,451	3,003,451	89,726,481	0.0335
2011	2,958,185	1,369,106	4,327,291	100,431,494	0.0431
2012	3,018,185	1,309,866	4,328,051	89,451,641	0.0484
2013	3,118,185	1,236,949	4,355,134	91,545,113	0.0476
2014	3,341,237	1,077,425	4,418,662	94,181,775	0.0469
2015	2,405,811	929,402	3,335,213	92,507,987	0.0361
2016	2,526,903	1,010,695	3,537,598	96,761,224	0.0366

Notes: (1) Includes General Fund and Debt Service Fund Principal and Interest payments.
(2) Fiscal year 2009 has been restated to remove the effects of refunding transactions.

Source: Office of the Treasurer, Gahanna-Jefferson City School District

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 2015

	Assessed Valuation	Debt Attributable to Governmental Activities	(1) Percent Overlapping	Applicable To Gahanna-Jefferson City School District
Direct:				
Gahanna-Jefferson City School District	\$1,431,918,980	\$28,189,919	100.00%	\$28,189,919
Overlapping:				
Franklin County	26,642,445,640	222,905,000	5.37%	11,969,999
City of Columbus	14,571,082,050	3,101,256,919	1.03%	31,942,946
City of Gahanna	927,927,580	1,615,000	99.18%	1,601,757
City of Reynoldsburg	671,777,720	7,898,900	0.01%	790
Jefferson Township	486,538,180	753,000	72.93%	549,163
Mifflin Township	959,038,580	975,000	96.66%	942,435
Eastland Joint Vocational	7,513,520,840	2,100,000	19.06%	400,216
Solid Waste Authority of Central Ohio	27,907,630,030	<u>98,165,000</u>	5.13%	<u>5,035,865</u>
Total overlapping		<u>3,435,668,819</u>		<u>52,443,170</u>
Total direct and overlapping debt		<u><u>\$3,463,858,738</u></u>		<u><u>\$80,633,089</u></u>

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

- (1) The percent overlap calculation based on the percentage of assessed property tax valuation within District compared to the total assessed valuation for the overlapping entity.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

PROPERTY VALUE AND CONSTRUCTION
LAST CALENDAR TEN YEARS

CALENDAR YEAR	RESIDENTIAL		Commercial & Industrial		TOTAL # OF PERMITS	VALUE
	# OF PERMITS	VALUE	# OF PERMITS	VALUE		
2006	35	10,224,098	65	32,387,770	100	42,611,868
2007	221	12,510,073	93	42,775,873	314	55,285,946
2008	100	6,759,578	72	12,760,419	172	19,519,997
2009	70	5,128,120	49	10,585,081	119	15,713,201
2010	77	4,264,504	54	24,612,909	131	28,877,413
2011	83	5,359,137	63	14,098,208	146	19,457,345
2012	102	6,752,503	94	33,361,710	196	40,114,213
2013	114	11,575,881	103	23,066,047	217	34,641,928
2014	12	3,523,409	27	37,469,390	39	40,992,799
2015	85	6,363,534	112	56,870,101	197	63,233,635

Source: City of Gahanna.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

DEMOGRAPHICS AND OTHER MISCELLANEOUS STATISTICS

Enrollment* - June, 2016 7,496

Staff - June, 2016

Certificated	551
Administrator	35
Classified/Unclassified	275
Psychologist	6
Total Staff	867

Buildings

High School	one
Middle Schools	three
Elementary Schools	seven
Central Office	one
Transportation	one
Maintenance	one

Classroom Teachers' Average Salary 2015-16 \$63,059

Cost per pupil - Fiscal year (general funds) 2015-16 \$10,879

Classroom Teachers Ratio 2015-16 21.4

Valuation per pupil (2015-16) \$189,947

Standardized Test Scores (2015-16):

	Gahanna-Jefferson	Ohio	Nation
American College Test (ACT)			
Reading.....	22.5	22.5	21.3
English.....	21.7	21.2	20.1
Mathematics.....	21.6	21.6	20.6
Science.....	22.0	22.0	20.8
Composite.....	22.0	22.0	20.8
Scholastic Aptitude Test (SAT)			
Verbal.....	516.0	556.0	494.0
Mathematics.....	565.0	563.0	508.0
Writing.....	493.0	534.0	482.0

Certificated Degree Count FY2016

<u>Degree</u>	<u>Count</u>	<u>Degree</u>	<u>Count</u>	<u>Count</u>	<u>Percent</u>
BA.....	32	MA.....	175	Total BA.....	114
BA+12.....	11	MA+12.....	133		22%
BA+150....	71	MA+30.....	69	Total MA.....	437
		MA+45.....	60		78/%
		PHD.....	2		

Note: The total enrollment includes 172 pre-schoolers.

Source: Gahanna-Jefferson City School District Human Resources Department

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

FREE AND REDUCED MEALS STATISTICS
CURRENT FISCAL YEAR

Building	# of Students	ADM	Building Percentage	District Percentage
Blacklick Elementary	59	501	0.12	0.01
Chapelfield Elementary	129	436	0.30	0.02
Goshen Lane Elementary	237	449	0.53	0.03
High Point Elementary	43	496	0.09	0.01
Jefferson Elementary	98	478	0.21	0.01
Lincoln Elementary	99	435	0.23	0.01
Royal Manor Elementary	248	492	0.50	0.03
Middle School East	76	515	0.15	0.01
Middle School South	151	594	0.25	0.02
Middle School West	230	579	0.40	0.03
Lincoln High School	560	2,349	0.24	0.08
TOTAL	1930	7,324	0.26	0.26

Note: Count does not include Pre-K Students.

Source: School District Records

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

STAFF DATA

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Professional Staff										
Teaching Staff:										
Elementary	233.5	229.2	212.7	205.5	204.7	207.1	209.8	211.0	205.8	201.3
Middle	126.5	124.1	126.7	125.6	122.6	130.8	133.1	135.7	134.0	134.3
High	136.0	133.8	133.4	135.0	135.3	141.1	144.1	142.0	142.0	138.4
Administrators*	33.7	33.0	31.0	30.9	31.0	34.0	35.0	35.0	35.0	35.0
Admin. Specialists/Managers*	12.8	12.8	11.4	6.4	6.1	6.0	6.9	7.1	7.0	7.8
Support Positions:										
Psychologists*	6.6	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Nurses	4.2	4.3	4.1	4.2	4.2	4.0	4.0	4.0	3.0	3.0
Speech	10.0	9.5	7.0	6.0	6.0	5.6	5.6	5.4	4.5	5.2
Occupational & Physical Therapists*	6.8	6.6	4.3	3.3	3.1	3.1	3.1	2.8	2.8	4.0
Instructional Coaches***	13.0	13.0	13.0	8.5	7.5	11.0	11.0	11.0	11.0	8.5
Case Managers	2.8	2.8	2.8	1.8	1.8	1.8	1.8	1.8	1.8	1.5
Counselors	12.5	12.6	12.6	12.6	12.5	13.5	13.5	14.5	14.5	13.5
Media Specialists	8.5	7.5	7.5	7.5	7.5	12.0	12.0	12.0	12.0	12.0
Mental Health & Behavior Specialists*	4.8	4.8	3.8	3.8	3.8	4.0	4.0	4.0	4.0	1.0
Secretarial/Clerk Typists	46.5	46.5	46.0	46.0	43.0	44.5	44.5	44.5	42.8	44.0
Aides*	49.4	46.5	35.0	34.0	30.5	30.5	32.5	28.5	27.5	25.5
Athletic Trainer*	1.0	1.0	1.0	1.0	1.0	0.0	0.0	0.0	0.0	0.0
Substitute Caller	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1.5
Hall Monitor/Security	5.0	5.0	6.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Technology**	14.0	1.0	1.0	8.0	9.0	9.0	8.0	10.0	6.0	4.0
Cooks/Kitchen Aides	50.0	50.0	50.0	49.0	49.0	49.0	49.0	49.0	50.0	52.0
Custodial	40	40	39.5	39.5	39.5	40.0	44.0	44.0	44.0	43.5
Maintenance	10.0	10.0	10.0	10.0	10.0	10.0	10.0	12.0	12.0	12.0
Grounds	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Bus Drivers	53.0	52.0	50.0	47.0	45.0	44.0	45.0	45.0	46.0	44.0
Mechanics	3.0	3.0	3.5	3.5	3.5	3.0	3.0	3.0	3.0	3.0
Total	884.6	855.9	819.3	801.2	788.6	816.0	831.7	834.3	820.8	807.0

Note: *- Includes Employees Hired Through Franklin County Educational Services Center (FY16 Total - 17.1)

Note: **- Technology was outsourced from fiscal years 2013 until 2015. Includes Technology Administrator.

Note: ***- Includes Parent Mentor.

Source: School District Records

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

SCHOOL DISTRICT FACILITIES STATISTICS
CURRENT FISCAL YEAR

<u>Name of Building</u>	<u>Building Total</u> <u>Sq. Feet</u>	<u>Grades</u>	<u>Enrollment</u> <u>FY2016</u>	<u>Capacity</u>	<u>No. of Classroom</u> <u>Teachers</u>	<u>Pupil/</u> <u>Teacher</u> <u>Ratio*</u>	<u>Year Building</u> <u>Completed</u>	<u>Date of Additions</u>
Blacklick Elementary*	61,720	PK-5	556	521	32	17.4	1994	None
Chapelfield Elementary*	52,480	PK-5	468	430	23	20.3	1968	1991
Goshen Lane Elementary	49,600	K-5	449	400	20	22.5	1966	1990
High Point Elementary	54,000	K-5	496	445	21	23.6	1988	1992
Jefferson Elementary	57,554	K-5	478	480	23	20.8	1950	1953 & 1999
Lincoln Elementary	44,520	K-5	435	356	19	22.9	1957	1968 & 1991
Royal Manor Elementary	60,565	K-5	492	509	22	22.4	1965	1990
Elementary Total:	380,439		3,373	3,141				
Middle School East	79,400	6-8	515	550	22	23.4	1975	1999
Middle School South	80,000	6-8	594	552	24	24.8	1992	None
Middle School West	88,200	6-8	579	618	25	23.2	1966	1969
Middle School Total:	247,600		1,688	1,720				
Lincoln High School	388,951	9-12	2,349	2,490	115	20.4	A Bldg. 1963 B Bldg. 1927 C Bldg. 1999 D Bldg. 2011	1968, 1981, 1995 1949, 1987
Total	1,016,990		7,410	7,351	346	21.4		

Source: School District Records

*Blacklick includes 6,720 sf of modular space.

*Preschool students report as 1 FTE for every 2 half time students.

*Enrollment based on May Enrollment Report to the Board.

GAHANNA-JEFFERSON PUBLIC SCHOOL DISTRICT

HISTORICAL ENROLLMENTS BY GRADE

GRADE	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16
Pre-K	74	53	55	69	76	83	81	98	149	172
K	416	444	449	492	492	486	489	497	552	532
1	512	485	484	489	507	521	512	544	508	557
2	477	545	547	486	480	515	532	539	550	520
3	482	491	494	521	529	507	507	541	561	561
4	464	517	514	499	508	530	519	518	535	571
5	547	483	481	599	609	524	542	526	533	546
6	569	569	571	546	558	621	535	569	540	547
7	594	586	595	562	565	568	630	550	577	559
8	602	609	606	522	536	569	567	641	564	582
9	622	603	617	589	602	520	563	586	644	591
10	516	573	575	622	579	569	491	553	570	620
11	576	524	550	540	460	551	535	503	499	474
12	542	535	592	590	502	506	528	538	496	522
CAREER CENTER	78	72	72	85	148	86	69	85	114	142
TOTALS	7,071	7,089	7,202	7,211	7,151	7,156	7,100	7,288	7,392	7,496

Note: Prior to the 2013-14 School Year, Pre-K students were not included in enrollment totals because they were serviced by the Franklin County ESC.

Source: Office of the Treasurer, Gahanna-Jefferson City School District (Final May Enrollment Count)