

NORDONIA HILLS CITY



SCHOOL DISTRICT

Northfield, Ohio



“Inspiring every student to value learning, community and excellence.”

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2016

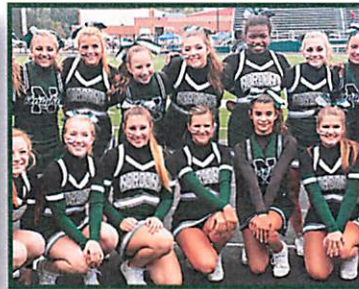
Nordonia Hills City School District Northfield, Ohio

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2016



Prepared by:

Karen E. Obratil, Treasurer/CFO



Introductory Section

Nordonia Hills City School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2016
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December 29, 2016

Board of Education Members and
Residents of Nordonia Hills City School District

It is our privilege to present to you the Comprehensive Annual Financial Report (CAFR) of the Nordonia Hills City School District (the “School District”) for the fiscal year ended June 30, 2016. This CAFR, which includes an opinion from the Auditor of the State of Ohio, enables the School District to comply with the Ohio Administrative Code Section 117-2-03 (B), requiring districts to report on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 requiring districts to report on a GAAP basis and to file an unaudited annual report with the Auditor of State within 150 days of fiscal year end.

Management assumes full responsibility for the completeness and reliability of the information contained in this CAFR, based upon a comprehensive framework of internal controls that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements. All disclosures necessary to enable the reader to gain an understanding of the School District’s financial activities have been included.

The report provides the taxpayers of the School District, bond rating agencies, and other interested parties with comprehensive financial information, enabling them to gain a clear understanding of the School District’s finances. This report is intended to meet the accountability requirements of the School District to the public.

Copies of this report will be on file in the Central Offices as well as on the School District’s website, www.nordoniaschools.org.

Management’s discussion and analysis (MD&A) immediately follows the Independent Auditor’s Report and provides a narrative introduction, overview, and analysis of the basis financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

School District Organization

Nordonia Hills City School District is one of 612 school districts in the State of Ohio and one of 17 school districts in Summit County. The School District is located in the northern tip of historical Summit County, Ohio. The School District serves the picturesque communities of Northfield Center, Northfield Village, Boston Heights, Macedonia and Sagamore Hills. Easy access to the area is provided by Interstates 80, 271 and 480 and State Routes 8 and 82. Major hospitals, Cleveland Hopkins International Airport and over twenty institutions of higher learning are within a thirty-minute drive. The School District’s communities are predominantly suburban-residential with a population exceeding 32,000. The socio-economic make-up ranges from middle to upper income.

Today the municipalities of Macedonia, Northfield Center, Northfield Village and Sagamore Hills occupy the boundaries of what was once known as “Olde Northfield Township” which was established in 1819. It was one of the early communities of the Connecticut Western Reserve known as Town 5, Range 11, and occupied approximately 27 square miles. A complete history of Olde Northfield Township was

written by Bessie Goosman and published in 1973. Olde Northfield Township's population grew to 1,076 where it remained through 1905 when several clusters of developments began to occur. In 1912, the eastern side of the township became the Village of Macedonia and the Township reorganized into a village. In 1932, the western portion of the Olde Northfield Village separated and became Sagamore Hills Township. A few years later in 1935, the middle section located between Macedonia and Sagamore Hills became Northfield Center when another group of residents broke away from what is known today as Northfield Village.

The School District has its roots in a one-room log schoolhouse built in 1827. The first Macedonia school was established in 1833 and located on Valley View Road at the present site of the Pavilion Building. In 1881, identical schools known as the "Old Brick Schools" were built in Macedonia and Northfield. Centralization of schools began in 1908 and students were educated in a variety of locations in the communities until a complete consolidation occurred in 1948. Soon thereafter the area began to grow in population and Lee Eaton Elementary, Ledgeview Elementary, Rushwood Elementary and the Nordonia High School were constructed. The School District evolved into an all-time high student enrollment of 5,700 pupils in 1971, then declined to a low of 2,800 in 1991. Following this period of declining enrollment, the School District has grown twenty-nine percent through 2016.

The School District educates 3,608 pupils in six community schools: Ledgeview Elementary (K-4), Northfield Elementary (K-4), Rushwood Elementary (K-4), Lee Eaton Elementary (5-6), Nordonia Middle School (7-8) and Nordonia High School (9-12). Enrollment is projected to decrease over the next ten years.

The Board of Education (the "Board") of the School District is comprised of five members elected at large by the citizens of the School District. The Board serves as the taxing authority, contracting body, and policy initiator for the operations of the School District. The Board is responsible for the adoption of the tax budget, the annual operating budget, and approves all expenditures of the School District. The Board is a separate and distinct unit of government, and is governed by the Constitution of the State of Ohio and various statutes enacted by the Ohio General Assembly through the State Department of Education. The Board directly approves all personnel-related expenditures.

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. Dr. Joe Clark has served as superintendent since November 2011.

The Treasurer is the chief financial officer of the School District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds, investing idle funds as permitted by Ohio law and serves as Secretary to the Board. Karen E. Obratil was appointed as Treasurer of the School District on August 1, 2012 and has a total of nineteen years of experience.

Reporting Entity

The School District has reviewed its operating entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments and organizations making up the School District (the primary government) and its potential component units. The School District is not a component unit and has no component units.

The City of Macedonia, Sagamore Township, Northfield Center, Northfield Village or the City of Boston Heights, Summit County Public Library, Parent Teacher Organization and the Nordonia Hills School Foundation have not been included in the accompanying financial statements. The boards are not appointed by the School District, nor are the organizations fiscally dependent on the School District.

Northeast Ohio Network for Educational Technology (NEONET), the Ohio Schools Council, the Cuyahoga Valley Career Center and the Stark County Schools Council of Governments are reported as jointly governed organizations and a risk sharing pool. Statutorily, the School District operates under the standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide education services prescribed by State and Federal agencies.

Economic Condition and Outlook

The School District is located conveniently between the metropolitan cities of Akron and Cleveland, providing a wealth of opportunity for cultural, social and economic resources for its residents. Three major State universities, The University of Akron, Cleveland State University and Kent State University, are within desirable traveling distance of the community.

The Nardon Hills communities offer an excellent opportunity for business growth and expansion. It is a healthy, stable environment. The City of Macedonia actively stimulates the economy through a diverse group of employers, from small family operated businesses to the major commercial/industrial corporation.

As of June 2016, Ohio's unemployment rate was 4.9 percent, the nation's unemployment rate was 5.1 percent, and the unemployment rate for Summit County was 5 percent. Specific unemployment figures for the Nardon Hills City School District are not available. (Source: Ohio Job and Family Services)

On a budgetary-basis, the School District receives approximately 68.7 percent of its total operating revenues from local property tax collections. Therefore, the long-term financial health of the School District is very dependent on its tax base. Tax rates are certified by the Summit County Fiscal Office and approved by the Board.

Employee Relations

The School District currently has approximately 456.5 full-time equivalent employees. Two labor organizations represent School District employees. Certificated employees, including teachers and educational specialists, are represented for collective bargaining purposes by the Nardon Hills Education Association (NHEA). Support employees, including cooks, custodians, maintenance, educational aides and clerical staff, are represented for collective bargaining purposes by the Ohio Association of Public School Employees Local 246 (OAPSE).

Services Provided

The School District provides a wide variety of educational and support services as mandated by the Ohio Revised Code or Board directives. During fiscal year 2016, the School District's fleet of 17 buses and 19 contracted buses traveled 2,493 miles each day providing transportation services to 1,973 public and 315 private and parochial students. The School District contracts with Petermann for pupil transportation services. The Nutrition Services Department served an average of 1,372 meals daily for a total of 237,396 meals annually through the School District school lunchrooms.

In addition to transportation and school lunch support services offered to children in the School District, guidance, special education and health services are available free of charge. Guidance services support the school environment and are designed to help students achieve a well-adjusted social life. Special education services, including school psychology services, are provided to all Federal disability categories ranging from preschool-age students through high school. The School District provides medical support staff through Akron Childrens' Hospital who are committed to meeting the daily health-care needs of all students as well as the long-term needs of children with chronic illnesses.

At the center of the School District's services are the instructional programs. The School District offers regular instructional programs daily to students in pre-school to grade twelve. The School District served approximately 409 identified students who need specially designed programs. These students received services through a wide array of special education programs offered in the School District.

Educational Programs

The School District met all performance indicators on the Ohio Department of Education's (ODE) report card. The School District earned one of the top ODE report cards in Summit County for fiscal year 2015. The School District showed above average growth of overall value-added throughout the School District; meaning, students learned more than one year of material in one year.

The Class of 2016 had 41 students awarded the Ohio Diploma with Honors, 71 graduated with distinction (3.75 GPA), one student received the State award of merit Career-Technical Honors, 59 graduated with merit (3.35 GPA) and 38 students received the Superintendent Award by maintaining a 4.0 grade-point average for their first seven semesters of high school. One student was named a National Merit Commended Scholar, placing him among the top five percent of the more than 1.5 million who entered the competition.

For the 14 Advanced Placement classes taught at Nordonía, 183 students took 366 exams to successfully complete their program. Advanced Placement offerings are: biology, calculus AB, calculus BC, chemistry, comparative government and politics, English literature and composition, music theory, European history, physics B, physics C, psychology, statistics, U.S. government and politics and U.S. history.

Participation in performing and visual arts inspires students' creativity, problem solving and critical-thinking skills. The Nordonía High School Men's Chorus, in its second year of existence, received an Excellent rating at the OMEA District Contest. The Symphonic Chorale received a third consecutive OMEA State Superior rating and the Women's Chorus received its second consecutive OMEA State Superior rating. Nordonía High School's a cappella groups hosted the sixth annual Nordonía Aca-Fest with nationally recognized artist VoicePlay. This event hosts Ohio schools as well as drawing audience members from as far away as South Carolina for a second consecutive sold-out audience. At Nordonía Middle School, 21 percent of students participate in choir and 28 percent in band. More than 100 students participated in beginning band and more than 90 students in Beginning Choir at Lee Eaton Elementary.

The Marching Band was awarded Grand Champion out of 17 bands at the New Philadelphia Marching Quaker Field Competition. The Marching Band also earned the highest possible rating of Superior (1) at the Bands of America St. Louis Super-Regional, held at the Edward Jones Dome. This marked the first such rating at a Bands of America event in the School District's history. The Wind Ensemble and Concert Band were chosen to perform at the 13th annual Northeast Ohio Band Invitational at Severance Hall in Cleveland.

More than 60 High School band students performed at this year's OMEA District VI Solo and Ensemble Adjudicated Event. Of the 31 participating entries, 27 earned the highest possible rating of Superior (I).

The Nordonía High School Drama Club produced a fall dinner theatre murder mystery, The Wedding from Hell, which was catered by Casa D'Angelo. In April, the Drama Club presented Rodgers and Hammerstein's Cinderella with a cast of almost 100 students.

Students in the High School's web design class completed online-tutorial to build a website from scratch using Microsoft Azure. Upon submitting 15 websites, the class was awarded a \$750 gift card to use at donor's choice. This money was used to purchase seven Kindle Fires to be used in the classroom to enhance digital learning and app creation.

The High School's Media Production class finished its first year of revamping morning announcements. The Knight News staff helped create and execute a new format for morning announcements that include music, weather and sports. Additionally, the class produces the video announcements that run on the television in the main lobby.

For the first time during fiscal year 2016, the Nordon Hills High School physical education department offered electives, in addition to the standard physical education classes required for graduation. In 9th through 12th grades, 450 students achieved 60 minutes of activity daily by enrolling in physical education electives: Lifetime Fitness, Recreational Sports and Games, and Dance and Exercise.

The School District is committed to provide support services to meet the emotional, physical, and social needs of all students. The School District also is committed to enhance learning and remove barriers that inhibit students through collaboration with parents, students, community and staff. Sixteen percent of the students were identified as gifted; 2.07 percent identified as English Language Learners (ELL) and 8.9 percent identified as students with disabilities. Nordon provides a continuum of special education services for students ages 3 to 22. The School District strives for an integrated learning environment between general education and special education classrooms. All school staff take responsibility for providing an individualized education plan to meet the needs of students to ensure access to the general curriculum.

A well-rounded education includes a wide variety of opportunities. In fiscal year 2016, 708 students filled the rosters of 25 interscholastic sports at Nordon High School. Nordon High School students may participate in football, cheerleading, volleyball, soccer, cross country, golf, tennis, ice hockey, track and field, swimming and diving, gymnastics, wrestling, basketball, bowling, baseball and softball. The average grade-point average of high school students participating in athletics was 3.495. Nineteen student-athletes earned All-Ohio honors. Nordon Middle School students may participate in football, cross country, volleyball, basketball, wrestling, track and cheerleading. The participation rate for athletic teams at the middle school is 40 percent.

Nordon Middle School students can earn high school credit in accelerated math, algebra, high school geometry and Spanish. Eighth-graders take an annual field trip to Washington, D.C. Middle School offers activities and leadership opportunities for students through groups such as Student Council, Power of the Pen, Knighted Gentlemen, Science Olympiad, office aides, student aides, Junior Teen Institute, Drama Club, Charity Club, PTSA, WEB transition program and YMCA Teen Leaders.

The School District uses Google Classroom and other innovative programs to facilitate collaboration and sharing between teachers, students and families. This free tool helps teachers create, assign and collect student work paperlessly. It integrates with Google Docs so teachers can create assignments and provide feedback on in-progress and completed work. It allows teachers to communicate with students directly, while giving them the ability to make class announcements without using paper.

Community

As part of the School District's strategic plan, the Financial Activities Communications Team (FACT) was formed consisting of residents with financial backgrounds. FACT meets with the School District Treasurer/CFO to review and discuss the financial activities of the School District. Annually, FACT presents a report to the Board providing input on issues that they reviewed.

The Nordon Hills Schools Foundation provides grants to teachers for educational and instructional programs.

The Nordonia Hills Chamber of Commerce, in conjunction with the School District, hosted its 23rd annual Community Expo at Nordonia High School focusing on local area businesses.

In conjunction with the PTSA Council, the School District held its fourth annual Winter Art and Music Festival showcasing art and music from every district building.

The annual Family Always First Night provides an opportunity for families to spend time together without extracurricular or homework activities interfering with family plans.

Long-Term Financial Planning

The School District prepares a five-year financial forecast annually for use as a long range planning tool. The five-year forecast contains projected local and state revenues, spending patterns within each area of the budget, and cash balances in the School District's general operating fund. The five-year forecast provides early warning signals of potential financial problems; specifically when expenditures outpace revenue. The forecast can be found on the School District's website, www.nordoniaschools.org.

The School District uses the five-year forecast to provide a basis for making financial decisions, including the development of the annual budget, adjustments to staffing levels, collective bargaining, and the placement of tax levies on the ballot.

Financial Accomplishments

Renovations to the outdoor athletic facilities were completed in fiscal year 2016 from the proceeds of the sale of property in Sagamore Hills on Dunham Road. The property was sold for \$1.6 million and approximately \$1.3 million was used to complete the outdoor athletic facilities which include new softball and baseball fields as well as soccer and football practice fields.

Financial responsibility ensures that the majority of funding is spent on classroom instruction. Based on the financials for fiscal year 2016, the School District spent over 55 percent of its total expenses on instructional costs.

Of 17 school districts in Summit County, Nordonia Hills has the third lowest effective millage tax rate and is one of two districts without a permanent improvement levy.

The School District participates in Federal grant programs providing additional resources for students. In fiscal year 2016, the School District received approximately \$915,000 in Federal grant funds. In addition, the School District received \$343,000 as a Federal subsidy for the food service program.

Ledgeview Elementary School partnered with the University of Akron and received a \$10,000 grant for creating a Literacy Coach position that will work collaboratively with the K-2 teaching teams, focusing on developing highly effective strategies for teaching literacy.

The School District participated in the Medicaid reimbursement program. In fiscal year 2016, the School District received approximately \$94,000 in reimbursements.

In the fall of 2015, the School District began an energy conservation program through Cenergistic, Incorporated to reduce energy consumption in all buildings, resulting in utility savings.

The School District also participates in the Federal eRate program, providing discounts on telecommunications and internet services. In fiscal year 2016, the School District received \$12,800 in reimbursements.

Memberships within the following organizations assist the School District in receiving products and services while sharing the costs with other districts and public entities:

- Stark County Schools Council of Governments (COG) manages the School District's insurance programs (medical, dental, vision and life). There are more than 80 entities representing over 15,000 participants. In fiscal year 2016, insurances increased 2.6 percent for all lines of insurance, except life, and the School District received two premium holidays taken in July and August resulting in an estimated savings of approximately \$940,000.
- Ohio School Council for group purchasing of cafeteria food and supplies, waste and recycling and electricity.
- HPS for group purchasing of cafeteria food and supplies, school furnishing and equipment.
- Lake Erie Educational Media Consortium for discounts for library books and resources.

Awards

Ohio Auditor of State Award with Distinction

During fiscal year 2016, the School District was presented with the Ohio Auditor of State Award with Distinction for the School District's Comprehensive Annual Financial Report the fiscal year ending June 30, 2015. This award is presented for exemplary financial reporting in accordance with Generally Accepted Accounting Principles (GAAP). Of the nearly 5,000 audits conducted by the Auditor of State's office, less than five percent, or 250, receive this prestigious award.

GFOA Certificate of Achievement Program

The School District received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA). The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR), whose content conforms to program standards. Such a report 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 our fiscal year 2016 CAFR for review.

Acknowledgements

The publication of this report is a significant step toward professionalizing the financial reporting of the School District while enhancing its accountability and transparency to the residents of the Nordonia Hills City School District.

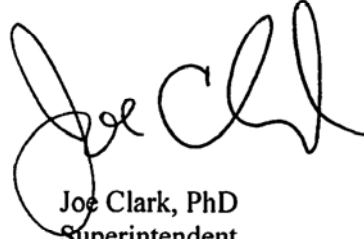
This Comprehensive Annual Financial Report was made possible by the diligence of the staff of the Office of the Treasurer/CFO. Their initiative and conscientious work ensured the integrity of the financial information contained herein and guaranteed this report's successful completion.

Finally, our thanks are extended to the Board for their support in recognizing the importance of continuously improving our financial accountability and transparency to our citizens and their commitment to excellence. It is the School District's mission to "inspire every student to value learning, community and excellence." As pianist Keith Jarrett has said, "The only standards worth having are the highest."

Respectfully submitted,



Karen E. Obratil
Treasurer/CFO



Joe Clark, PhD
Superintendent



Government Finance Officers Association

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

Presented to

**Nordonia Hills City School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

Nordonia Hills City School District

Principal Officials

Board of Education

Mrs. Tammy Strong	President
Mr. Chad Lahrmer	Vice President
Mr. Nicholas Berchtold	Member
Mrs. Liz McKinley	Member
Mr. James Szabo	Member

Treasurer/CFO

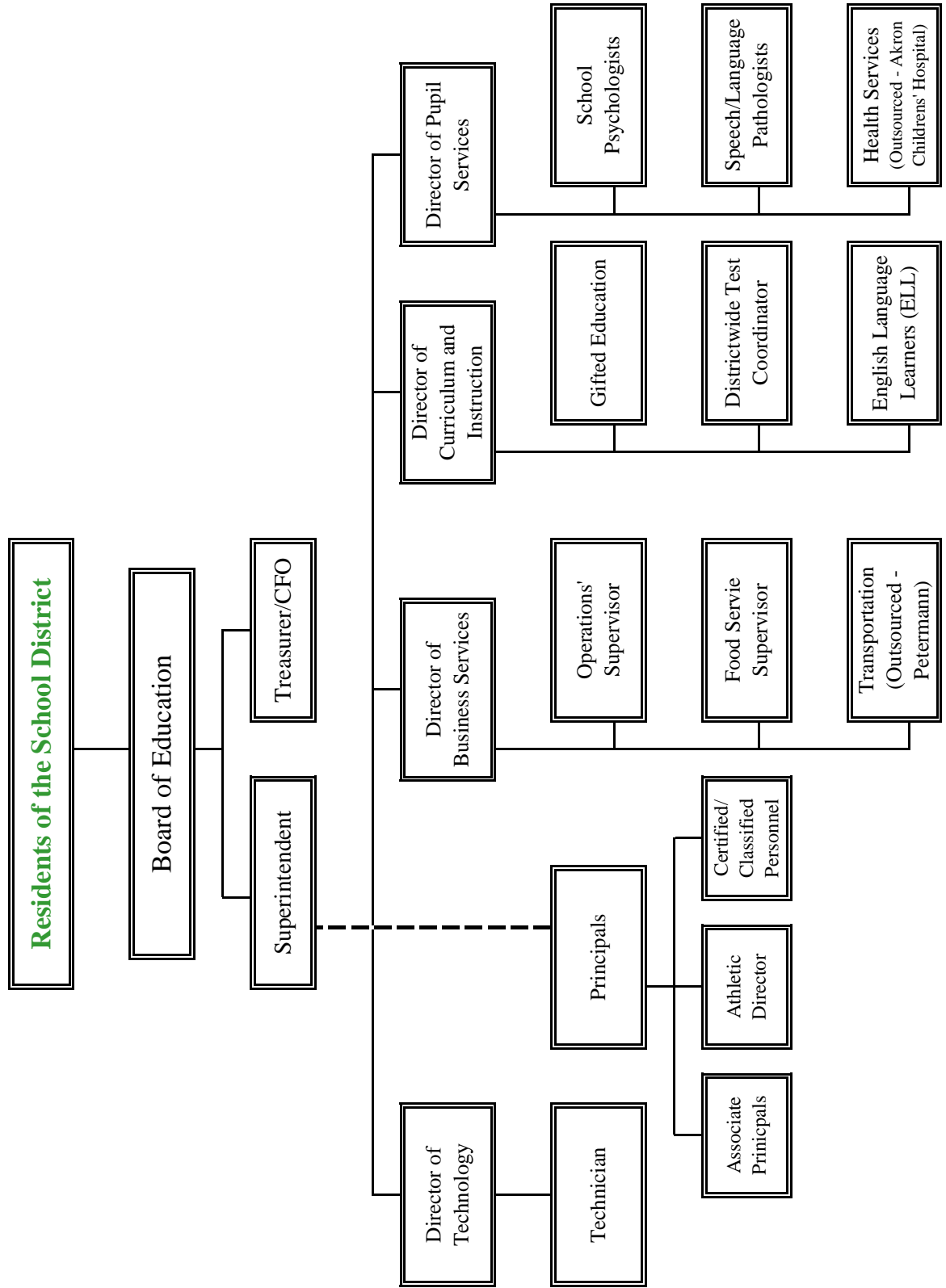
Mrs. Karen E. Obratil

Administration

Dr. Joe Clark	Superintendent
Mr. Thomas Hartman	Director of Business Services
Mrs. Carrie Hutchinson	Director of Pupil Services
Mr. Todd Stuart	Director of Curriculum & Instruction
Mr. Kyle Livengood	Director of Technology

Nordonia Hills City School District

Organizational Chart





Financial Section



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Nordonia Hills City School District
Summit County
9370 Olde Eight Road
Northfield, Ohio 44067

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Nordonia City School District, Summit 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 the Nordonia Hills City School District, Summit County, Ohio, as of June 30, 2016, and the respective changes in financial position 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 29, 2016, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Dave Yost
Auditor of State
Columbus, Ohio

December 29, 2016

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Nordonia Hills City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2016
Unaudited

The discussion and analysis of Nordonia Hills City School District's (School District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2016. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2016 are as follows:

- The total net position increased by \$1,864,557. The greatest contribution to this increase was an increase in unrestricted net position due to revenues outpacing expenses during the fiscal year, despite decreased revenues and increased expenses over the prior fiscal year.
- Expenses totaled \$47,975,315, a 6.74 percent increase from the prior fiscal year. Instructional expenses made up 55.72 percent of this total while support services accounted for 34.58 percent. Other expenses rounded out the remaining 9.7 percent.
- The School District's capital assets decreased by \$799,315 from the prior fiscal year. This decrease was largely due to depreciation exceeding asset additions.
- Outstanding general obligation bonded debt decreased from \$31,771,931 in fiscal year 2015 to \$29,646,181 in fiscal year 2016.

Using this Annual Financial Report

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

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

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during fiscal year 2016?" The statement of net position and the statement of activities answer this question. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources except fiduciary funds using the accrual basis of accounting, similar to the accounting used by most private-sector companies. Accrual accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

Nordonia Hills City School District
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These two statements report the School District's net position and changes in that net position. This change in net position is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's performance, demographic and socioeconomic factors and the willingness of the community to support the School District.

In the statement of net position and the statement of activities, the School District's activities are all reported as governmental. All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, food service operations and extracurricular activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 11. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund and the bond retirement debt service fund.

Governmental Funds

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

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the School District. Fiduciary funds are not reflected on the government-wide financial statements because the resources from these funds are not available to support the School District's programs. These funds use the accrual basis of accounting.

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The School District as a Whole

You may recall that the statement of net position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net position for fiscal year 2016 compared to fiscal year 2015:

Table 1 Net Position		Governmental Activities		
	2016	2015	Change	
Assets				
Current and Other Assets	\$57,206,583	\$56,480,313	\$726,270	
Capital Assets, Net	33,751,601	34,550,916	(799,315)	
Total Assets	90,958,184	91,031,229	(73,045)	
Deferred Outflows of Resources				
Deferred Charge on Refunding Pension	659,064	721,436	(62,372)	
	6,954,395	3,686,311	3,268,084	
Total Deferred Outflows of Resources	7,613,459	4,407,747	3,205,712	
Liabilities				
Current and Other Liabilities	3,996,352	3,731,709	(264,643)	
Long-Term Liabilities:				
Due Within One Year	2,415,056	2,632,145	217,089	
Due in More than One Year:				
Net Pension Liability	57,065,259	49,016,495	(8,048,764)	
Other Amounts	29,896,462	31,574,869	1,678,407	
Total Liabilities	93,373,129	86,955,218	(6,417,911)	
Deferred Inflows of Resources				
Property Taxes	24,672,682	24,961,283	288,601	
Payments in Lieu of Taxes	1,293,985	969,612	(324,373)	
Pension	3,650,552	8,836,125	5,185,573	
Total Deferred Inflows of Resources	29,617,219	34,767,020	5,149,801	
Net Position				
Net Investment in Capital Assets	6,288,133	6,204,815	83,318	
Restricted:				
Debt Service	1,958,030	2,096,504	(138,474)	
Capital Projects	343,234	1,717,079	(1,373,845)	
Other Purposes	614,083	478,775	135,308	
Unrestricted (Deficit)	(33,622,185)	(36,780,435)	3,158,250	
Total Net Position	(\$24,418,705)	(\$26,283,262)	\$1,864,557	

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The net pension liability (NPL) is the largest single liability reported by the School District at June 30, 2016, and is reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement 27." For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the School District's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

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

GASB 68 requires the net pension liability equal the School District's proportionate share of each plan's collective:

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

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

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

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

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Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2016, the School District's liabilities and deferred inflows resources exceeded assets and deferred outflows of resources by \$24,418,705. This was an increase from the prior fiscal year, due to a large increase in unrestricted net position. This was due to revenues outpacing expenses, despite decreased revenues and increased expenses from the prior fiscal year.

Net investment in capital assets reported on the government-wide statements represents \$6,288,133 of total net position for fiscal year 2016. Capital assets include land, buildings and improvements, furniture and equipment, and vehicles, and are used to provide services to students and are not available for future spending. Although the School District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the School District's net position, \$2,915,347, represents resources that are subject to external restrictions on how the funds may be used. Of the total restricted net position, \$1,958,030 is restricted for debt service payments, \$343,234 is restricted for capital projects, and \$614,083 is restricted for other purposes. The remaining deficit of net position of (\$33,622,185) is unrestricted.

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

Table 2
Change in Net Position

	Governmental Activities		
	2016	2015	Change
Revenues			
Program Revenues:			
Charges for Services	\$2,379,508	\$2,818,501	(\$438,993)
Operating Grants and Contributions	2,648,764	2,808,560	(159,796)
Total Program Revenues	<u>5,028,272</u>	<u>5,627,061</u>	<u>(598,789)</u>
General Revenue:			
Property Taxes	32,572,275	32,924,570	(352,295)
Payments in Lieu of Taxes	1,285,013	968,477	316,536
Grants and Entitlements, not Restricted	10,557,986	10,770,864	(212,878)
Unrestricted Contributions and Donations	3,106	0	3,106
Investment Earnings	158,769	39,382	119,387
Gain on Sale of Capital Assets	0	526,951	(526,951)
Miscellaneous	234,451	276,869	(42,418)
Total General Revenues	<u>44,811,600</u>	<u>45,507,113</u>	<u>(695,513)</u>
Total Revenues	<u>\$49,839,872</u>	<u>\$51,134,174</u>	<u>(\$1,294,302)</u>

(continued)

Nordonia Hills City School District
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Table 2
Change in Net Position (continued)

	Governmental Activities		
	2016	2015	Change
Program Expenses			
Instruction:			
Regular	\$20,056,808	\$18,550,105	(\$1,506,703)
Special	6,446,142	6,108,542	(337,600)
Vocational	145,074	138,542	(6,532)
Student Intervention Services	85,845	85,303	(542)
Support Services:			
Pupils	3,374,388	3,164,056	(210,332)
Instructional Staff	959,523	911,162	(48,361)
Board of Education	28,803	26,999	(1,804)
Administration	2,839,587	2,601,135	(238,452)
Fiscal	1,388,959	1,157,432	(231,527)
Business	333,196	310,434	(22,762)
Operation and Maintenance of Plant	4,091,712	3,927,891	(163,821)
Pupil Transportation	2,935,119	2,338,284	(596,835)
Central	637,809	383,035	(254,774)
Operating of Non-Instructional Services	567,067	703,621	136,554
Food Service Operations	1,221,780	1,193,894	(27,886)
Extracurricular Activities	1,471,574	1,868,849	397,275
Interest and Fiscal Charges	1,391,929	1,475,149	83,220
Total Program Expenses	<u>47,975,315</u>	<u>44,944,433</u>	<u>(3,030,882)</u>
Increase in Net Position	1,864,557	6,189,741	(4,325,184)
Net Position Beginning of Year	<u>(26,283,262)</u>	<u>(32,473,003)</u>	<u>6,189,741</u>
Net Position End of Year	<u><u>(\$24,418,705)</u></u>	<u><u>(\$26,283,262)</u></u>	<u><u>\$1,864,557</u></u>

Governmental Activities

Several revenue sources fund our governmental activities with property taxes and State foundation revenues being the largest contributors. Property tax levies generated approximately \$32.6 million in fiscal year 2016. General revenues from grants and entitlements, such as the school foundation program, generated approximately \$10.6 million. With the combination of taxes and intergovernmental funding making up a significant portion of all revenues, the School District monitors both of these revenue sources very closely for fluctuations.

Instruction and interest and fiscal charges comprise \$26,733,869 and \$1,391,929, respectively, of governmental program expenses. Regular and special instruction increased significantly from the prior fiscal year. This was due to larger accrual adjustments for accrued wages and benefits, as well as compensated absences in fiscal year 2016. Interest expense decreased slightly from the prior fiscal year due to the continued reduction of bond principal.

The board of education, administration, fiscal, and business classifications reflect expenses associated with establishing and administering school operation policies, financial operations and activities concerned with purchasing, receiving and maintaining goods and services for the School District. Combined, these costs totaled \$4,590,545.

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Costs associated with the operation and maintenance of plant represent those expenses necessary for the care and upkeep of School District's buildings, grounds and equipment. Current year expenses made up \$4,091,712 of all governmental expenses.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements for fiscal year 2016 compared to 2015.

Table 3
Governmental Activities

	Total Cost of Services 2016	Net Cost of Services 2016	Total Cost of Services 2015	Net Cost of Services 2015
Instruction:				
Regular	\$20,056,808	(\$19,291,546)	\$18,550,105	(\$17,750,274)
Special	6,446,142	(5,591,000)	6,108,542	(5,118,680)
Vocational	145,074	(141,390)	138,542	(134,236)
Student Intervention Services	85,845	(84,095)	85,303	(83,392)
Support Services:				
Pupils	3,374,388	(3,173,115)	3,164,056	(2,983,920)
Instructional Staff	959,523	(883,297)	911,162	(797,789)
Board of Education	28,803	(28,216)	26,999	(26,394)
Administration	2,839,587	(2,781,648)	2,601,135	(2,538,998)
Fiscal	1,388,959	(1,361,686)	1,157,432	(1,132,437)
Business	333,196	(326,456)	310,434	(303,452)
Operation and Maintenance of Plant	4,091,712	(4,018,254)	3,927,891	(3,846,968)
Pupil Transportation	2,935,119	(2,571,216)	2,338,284	(2,037,086)
Central	637,809	(616,769)	383,035	(364,070)
Operating of Non-Instructional Services	567,067	126,301	703,621	(31,403)
Food Service Operations	1,221,780	(93,160)	1,193,894	(76,700)
Extracurricular Activities	1,471,574	(719,567)	1,868,849	(616,424)
Interest and Fiscal Charges	1,391,929	(1,391,929)	1,475,149	(1,475,149)
Total Expenses	<u>\$47,975,315</u>	<u>(\$42,947,043)</u>	<u>\$44,944,433</u>	<u>(\$39,317,372)</u>

As one can see, the vast majority of program expenses are not covered by program revenues. Instead, the reliance upon general revenues, including local tax revenues and payments in lieu of taxes for governmental activities, is crucial.

School District's Funds

The School District's major funds are accounted for using the modified accrual basis of accounting. The total revenues and other financing sources for governmental funds were \$49,666,062 and total expenditures and other financing uses were \$49,513,081, for an overall increase in fund balance of \$152,981. The general fund reported an increase of \$1,820,277, with revenues and other financing sources of \$43,160,994 and expenditures and other financing uses of \$41,340,717. Revenues were approximately \$2.2 million lower than the prior fiscal year, mainly due to a decrease in property tax revenues. Expenditures were approximately \$2.6 million higher than the prior fiscal year, mainly due to increases in regular instruction, pupil transportation, and capital outlay. The bond retirement debt service fund had a decrease of \$138,136, with revenues and other financing sources of \$3,375,389 and expenditures and other financing uses of \$3,513,525.

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General Fund Budgeting Highlights

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

During fiscal year 2016, the School District amended its general fund budget and, in total, these amendments were insignificant. Budget revisions are presented to the Board of Education for approval.

For the general fund, the final budget basis revenue estimate was \$42,645,378, which was higher than the original budget estimate of \$42,364,850. Much of this \$280,528 difference was due to final property tax settlements. This estimate must be adjusted during the year as the settlements are finalized. Also, the original estimate for property taxes, provided by the Summit County Fiscal Officer, contains amounts for homestead and rollback reimbursements. Later in the fiscal year, when this amount is known, it is removed from the tax estimate and included in the estimate for intergovernmental revenue. Actual revenue was consistent with the final estimate.

The original expenditures estimate of \$42,517,446 was revised during the fiscal year. Final appropriations were \$41,281,422, which were \$1,236,024 lower than the original budget. This was due to the general fund having lower costs than originally anticipated across the board. Actual expenditures were slightly lower than the final estimate, due to the School District's procedure of budgeting conservatively.

Capital Assets and Debt Administration

Capital Assets

Table 4 shows fiscal year 2016 values compared to 2015.

Table 4
 Capital Assets at June 30
 (Net of Depreciation)

	Governmental Activities		
	2016	2015	Change
Land	\$155,558	\$322,957	(\$167,399)
Buildings and Improvements	32,003,316	33,179,973	(1,176,657)
Furniture and Equipment	1,492,887	854,377	638,510
Vehicles	99,840	193,609	(93,769)
Totals	\$33,751,601	\$34,550,916	(\$799,315)

All capital assets, except land, are reported net of depreciation. The only additions to capital assets during the fiscal year were to furniture and equipment; however, depreciation and deletions overall exceeded additions, particularly in building and improvements, causing the decrease in capital assets from the prior fiscal year. For more information on capital assets refer to Note 9 of the basic financial statements.

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Debt Administration

Table 5 summarizes the School District's outstanding debt for fiscal years 2016 and 2015.

Table 5
 Outstanding Debt at Year End

	Governmental Activities		
	2016	2015	Change
<i>General Obligation Bonds:</i>			
2006 School Refunding Bonds	\$12,073,688	\$13,766,171	(\$1,692,483)
2009 Athletic Facilities Bonds	223,397	401,780	(178,383)
2013 Energy Conservation Bonds	656,949	696,656	(39,707)
2015 School Improvement Refunding Bonds	11,825,307	11,966,392	(141,085)
2015 Athletic Facilities Refunding Bonds	4,866,840	4,940,932	(74,092)
Totals	<u>\$29,646,181</u>	<u>\$31,771,931</u>	<u>(\$2,125,750)</u>

During fiscal year 2001, the School District issued \$38,499,963 in bonds, the proceeds of which were used to finance several new construction projects, as well as improvements to existing facilities. Later in 2006, the School District refunded a portion of these bonds with a like amount to realize current and future savings. During fiscal year 2009, the School District issued \$5,999,998 in bonds, the proceeds of which were used to finance the construction of a new athletic facility. During fiscal year 2014, the School District issued \$729,744 in bonds, the proceeds of which were used to finance the installation, modification and remodeling of buildings to conserve energy. During fiscal year 2015, the School District issued \$10,485,000 in bonds to partially refund the 2006 refunding bonds, as well as \$4,490,000 in bonds to refund the serial bond portion of the 2009 athletic facilities bonds. See Note 13 to the basic financial statements for the repayment schedules of the bonded debt.

The School District's overall legal debt margin was \$60,280,410 with an unvoted debt margin of \$928,890 as of June 30, 2016.

Current Issues Affecting Financial Condition

The Board of Education and administration closely monitor the revenues and expenditures in tandem with the five-year financial forecast. The School District, like many other districts across Ohio, is financially challenged and subject to the State's biennial budget process. At the local level, taxpayers must approve additional levies to pay for unfunded mandates, as well as continue the programs they have come to expect as normal operations. The administration remains vigilant in monitoring the finances and prudently plans to provide the resources to meet the students' needs over the next several years.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Karen Obratil, Treasurer/CFO, at Nordonia Hills City School District, 9370 Olde Eight Road, Northfield, Ohio 44067.

Nordonia Hills City School District*Statement of Net Position**June 30, 2016*

	Governmental Activities
Assets	
Equity in Pooled Cash and Cash Equivalents	\$22,708,412
Accounts Receivable	10,862
Intergovernmental Receivable	343,468
Accrued Interest Receivable	21,647
Inventory Held for Resale	3,940
Materials and Supplies Inventory	22,584
Property Taxes Receivable	32,801,685
Payments in Lieu of Taxes Receivable	1,293,985
Nondepreciable Capital Assets	155,558
Depreciable Capital Assets, Net	33,596,043
<i>Total Assets</i>	<u>90,958,184</u>
Deferred Outflows of Resources	
Deferred Charge on Refunding Pension	659,064
	6,954,395
<i>Total Deferred Outflows of Resources</i>	<u>7,613,459</u>
Liabilities	
Accounts Payable	31,872
Accrued Wages and Benefits	3,131,802
Intergovernmental Payable	697,904
Accrued Interest Payable	57,754
Matured Compensated Absences Payable	77,020
Long-Term Liabilities:	
Due Within One Year	2,415,056
Due In More Than One Year:	
Net Pension Liability (See Note 10)	57,065,259
Other Amounts	29,896,462
<i>Total Liabilities</i>	<u>93,373,129</u>
Deferred Inflows of Resources	
Property Taxes	24,672,682
Payments in Lieu of Taxes	1,293,985
Pension	3,650,552
<i>Total Deferred Inflows of Resources</i>	<u>29,617,219</u>
Net Position	
Net Investment in Capital Assets	6,288,133
Restricted for:	
Debt Service	1,958,030
Capital Projects	343,234
Student Activities	185,341
Instruction	238,715
Non-Instructional Services	131,107
Other Purposes	58,920
Unrestricted (Deficit)	<u>(33,622,185)</u>
<i>Total Net Position</i>	<u><u>(\$24,418,705)</u></u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2016

	Program Revenues		Net (Expense)
	Expenses	Charges for Services	Revenue and Changes in Net Position
Governmental Activities			
Instruction:			
Regular	\$20,056,808	\$428,931	\$336,331
Special	6,446,142	122,222	732,920
Vocational	145,074	2,375	1,309
Student Intervention Services	85,845	1,750	0
Support Services:			
Pupils	3,374,388	66,184	135,089
Instructional Staff	959,523	17,926	58,300
Board of Education	28,803	587	0
Administration	2,839,587	57,939	0
Fiscal	1,388,959	27,273	0
Business	333,196	6,740	0
Operation and Maintenance of Plant	4,091,712	73,458	0
Pupil Transportation	2,935,119	53,391	310,512
Central	637,809	10,240	10,800
Operation of Non-Instructional Services	567,067	0	693,368
Food Service Operations	1,221,780	761,374	367,246
Extracurricular Activities	1,471,574	749,118	2,889
Interest and Fiscal Charges	1,391,929	0	0
<i>Totals</i>	<u>\$47,975,315</u>	<u>\$2,379,508</u>	<u>\$2,648,764</u>

General Revenues

Property Taxes Levied for:	
General Purposes	29,664,006
Debt Service	2,908,269
Payments in Lieu of Taxes	1,285,013
Grants and Entitlements not Restricted to Specific Programs	10,557,986
Unrestricted Contributions and Donations	3,106
Investment Earnings	158,769
Miscellaneous	234,451
<i>Total General Revenues</i>	<u>44,811,600</u>
Change in Net Position	1,864,557
<i>Net Position Beginning of Year</i>	<u>(26,283,262)</u>
<i>Net Position End of Year</i>	<u><u>(\$24,418,705)</u></u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District

Balance Sheet

Governmental Funds

June 30, 2016

	<u>General</u>	<u>Bond Retirement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$20,548,645	\$1,300,208	\$828,713	\$22,677,566
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	30,846	0	0	30,846
Property Taxes Receivable	29,885,830	2,915,855	0	32,801,685
Payments in Lieu of Taxes Receivable	1,293,985	0	0	1,293,985
Accounts Receivable	9,452	0	1,410	10,862
Intergovernmental Receivable	7,191	0	336,277	343,468
Accrued Interest Receivable	21,647	0	0	21,647
Interfund Receivable	102,006	0	0	102,006
Inventory Held for Resale	0	0	3,940	3,940
Materials and Supplies Inventory	19,517	0	3,067	22,584
<i>Total Assets</i>	<u>\$51,919,119</u>	<u>\$4,216,063</u>	<u>\$1,173,407</u>	<u>\$57,308,589</u>
Liabilities				
Accounts Payable	\$19,197	\$0	\$12,675	\$31,872
Accrued Wages and Benefits	3,060,338	0	71,464	3,131,802
Intergovernmental Payable	624,496	0	73,408	697,904
Interfund Payable	0	0	102,006	102,006
Matured Compensated Absences Payable	74,743	0	2,277	77,020
<i>Total Liabilities</i>	<u>3,778,774</u>	<u>0</u>	<u>261,830</u>	<u>4,040,604</u>
Deferred Inflows of Resources				
Property Taxes	22,472,403	2,200,279	0	24,672,682
Payments in Lieu of Taxes	1,293,985	0	0	1,293,985
Unavailable Revenue	662,536	35,207	336,277	1,034,020
<i>Total Deferred Inflows of Resources</i>	<u>24,428,924</u>	<u>2,235,486</u>	<u>336,277</u>	<u>27,000,687</u>
Fund Balances				
Nonspendable	50,363	0	3,067	53,430
Restricted	0	1,980,577	714,367	2,694,944
Committed	0	0	6,247	6,247
Assigned	363,379	0	0	363,379
Unassigned (Deficit)	23,297,679	0	(148,381)	23,149,298
<i>Total Fund Balances</i>	<u>23,711,421</u>	<u>1,980,577</u>	<u>575,300</u>	<u>26,267,298</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$51,919,119</u>	<u>\$4,216,063</u>	<u>\$1,173,407</u>	<u>\$57,308,589</u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
June 30, 2016

Total Governmental Fund Balances		\$26,267,298
 <i>Amounts reported for governmental activities in the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		33,751,601
Other long-term assets are not available to pay for current period expenditures and therefore are unavailable revenues in the funds:		
Delinquent Property Taxes	697,743	
Intergovernmental	336,277	
Total	1,034,020	1,034,020
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(57,754)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(29,646,181)	
Compensated Absences	(2,665,337)	
Total	(32,311,518)	(32,311,518)
Deferred charges on refunding related to the issuance of long-term refunding debt will be amortized over the life of the debt on the statement of net position.		659,064
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:		
Deferred Outflows - Pension	6,954,395	
Net Pension Liability	(57,065,259)	
Deferred Inflows - Pension	(3,650,552)	
Total	(53,761,416)	(53,761,416)
 <i>Net Position of Governmental Activities</i>		 <u><u>(\$24,418,705)</u></u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2016

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
Revenues				
Property Taxes	\$29,643,993	\$2,908,878	\$0	\$32,552,871
Payments in Lieu of Taxes	1,285,013	0	0	1,285,013
Intergovernmental	10,567,486	403,861	1,952,961	12,924,308
Interest	158,769	0	103	158,872
Tuition and Fees	844,551	0	3,358	847,909
Charges for Services	39,703	0	761,374	801,077
Extracurricular Activities	309,203	0	356,337	665,540
Contributions and Donations	5,995	0	26,251	32,246
Rentals	59,638	0	5,344	64,982
Miscellaneous	227,267	0	7,184	234,451
<i>Total Revenues</i>	<u>43,141,618</u>	<u>3,312,739</u>	<u>3,112,912</u>	<u>49,567,269</u>
Expenditures				
Current:				
Instruction:				
Regular	18,760,711	0	198,832	18,959,543
Special	5,946,255	0	480,384	6,426,639
Vocational	114,941	0	0	114,941
Student Intervention Services	85,845	0	0	85,845
Support Services:				
Pupils	3,228,533	0	151,366	3,379,899
Instructional Staff	878,315	0	41,910	920,225
Board of Education	28,803	0	0	28,803
Administration	2,838,545	0	6,600	2,845,145
Fiscal	1,344,201	57,947	0	1,402,148
Business	330,318	0	0	330,318
Operation and Maintenance of Plant	3,602,490	0	0	3,602,490
Pupil Transportation	2,618,359	0	223,843	2,842,202
Central	502,159	0	10,800	512,959
Operation of Non-Instructional Services	0	0	583,740	583,740
Food Service Operations	0	0	1,163,509	1,163,509
Extracurricular Activities	981,825	0	438,879	1,420,704
Capital Outlay	0	0	1,358,976	1,358,976
Debt Service:				
Principal Retirement	0	730,031	0	730,031
Interest and Fiscal Charges	0	1,135,871	0	1,135,871
Capital Appreciation Bonds Interest	0	1,589,676	0	1,589,676
<i>Total Expenditures</i>	<u>41,261,300</u>	<u>3,513,525</u>	<u>4,658,839</u>	<u>49,433,664</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,880,318</u>	<u>(200,786)</u>	<u>(1,545,927)</u>	<u>133,605</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	19,376	0	0	19,376
Transfers In	0	62,650	16,767	79,417
Transfers Out	(79,417)	0	0	(79,417)
<i>Total Other Financing Sources (Uses)</i>	<u>(60,041)</u>	<u>62,650</u>	<u>16,767</u>	<u>19,376</u>
<i>Net Change in Fund Balances</i>	1,820,277	(138,136)	(1,529,160)	152,981
<i>Fund Balances Beginning of Year</i>	<u>21,891,144</u>	<u>2,118,713</u>	<u>2,104,460</u>	<u>26,114,317</u>
<i>Fund Balances End of Year</i>	<u>\$23,711,421</u>	<u>\$1,980,577</u>	<u>\$575,300</u>	<u>\$26,267,298</u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2016*

Net Change in Fund Balances - Total Governmental Funds \$152,981

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

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. This is the amount by which depreciation exceeded capital outlay in the current period.

Capital Outlay	921,247	
Current Year Depreciation	(1,542,039)	
Total		(620,792)

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (178,523)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Delinquent Property Taxes	19,404	
Intergovernmental	253,199	
Total		272,603

Repayment of bond principal and capital appreciation bond interest are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Principal Retirement	730,031	
Capital Appreciation Bonds Interest	1,589,676	
Total		2,319,707

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Accrued Interest	271	
Annual Accretion	(408,931)	
Amortization of Deferred Charges	(62,372)	
Amortization of Bond Premium	214,974	
Total		(256,058)

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	(254,270)	
Early Retirement Incentive	24,016	
Total		(230,254)

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 3,484,771

Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities (3,079,878)

Change in Net Position of Governmental Activities \$1,864,557

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$30,144,787	\$30,520,585	\$30,520,585	\$0
Intergovernmental	10,783,986	10,560,295	10,560,295	0
Interest	92,581	102,477	102,477	0
Tuition and Fees	806,955	868,515	839,130	(29,385)
Charges for Services	37,303	39,703	39,703	0
Extracurricular Activities	345,790	291,035	265,369	(25,666)
Contributions and Donations	2,653	3,106	3,106	0
Rentals	55,758	57,052	57,025	(27)
Miscellaneous	95,037	202,610	202,610	0
<i>Total Revenues</i>	<u>42,364,850</u>	<u>42,645,378</u>	<u>42,590,300</u>	<u>(55,078)</u>
Expenditures				
Current:				
Instruction:				
Regular	18,649,428	18,290,730	18,287,893	2,837
Special	6,470,596	6,327,411	6,321,578	5,833
Vocational	115,881	111,818	111,683	135
Student Intervention Services	63,623	85,845	85,845	0
Support Services:				
Pupils	3,297,880	3,202,012	3,195,911	6,101
Instructional Staff	927,058	877,935	877,343	592
Board of Education	34,563	29,384	28,831	553
Administration	3,043,002	2,880,975	2,877,970	3,005
Fiscal	1,543,152	1,354,917	1,354,345	572
Business	370,796	332,616	332,581	35
Operation and Maintenance of Plant	3,893,193	3,697,853	3,671,580	26,273
Pupil Transportation	2,690,520	2,651,371	2,642,097	9,274
Central	450,980	509,625	509,134	491
Extracurricular Activities	966,774	928,930	927,715	1,215
<i>Total Expenditures</i>	<u>42,517,446</u>	<u>41,281,422</u>	<u>41,224,506</u>	<u>56,916</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(152,596)</u>	<u>1,363,956</u>	<u>1,365,794</u>	<u>1,838</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	2,500	19,376	19,376	0
Advances Out	0	(102,006)	(102,006)	0
Transfers Out	(77,650)	(79,417)	(79,417)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(75,150)</u>	<u>(162,047)</u>	<u>(162,047)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(227,746)	1,201,909	1,203,747	1,838
<i>Fund Balance Beginning of Year</i>	18,469,041	18,469,041	18,469,041	0
Prior Year Encumbrances Appropriated	451,095	451,095	451,095	0
<i>Fund Balance End of Year</i>	<u>\$18,692,390</u>	<u>\$20,122,045</u>	<u>\$20,123,883</u>	<u>\$1,838</u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Statement of Fiduciary Assets and Liabilities
Agency Fund
June 30, 2016

Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$108,648</u>
Liabilities	
Due to Students	<u>\$108,648</u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Note 1 – Description of the School District and Reporting Entity

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

The School District operates under a locally-elected five-member Board form of government. Each member is elected to a four-year term. The School District provides educational services as mandated by State and/or Federal agencies. The Board controls the School District's six instructional/support facilities staffed by 200 non-certificated employees and 239 certificated teaching and support personnel, plus 17 administrators that provide services to 3,608 students and other community members.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the School District are not misleading. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For the Nordonia Hills City School District, this includes the agencies and departments that provide the following services: general operations, food service, preschool, and student related activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The School District does not have any component units.

The School District is associated with three jointly governed organizations and one shared risk pool. These organizations include the Northeast Ohio Network for Educational Technology, the Ohio Schools Council, the Cuyahoga Valley Career Center, and the Stark County Schools Council of Governments Health Benefits Plan. Information regarding these organizations is presented in Notes 15 and 17 to the basic financial statements.

Note 2 – Summary of Significant Accounting Policies

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting entity for establishing governmental accounting and financial reporting principles. Following are the more significant of the School District's accounting policies.

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Basis of Presentation

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

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

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

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

Fund Accounting

The School 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. The funds of the School District are divided into two categories: governmental and fiduciary.

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

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

Nordonia Hills City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016*

Bond Retirement Fund The bond retirement fund is used to account for and report the accumulation of property tax revenues restricted for the payment of general obligation bonds issued for school building and athletic facility improvements.

The other governmental funds of the School District account for grants and other resources whose uses are restricted, committed, or assigned to a particular purpose.

Fiduciary Funds Types Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District's only fiduciary fund is an agency fund. The agency fund accounts for student activities managed by the student body.

Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the School District are included on the statement of net position. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net position.

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

Basis of Accounting

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

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

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

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

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

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 represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding and for pension. 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 10.

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 until that time. For the School District, deferred inflows of resources include property taxes, payments in lieu of taxes, pension, and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 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 governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District, unavailable revenue includes delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 17. Deferred inflows of resources related to pension are reported on the government-wide statement of net position. (See Note 10)

Expenses/Expenditures 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 on the operating statement as an expenditure with a like amount reported as intergovernmental revenue. Unused donated commodities are reported as inventory held for resale.

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

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Interest in the pool is presented as “equity in pooled cash and cash equivalents” on the basic financial statements.

During fiscal year 2016, investments were limited to federal farm credit bank notes, federal home loan bank notes, federal home loan mortgage corporation notes, and federal national mortgage association notes reported at fair value, repurchase agreements reported at cost, and STAR Ohio.

During fiscal year 2016, the School District invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer’s Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, “Certain External Investment Pools and Pool Participants.” The School District measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For the fiscal year 2016, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$50 million, requiring the excess amount to be transacted the following business day(s), but only to the \$50 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest. Interest revenue credited to the general fund during the fiscal year 2016 amounted to \$158,769, which included \$15,477 assigned from other School District funds.

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

Inventory

Inventories are presented at cost on a first-in, first-out basis and are expensed/expensed when used. Inventory consists of expendable supplies held for consumption and purchased and donated food held for resale.

Capital Assets

All capital assets of the School District are classified as general capital assets. General capital assets are capital assets which are associated with and generally arise from 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.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District was able to estimate the historical cost for the initial reporting of capital assets by back trending (i.e., estimating the current replacement cost of the assets to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their acquisition values as of the date received.

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

The School District maintains a capitalization threshold of five thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

Description	Estimated Lives
Buildings and Improvements	10 - 40 Years
Furniture and Equipment	5 - 20 Years
Vehicles	5 - 10 Years

Compensated Absences

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

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

Accrued Liabilities and Long-Term Obligations

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

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

Fund Balance

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

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

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

Nordonia Hills City School District
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For the Fiscal Year Ended June 30, 2016

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

Assigned Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. The amounts are assigned by the School District Board of Education. In the general fund, assigned amounts represent intended uses established by policies of the School District Board of Education or by State statute. State statute authorizes the Treasurer to assign fund balance for purchases on order, provided such amounts have been lawfully appropriated. The Board of Education has assigned fund balance for support services.

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

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

Net Position

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

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

Restricted Assets

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or the laws of other governments, or imposed by law through constitutional provisions. Restricted assets in the general fund include the amounts for unclaimed monies.

Estimates

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

Nordonia Hills City School District
Notes to the Basic Financial Statements
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Internal Activity

Transfers between governmental funds are eliminated on the government-wide financial statements. Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Interfund payments for services provided and used are not eliminated.

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

Budgetary Data

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount that the Board of Education may appropriate. The appropriations resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level for all funds. Budgetary modifications at this level require a resolution of the Board of Education. The Treasurer has been given authority to allocate Board appropriations to the function and object levels within each fund.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District's Treasurer. The amounts reported in the budgetary statement as the original and final budgeted amounts reflect the amounts in the amended certificate in effect when the original and final appropriations were passed.

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

Bond Premium

On the government-wide financial statements, bond premiums are deferred and amortized for the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On governmental fund statements, bond premiums are receipted in the year the bonds are issued.

Nordonia Hills City School District
Notes to the Basic Financial Statements
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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.

Note 3 – Changes in Accounting Principles

For fiscal year 2016, the School District implemented Governmental Accounting Standards Board (GASB) Statement No. 72, “Fair Value Measurement and Application,” GASB Statement No. 73, “Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68,” GASB Statement No. 76, “The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments,” GASB Statement No. 79, “Certain External Investment Pools and Pool Participants,” and GASB Statement No. 82, “Pension Issues an Amendment of GASB Statements No. 67, No. 68 and No. 73.”

GASB Statement No. 72 addresses accounting and financial reporting issues related to fair value measurements. This Statement provides guidance for determining a fair value measurement for financial reporting purposes for applying fair value to certain investments and disclosures related to all fair value measurements. These changes were incorporated in the School District’s fiscal year 2016 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 73 establishes requirements for defined benefit pensions that are not within the scope of Statement No. 68, *Accounting and Financial Reporting for Pensions*, as well as for the assets accumulated for purposes of providing those pensions. It also amends certain provisions of Statement No. 67, *Financial Reporting for Pension Plans*, and Statement 68. The implementation of this GASB pronouncement did not result in any changes to the School District’s financial statements.

GASB Statement No. 76 identifies-in the context of the current governmental financial reporting environment-the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with generally accepted accounting principles (GAAP) and the framework for selecting those principles. The implementation of this GASB pronouncement did not result in any changes to the School District’s financial statements.

GASB Statement No. 79 establishes accounting and financial reporting standards for qualifying external investment pools that elect to measure for financial reporting purposes all of their investments at amortized cost. This Statement provides accounting and financial reporting guidance also establishes additional note disclosure requirements for governments that participate in those pools. The School District participates in STAR Ohio which implemented GASB Statement No. 79 for fiscal year 2016. The School District incorporated the corresponding GASB 79 guidance into their fiscal year 2016 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 82 improves consistency in the application of pension accounting. These changes were incorporated in the School District’s fiscal year 2016 financial statements; however, there was no effect on beginning net position/fund balance.

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Note 4 – Fund Balances

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

Fund Balances	General	Bond Retirement	Other Governmental Funds	Total
<u>Nonspendable:</u>				
Unclaimed Monies	\$30,846	\$0	\$0	\$30,846
Inventory	19,517	0	3,067	22,584
<i>Total Nonspendable</i>	<u>50,363</u>	<u>0</u>	<u>3,067</u>	<u>53,430</u>
<u>Restricted for:</u>				
Debt Service	0	1,980,577	0	1,980,577
Capital Projects	0	0	343,234	343,234
Student Activities	0	0	185,341	185,341
Auxiliary Services	0	0	131,107	131,107
State Grants	0	0	12,782	12,782
Other Purposes	0	0	41,903	41,903
<i>Total Restricted</i>	<u>0</u>	<u>1,980,577</u>	<u>714,367</u>	<u>2,694,944</u>
<u>Committed to:</u>				
School Store	0	0	6,247	6,247
<u>Assigned to:</u>				
Support Services	120,242	0	0	120,242
Purchases on Order:				
Instructional Services	91,315	0	0	91,315
Support Services	122,861	0	0	122,861
Extracurricular Activities	28,961	0	0	28,961
<i>Total Assigned</i>	<u>363,379</u>	<u>0</u>	<u>0</u>	<u>363,379</u>
Unassigned (Deficit)	<u>23,297,679</u>	<u>0</u>	<u>(148,381)</u>	<u>23,149,298</u>
Total Fund Balances	<u><u>\$23,711,421</u></u>	<u><u>\$1,980,577</u></u>	<u><u>\$575,300</u></u>	<u><u>\$26,267,298</u></u>

Note 5 – Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual, 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 GAAP basis are:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).

Nordonia Hills City School District
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2. Unrecorded cash, which consists of outside athletic bank accounts, is not reported by the School District on the operating statements (budget), but is reported on the GAAP basis operating statements.
3. Investments are reported at fair value (GAAP) rather than cost (budget basis).
4. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
5. Budgetary revenues and expenditures of the public school support fund are reclassified to the general fund for GAAP reporting.
6. Encumbrances are treated as expenditures (budget basis) rather than as a restricted, committed, or assigned fund balance (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance	
GAAP Basis	\$1,820,277
Net Adjustment for Revenue Accruals	(597,715)
Beginning Unrecorded Cash	5,428
Beginning Fair Value Adjustment	5,443
Ending Fair Value Adjustment	(45,404)
Net Adjustment for Expenditure Accruals	297,275
Perspective Difference:	
Public School Support	8,435
Adjustment for Encumbrances	<u>(289,992)</u>
Budget Basis	<u><u>\$1,203,747</u></u>

Note 6 – Deposits and Investments

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

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

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

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

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security 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, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
4. Bonds and other obligations of the State of Ohio;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2);
7. The State Treasurer's investment pool (STAR Ohio); and
8. Commercial paper and bankers acceptances if training requirements have been met.

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

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At fiscal year end, \$2,243,802 of the School District's bank balance of \$3,911,640 was uninsured and uncollateralized. Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the School District to a successful claim by the Federal Deposit Insurance Corporation.

The School District has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the School District or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

Nordonia Hills City School District
Notes to the Basic Financial Statements
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Investments

Investments are reported at fair value. As of June 30, 2016, the School District had the following investments:

Measurement/Investment	Measurement Amount	Maturity	Standard & Poor's Rating	Percent of Total Investments
Net Asset Value Per Share:				
STAR Ohio	\$1,006,111	48.6 Days	AAAm	N/A
Cost:				
Repurchase Agreements	9,330,000	30 Days	AA+	48.93 %
Fair Value:				
Federal Farm Credit Bank Notes	200,768	Less than two years	AA+	1.05
Federal Home Loan Bank Notes	4,089,828	Less than three years	AA+	21.45
Federal Home Loan Mortgage Corporation Notes	920,407	Less than five years	AA+	4.83
Federal National Mortgage Association Notes	<u>3,522,852</u>	Less than three years	AA+	18.47
Total Investments	<u>\$19,069,966</u>			

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

Interest Rate Risk The School District has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District and that investment must be purchased with the expectation that it will be held to maturity.

Custodial Credit Risk For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The securities underlying the repurchase agreements are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty. The School District has no investment policy dealing with investment custodial credit risk beyond the requirement in State statute that requires the securities shall be delivered into the custody of the treasurer or governing board or an agent designated by the treasurer or governing board.

Credit Risk STAR Ohio carries a credit rating of AAAm by Standard and Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that addresses credit risk.

Concentration of Credit Risk This type of risk is defined by the Governmental Accounting Standards Board as having investments of five percent or more in the securities of a single issuer. The School District's investment policy requires diversification of the portfolio but does not indicate specific percentage allocations.

Nordonia Hills City School District
Notes to the Basic Financial Statements
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Note 7 – Property Taxes

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

Property taxes include amounts levied against all real and public utility property located in the School District. Real property tax revenue received in calendar year 2016 represents collections of calendar year 2015 taxes. Real property taxes received in calendar year 2016 were levied after April 1, 2015, on the assessed value listed as of January 1, 2015, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 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, 2014, were levied after April 1, 2015 and are collected in calendar year 2016 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Summit County. The County Fiscal Officer periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the counties by June 30, 2016, are available to finance fiscal year 2016 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property and public utility property taxes, which are measurable as of June 30, 2016, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows of resources – property taxes.

The amount available as an advance at June 30, 2016, was \$6,750,891 in the general fund and \$680,369 in the bond retirement debt service fund. The amount available as an advance at June 30, 2015, was \$6,342,470 in the general fund and \$670,483 in the bond retirement debt service fund. The difference was in the timing and collection by the County Fiscal Officer.

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

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

	2015 Second Half Collections		2016 First Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$893,709,860	96.63 %	\$895,866,620	96.33 %
Public Utility Personal Property	31,124,800	3.37	34,148,290	3.67
	\$924,834,660	100.00 %	\$930,014,910	100.00 %
Tax rate per \$1,000 of assessed valuation	\$68.94		\$68.77	

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

During fiscal year 2016, property values increased in the School District. This caused the tax rate to decrease so that the emergency and bond levies would meet their collection amounts.

Note 8 – Receivables

Receivables at June 30, 2016, consisted of taxes, payments in lieu of taxes, accounts (tuition and excess costs), and intergovernmental grants and disbursements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of Federal funds. All receivables except for delinquent property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

Governmental Activities	Amounts
Title I Grant	\$155,476
Title VI-B Grant	144,251
Title II-A Grant	20,626
Limited English Proficiency Grant	15,903
SFPR Adjustment	7,191
Parent Mentor Project Grant	21
Total	\$343,468

Note 9 – Capital Assets

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

	Balance 6/30/2015	Additions	Deletions	Balance 6/30/2016
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$322,957	\$0	(\$167,399)	\$155,558
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	55,396,261	0	0	55,396,261
Furniture and Equipment	2,288,773	921,247	(47,393)	3,162,627
Vehicles	2,099,814	0	(587,127)	1,512,687
<i>Total Capital Assets, being depreciated</i>	59,784,848	921,247	(634,520)	60,071,575
Less Accumulated Depreciation:				
Buildings and Improvements	(22,216,288)	(1,176,657)	0	(23,392,945)
Furniture and Equipment	(1,434,396)	(277,180)	41,836	(1,669,740)
Vehicles	(1,906,205)	(88,202)	581,560	(1,412,847)
Total Accumulated Depreciation	(25,556,889)	(1,542,039) *	623,396	(26,475,532)
Total Capital Assets, being depreciated, net	34,227,959	(620,792)	(11,124)	33,596,043
Governmental Activities Capital Assets, Net	\$34,550,916	(\$620,792)	(\$178,523)	\$33,751,601

Nordonia Hills City School District
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* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$791,420
Special	45,769
Vocational	29,947
Support Services:	
Pupils	16,725
Instructional Staff	48,556
Administration	16,440
Business	4,696
Operation and Maintenance of Plant	349,402
Pupil Transportation	87,350
Central	45,007
Operation of Non-Instructional Services	4,347
Food Service Operations	49,136
Extracurricular Activities	53,244
Total Depreciation Expense	<u><u>\$1,542,039</u></u>

Note 10 – Defined Benefit Pension Plans

Net Pension Liability

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

The net pension liability represents the School 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 School District’s obligation for this liability to annually required payments. The School District cannot control benefit terms or the manner in which pensions are financed; however, the School 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.

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

Age and service requirements for retirement are as follows:

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

The School District’s contractually required contribution to SERS was \$933,461 for fiscal year 2016. Of this amount \$89,249 is reported as an intergovernmental payable.

Plan Description – State Teachers Retirement System (STRS)

Plan Description – School 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.

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For the Fiscal Year Ended June 30, 2016

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 East Broad Street, Columbus, Ohio 43215-3771, by calling (888) 227-7877, or by visiting the STRS Web site at www.strsoh.org.

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

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation is 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 year 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, 11 percent of the 12 percent member rate goes to the DC Plan and 1 percent goes to the DB Plan. Member contributions to the DC Plan are allocated among investment choices by the member, and contributions to the DB Plan from the employer and the member 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.

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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. For the fiscal year ended June 30, 2016, plan members were required to contribute 13 percent of their annual covered salary. Effective July 1, 2016, the statutory maximum employee contribution rate was increased one percent to 14 percent. The School District was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The fiscal year 2016 contribution rates were equal to the statutory maximum rates.

The School District’s contractually required contribution to STRS was \$2,551,310 for fiscal year 2016. Of this amount, \$368,997 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 School District's proportion of the net pension liability was based on the School District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the Net Pension Liability Prior Measurement Date	0.20203300%	0.15948273%	
Proportion of the Net Pension Liability Current Measurement Date	<u>0.20492030%</u>	<u>0.16417188%</u>	
Change in Proportionate Share	<u>0.00288730%</u>	<u>0.00468915%</u>	
Proportionate Share of the Net Pension Liability	\$11,692,952	\$45,372,307	\$57,065,259
Pension Expense	\$783,663	\$2,296,215	\$3,079,878

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$188,278	\$2,068,405	\$2,256,683
Changes in proportionate Share and difference between School District contributions and proportionate share of contributions	133,019	1,079,922	1,212,941
School District contributions subsequent to the measurement date	<u>933,461</u>	<u>2,551,310</u>	<u>3,484,771</u>
Total Deferred Outflows of Resources	<u>\$1,254,758</u>	<u>\$5,699,637</u>	<u>\$6,954,395</u>
Deferred Inflows of Resources			
Net difference between projected and actual earnings on pension plan investments	<u>\$387,425</u>	<u>\$3,263,127</u>	<u>\$3,650,552</u>

\$3,484,771 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

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Fiscal Year Ending June 30:	SERS	STRS	Total
2017	(\$98,197)	(\$466,400)	(\$564,597)
2018	(98,197)	(466,400)	(564,597)
2019	(99,088)	(466,400)	(565,488)
2020	229,354	1,284,400	1,513,754
Total	(\$66,128)	(\$114,800)	(\$180,928)

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 as follows:

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

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

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

The long-term return expectation for the Pension Plan Investments has been determined using a building-block approach and assumes a time horizon, as defined in SERS’ *Statement of Investment Policy*. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating an arithmetic weighted averaged of the

Nordonia Hills City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2016

expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalanced 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:

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

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

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
School District's proportionate share of the net pension liability	\$16,213,921	\$11,692,952	\$7,885,921

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	12.25 percent at age 20 to 2.75 percent at age 70
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 commences on fifth anniversary of retirement date.

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For the Fiscal Year Ended June 30, 2016

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 no 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.

STRS’ investment consultant develops best estimates for the investment return assumption based on the target allocation adopted by the Retirement Board. The target allocation and long-term expected rate of return for each major asset class are summarized as follows:

Asset Class	Target Allocation	10 Year Expected Nominal Rate of Return *
Domestic Equity	31.00 %	8.00 %
International Equity	26.00	7.85
Alternatives	14.00	8.00
Fixed Income	18.00	3.75
Real Estate	10.00	6.75
Liquidity Reserves	<u>1.00</u>	3.00
Total	<u>100.00 %</u>	

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

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

Sensitivity of the School District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the School 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 School 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%)
School District's proportionate share of the net pension liability	\$63,025,555	\$45,372,307	\$30,443,851

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For the Fiscal Year Ended June 30, 2016

Note 11 – Postemployment Benefits

School Employees Retirement System

Health Care Plan Description – The School District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 45 purposes, this plan is considered a cost-sharing, multiple-employer, defined benefit other postemployment benefit (OPEB) plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans as well as a prescription drug program. The financial report of the Plan is included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

Access to health care for retirees and beneficiaries is permitted in accordance with Section 3309 of the Ohio Revised Code. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). SERS' Retirement Board reserves the right to change or discontinue any health plan or program. Health care is financed through a combination of employer contributions and retiree premiums, copays and deductibles on covered health care expenses, investment returns, and any funds received as a result of SERS' participation in Medicare programs. Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required basic benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. For fiscal year 2016, no allocation of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. For fiscal year 2016, this amount was \$23,000. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2016, the School District's surcharge obligation was \$107,412.

The School District's contributions for health care for the fiscal years ended June 30, 2016, 2015, and 2014 were \$107,412, \$137,145, and \$107,461, respectively. The full amount has been contributed for fiscal years 2016, 2015 and 2014.

State Teachers Retirement System (STRS)

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

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Health Care Plan. Nearly all health

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For the fiscal years ended June 30, 2016 and June 30, 2015, STRS Ohio did not allocate any employer contributions to post-employment health care. For the fiscal year ended June 30, 2014, one percent of covered payroll was allocated to post-employment health care. The School District's contributions for health care for the fiscal years ended June 30, 2016, 2015 and 2014 were \$0, \$0 and \$163,443, respectively. The full amount has been contributed for 2016, 2015 and 2014.

Note 12 – Other Employee Benefits

Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn 5 to 20 days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers and administrators, who are not on a 12 month contract, do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to 260 days. Upon retirement, payment is made for one-third of the total sick leave accumulation, up to a maximum, as specified by each negotiated agreement.

Early Notification of Retirement Incentive

Any eligible employee, who gave notice of retirement no later than February 1 of 2008, 2009, and 2010, received an incentive in addition to their regular severance payment. The incentive was paid over five years. The Board did not limit the number of employees participating in the plan in any one year. Seventeen employees in fiscal year 2008, eleven in fiscal year 2009, and three in fiscal year 2010, took advantage of the early retirement incentive offered by the School District. The expenditures were reflected in the funds from which the employee's salary and severance were paid. The early retirement incentive was completely repaid in fiscal year 2016.

Health Insurance Benefits

The School District provides employee medical/surgical benefits through Stark County Schools Council of Governments' shared risk pool. Rates are set through an annual calculation process. The School District pays a monthly contribution to a common fund from which claim payments are made for all participating school districts. The employees share the cost of the monthly premium with the Board. The premium varies with employee depending on the terms of the union contract. Dental and vision insurance are also provided by the School District to all employees through the Stark County Schools Council of Governments. Upon termination, all School District claims would be paid without regard to the School District's account balance.

Life Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through a major life insurance company in the amount of \$30,000 for all noncertified employees up to a maximum of \$50,000 for certified employees, and double the annual salary rounded to the nearest thousand for administrators including the superintendent.

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Note 13 – Long-Term Obligations

The original issue date, interest rate, original issue amount and date of maturity of each of the School District’s long-term obligations is as follows:

Debt Issue	Interest Rate	Original Issue Amount	Date of Maturity
General Obligation Bonds:			
2006 Refunding Bonds	4.05%	\$23,959,987	December 1, 2025
2009 Athletic Facilities Bonds	3-5	5,999,998	December 1, 2030
2013 Energy Conservation Bonds	3.39	729,744	December 1, 2028
2015 School Improvement Refunding Bonds	4.6	10,485,000	December 1, 2025
2015 Athletic Facilities Refunding Bonds	4.24	4,490,000	December 1, 2030

The changes in the School District’s long-term obligations during the year consist of the following:

	Principal Outstanding 6/30/15	Additions	Reductions	Principal Outstanding 6/30/16	Amount Due in One Year
General Obligation Bonds:					
2006 Refunding Bonds:					
Serial Bonds	\$9,805,000	\$0	\$0	\$9,805,000	\$0
Premium	447,972	0	(44,797)	403,175	0
Capital Appreciation Bonds	1,110,587	0	(589,724)	520,863	520,863
Accretion on Capital Appreciation Bonds	2,402,612	337,314	(1,395,276)	1,344,650	1,344,650
2009 Athletic Facilities Bonds:					
Capital Appreciation Bonds	99,998	0	(55,600)	44,398	44,398
Accretion on Capital Appreciation Bonds	301,782	71,617	(194,400)	178,999	178,999
2013 Energy Conservation Bonds:					
Serial Bonds	696,656	0	(39,707)	656,949	41,053
2015 School Improvement Refunding Bonds:					
Serial Bonds	10,485,000	0	0	10,485,000	0
Premium	1,481,392	0	(141,085)	1,340,307	0
2015 Athletic Facilities Refunding Bonds:					
Serial Bonds	4,490,000	0	(45,000)	4,445,000	5,000
Premium	450,932	0	(29,092)	421,840	0
Total General Obligation Bonds	31,771,931	408,931	(2,534,681)	29,646,181	2,134,963
Other Long-term Obligations:					
Net Pension Liability:					
SERS	10,224,775	1,468,177	0	11,692,952	0
STRS	38,791,720	6,580,587	0	45,372,307	0
Total Net Pension Liability	49,016,495	8,048,764	0	57,065,259	0
Compensated Absences	2,411,067	344,923	(90,653)	2,665,337	280,093
Early Retirement Incentives	24,016	0	(24,016)	0	0
Total Other Long-term Obligations	51,451,578	8,393,687	(114,669)	59,730,596	280,093
Total Governmental Activities					
<i>Long-Term Liabilities</i>	\$83,223,509	\$8,802,618	(\$2,649,350)	\$89,376,777	\$2,415,056

All general obligation bonds will be paid from property taxes. The School District pays obligations related to employee compensation from the fund benefitting from their service. The early retirement incentives liability was paid off in full in fiscal year 2016. The net pension liability is explained in Note 10.

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On February 22, 2006, the School District issued \$23,959,987 in general obligation bonds which include serial and capital appreciation bonds. The final amount of the 2005 capital appreciation bonds, after the accretion of interest, will be \$8,235,099. The bond proceeds consisted of bond principal and \$1,945,455 of premium. The final maturity amount of outstanding capital appreciation bonds at June 30, 2016, is \$1,985,000. The accretion recorded for fiscal year 2016 was \$337,314, for a total outstanding bond liability of \$1,865,513 at June 30, 2016.

On March 26, 2009, the School District issued \$5,999,998 in bonded debt to finance an athletic facility. The bonds consisted of serial and capital appreciation bonds of \$5,900,000 and \$99,998, respectively. The final amount, after the accretion of interest, of the capital appreciation bonds will be \$898,108. The final maturity amount of outstanding capital appreciation bonds at June 30, 2016 is \$250,000. The accretion recorded for fiscal year 2016 was \$71,617, for a total outstanding bond liability of \$223,397 at June 30, 2016.

On September 11, 2013, the School District issued \$729,744 in energy conservation bonds which were used for the modification and remodeling of School District buildings to conserve energy. These bonds will be paid from the buildings capital projects fund and will mature in fiscal year 2029.

On August 8, 2014, the School District issued \$10,485,000 in serial school improvement bonds to advance refund \$10,890,000 of outstanding 2006 bonds in order to take advantage of lower interest rates. The bonds were issued for a 21 year period with a final maturity at December 1, 2025. At June 30, 2016, \$10,890,000 of the defeased bonds are still outstanding.

On March 12, 2015, the School District issued \$4,490,000 in serial athletic facilities bonds to advance refund \$4,490,000 of outstanding 2009 athletic facilities bonds in order to take advantage of lower interest rates. The bonds were issued for a 16 year period with a final maturity at December 1, 2030. At June 30, 2016, \$4,445,000 of the defeased bonds are still outstanding.

The School District's overall debt margin was \$60,280,410 with an unvoted debt margin of \$928,890 at June 30, 2016. Principal and interest requirements to retire general obligation bonds and capital appreciation bonds outstanding at June 30, 2016, are as follows:

	General Obligation Bonds					
	Serial		Capital Appreciation		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2017	\$46,053	\$1,133,471	\$565,261	\$1,669,738	\$611,314	\$2,803,209
2018	2,202,445	1,123,952	0	0	2,202,445	1,123,952
2019	2,288,883	1,027,381	0	0	2,288,883	1,027,381
2020	2,385,371	923,347	0	0	2,385,371	923,347
2021	2,501,909	814,693	0	0	2,501,909	814,693
2022-2026	13,904,505	2,253,323	0	0	13,904,505	2,253,323
2027-2031	2,062,783	215,767	0	0	2,062,783	215,767
Total	<u>\$25,391,949</u>	<u>\$7,491,934</u>	<u>\$565,261</u>	<u>\$1,669,738</u>	<u>\$25,957,210</u>	<u>\$9,161,672</u>

Note 14 – Interfund Activity

Interfund Transfers

Interfund transfers made during fiscal year 2016 consisted of transfers from the general fund to the bond retirement fund and other governmental funds in the amounts of \$62,650 and \$16,767, respectively.

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The transfers from the general fund to the bond retirement debt service fund were made for debt service payments. The transfers from general to other governmental funds were made to support the operations of those funds.

Interfund Balances

Interfund balances at June 30, 2016, consisted of the following:

	Interfund Balances	
	June 30, 2016	
	Receivables	Payables
General	\$102,006	\$0
Other Governmental Funds:		
Title VI-B	0	96,239
Reducing Class Size	0	5,767
Total Other Governmental Funds	0	102,006
Total Governmental Funds	\$102,006	\$102,006

The advances from the general fund to the other governmental funds were made to support the activities of those funds. The balances are anticipated to be repaid within one year.

Note 15 – Jointly Governed Organizations

Northeast Ohio Network for Educational Technology

The Northeast Ohio Network for Educational Technology (NEONet) is the Information Technology Center (ITC) used by the School District. NEONet is organized as a council of governments providing data management and computer services to school districts in Cuyahoga, Lake, Medina, Portage, and Summit counties. NEONet employs its own fiscal officer. The purpose of NEONet is to develop and employ a computer system efficiently and effectively for the needs of the member Boards of Education. All districts in NEONet are required to pay fees, charges, and assessments as charged. The Assembly is made up of Superintendents from all of the participating districts and governs NEONet. NEONet’s Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each participant’s degree of control is limited to its representation on the Board. The Assembly elects a Board of Directors consisting of nine members and is the managerial body of NEONet and meets at least five times a year. Payments to NEONet are made from the general fund. During fiscal year 2016, the School District contributed \$181,373 to NEONet. Financial information can be obtained by contacting the NEONet Fiscal Officer at 700 Graham Road, Cuyahoga Falls, Ohio 44221.

Ohio Schools Council

The Ohio Schools Council (Council) is a jointly governed organization among 199 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member’s superintendent serves as a representative of the Assembly. The Council’s Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each participant’s degree of control is limited to its representation on the Board. The Assembly elects five of the Council’s Board members and the remaining four are representatives of the Greater Cleveland School Superintendents’ Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making

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For the Fiscal Year Ended June 30, 2016

authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2016, the School District paid \$1,165 to the Council. Financial information can be obtained by contacting William Zelei, the Executive Director at the Ohio Schools Council at 6393 Oak Tree Boulevard, Independence, Ohio 44131.

The School District participates in an electricity purchase program. This program allows the School District to purchase electricity with other schools as a group from First Energy Solutions. Kilowatt-hours of electric energy metered by the Electric Utility for Nordonia is billed to the School District based on a pricing schedule determined by the Ohio Schools Council, the Ohio School Board Association, the Ohio Association of School Business Officials and the Buckeye Association of School Administrators (collectively called the “P4S” or “Power4Schools”).

Cuyahoga Valley Career Center

The Cuyahoga Valley Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special education needs of the students. The Board of Education is comprised of representatives from the board of each participating school district. The Board is responsible for approving its own budgets, appointing personnel and accounting and finance related activities. Nordonia Hills City School District students may attend the career center. Each school district’s control is limited to its representation on the Board. During fiscal year 2016, the School District did not make any payments to the Career Center.

Note 16 – Contingencies

Grants

The School District received financial assistance from Federal and State agencies in the form of grants. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2016, if applicable, cannot be determined at this time.

School Foundation

School District Foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. Effective for the 2014-2015 school year, traditional school districts must comply with minimum hours of instruction, instead of a minimum number of school days each year. The funding formula the Ohio Department of Education (ODE) is legislatively required to follow will continue to adjust as enrollment information is updated by the school district, which can extend past the fiscal year end. As of the date of this report, ODE has not finalized the impact of enrollment adjustments to the June 30, 2016, Foundation funding for the School 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 a liability of the School District.

Litigation

No litigation is pending at this time for the School District.

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

Note 17 – Shared Risk Pool

The School District is a member of the Stark County Schools Council of Governments (Council) Health Benefits Plan. The Health Benefits Plan is a shared risk pool created pursuant to State statute for the purposes of administering from each participating school district (usually the superintendent or designee). The assembly elects officers for one year terms to serve on the Board of Directors. The assembly exercises control over the operation of the Council. All Council revenues are generated from charges for services received from the participating school districts, based on the established premiums for the insurance plans. Each school district reserves the right to terminate the plan in whole or in part, at any time. If it is terminated, no further contributions will be made, but the benefits under the insurance contract shall be paid in accordance with the terms of the contract.

Note 18 – Risk Management

Workers' Compensation

The School District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Property and Liability

The School District is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2016, the School District contracted with Ohio School Plan for various types of insurance as follows:

<u>Type of Coverage</u>	<u>Coverage Amount</u>
Property	\$135,202,060
Flood and Earthquake	1,000,000
Crime	245,000
General Liability	5,000,000
Employee Benefits Liability	7,000,000
Employer's Liability	5,000,000
School Leaders Professional Liability	5,000,000
Sexual Misconduct and Molestation	5,000,000
Law Enforcement	5,000,000
Violent Event Response	1,000,000
Automobile	5,000,000
Boiler and Machinery	100,000,000
Cyber Coverage	20,000,000
Pollution Liability	5,000,000

Settled claims have not exceeded this commercial coverage in any of the last three years and there have been no significant reductions in insurance coverage from last year.

Note 19 – Set-Asides

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

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2016

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

	Capital Improvement
Set-aside Balances as of June 30, 2015	\$0
Current Year Set-aside Requirement	635,984
Qualifying Disbursements	(1,906,067)
Totals	(\$1,270,083)
Set-aside Balance Carried Forward to Future Fiscal Years	\$0
Set-aside Balance as of June 30, 2016	\$0

Although the School District had qualifying disbursements during the fiscal year that reduced the set-aside amount to below zero for the capital acquisition set-aside, this amount may not be used to reduce the set-aside requirement for future years. This negative balance is therefore not presented as being carried forward to future years.

Note 20 – Accountability

At June 30, 2016, the School District had deficit fund balances in the following funds:

	Amount
<i>Other Governmental Funds:</i>	
Food Service	(\$52,116)
Title VI-B	(89,498)
Reducing Class Size	(3,700)

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

Note 21 – Encumbrances

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

General	\$289,992
Other Governmental Funds	151,453
Total	\$441,445

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

	2016	2015	2014
School District's Proportion of the Net Pension Liability	0.20492030%	0.20203300%	0.20203300%
School District's Proportionate Share of the Net Pension Liability	\$11,692,952	\$10,224,775	\$12,014,254
School District's Covered Payroll	\$6,235,536	\$6,230,817	\$4,538,107
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	187.52%	164.10%	264.74%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.16%	71.70%	65.52%

(1) Although this schedule is intended to show information for ten years, information prior to fiscal year 2014 is not available. An additional column will be added each year.

*Amounts presented for each fiscal year were determined as of the School District's measurement date, which is the prior fiscal year end.

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

	2016	2015	2014
School District's Proportion of the Net Pension Liability	0.16417188%	0.15948273%	0.15948273%
School District's Proportionate Share of the Net Pension Liability	\$45,372,307	\$38,791,720	\$46,208,442
School District's Covered Payroll	\$17,171,343	\$15,994,071	\$17,009,954
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	264.23%	242.54%	271.66%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.10%	74.70%	69.30%

(1) Although this schedule is intended to show information for ten years, information prior to fiscal year 2014 is not available. An additional column will be added each year.

*Amounts presented for each fiscal year were determined as of the School District's measurement date, which is the prior fiscal year end.

Nordonia Hills City School District, Ohio
Required Supplementary Information
Schedule of School District Contributions
School Employees Retirement System of Ohio
Last Ten Fiscal Years

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$933,461	\$821,844	\$816,237	\$594,492
Contributions in Relation to the Contractually Required Contribution	<u>(933,461)</u>	<u>(821,844)</u>	<u>(816,237)</u>	<u>(594,492)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll	\$6,667,579	\$6,235,536	\$6,230,817	\$4,538,107
Contributions as a Percentage of Covered Payroll	14.00%	13.18%	13.10%	13.10%

2012	2011	2010	2009	2008	2007
\$561,336	\$657,171	\$749,657	\$642,855	\$612,804	\$647,171
(561,336)	(657,171)	(749,657)	(642,855)	(612,804)	(647,171)
\$0	\$0	\$0	\$0	\$0	\$0
\$4,419,969	\$5,564,530	\$5,865,861	\$7,072,112	\$6,690,000	\$6,059,654
12.70%	11.81%	12.78%	9.09%	9.16%	10.68%

Nordonia Hills City School District, Ohio
Required Supplementary Information
Schedule of School District Contributions
State Teachers Retirement System of Ohio
Last Ten Fiscal Years

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$2,551,310	\$2,403,988	\$2,079,229	\$2,211,294
Contributions in Relation to the Contractually Required Contribution	<u>(2,551,310)</u>	<u>(2,403,988)</u>	<u>(2,079,229)</u>	<u>(2,211,294)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll	\$18,223,643	\$17,171,343	\$15,994,071	\$17,009,954
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	13.00%	13.00%

2012	2011	2010	2009	2008	2007
\$2,237,670	\$2,146,476	\$2,248,179	\$2,289,109	\$2,291,685	\$2,167,412
(2,237,670)	(2,146,476)	(2,248,179)	(2,289,109)	(2,291,685)	(2,167,412)
\$0	\$0	\$0	\$0	\$0	\$0
\$17,212,846	\$16,511,354	\$17,293,685	\$17,608,531	\$17,628,346	\$16,672,400
13.00%	13.00%	13.00%	13.00%	13.00%	13.00%

Combining and Individual Fund Statements and Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

Food Service Fund – To account for and report restricted grants and charges for services related to the food service operations of the School District.

Other Grants Fund – To account for and report restricted donations to the School District for miscellaneous purposes.

High School Bookstore Fund – To account for and report committed funds received from and for the use of the activities of the high school bookstore.

District Managed Activities Fund – To account for and report gate receipts and other restricted revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's Athletic Program and transportation of the band to and from athletic events.

Auxiliary Services Fund – To account for and report services to non-public schools within the School District which are provided for in State law. Restricted funds are primarily for educational supplies, materials, and testing.

Data Communication Fund – To account for and report restricted grant monies appropriated for Ohio Educational Computer Network Connections.

Miscellaneous State Grants Fund – To account for and report restricted grant monies from the State appropriated for miscellaneous purposes.

Title VI-B Fund – To account for and report restricted Federal revenues that assist states in identification of handicapped children and provide full educational opportunities to handicapped children at the preschool, elementary and secondary levels. It also accounts for Federal monies used to implement a variety of programs intended to provide instruction for early childhood education.

Limited English Proficiency Fund – To account for and report restricted monies used for elementary and secondary school programs with the purpose of meeting the educational needs of students with limited English proficiency.

Title I Fund – To account for and report restricted Federal monies used to assist the School District in meeting the special needs of educationally deprived children.

Reducing Class Size Fund – To account for and report restricted grant monies to hire additional classroom teachers so the number of students per teacher will be reduced.

Public School Support Fund – To account for and report school site sales revenue and expenditure for field trips, assemblies and other activity costs. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds

The Capital Projects Funds are used to account for financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary fund or for assets that will be held in trust. Following is a description of the nonmajor capital projects funds:

Permanent Improvement Fund – To account for and report all restricted transactions related to the acquiring, construction, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code.

Building Fund – To account for and report restricted monies used for the building, restoration or improvement of the School District property.

Nordonia Hills City School District

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2016

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$485,479	\$343,234	\$828,713
Accounts Receivable	1,410	0	1,410
Intergovernmental Receivable	336,277	0	336,277
Inventory Held for Resale	3,940	0	3,940
Materials and Supplies Inventory	3,067	0	3,067
<i>Total Assets</i>	<u>\$830,173</u>	<u>\$343,234</u>	<u>\$1,173,407</u>
Liabilities			
Accounts Payable	\$12,675	\$0	\$12,675
Accrued Wages and Benefits	71,464	0	71,464
Intergovernmental Payable	73,408	0	73,408
Interfund Payable	102,006	0	102,006
Matured Compensated Absences Payable	2,277	0	2,277
<i>Total Liabilities</i>	<u>261,830</u>	<u>0</u>	<u>261,830</u>
Deferred Inflows of Resources			
Unavailable Revenue	336,277	0	336,277
Fund Balances			
Nonspendable	3,067	0	3,067
Restricted	371,133	343,234	714,367
Committed	6,247	0	6,247
Unassigned (Deficit)	(148,381)	0	(148,381)
<i>Total Fund Balances</i>	<u>232,066</u>	<u>343,234</u>	<u>575,300</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$830,173</u>	<u>\$343,234</u>	<u>\$1,173,407</u>

Nordonia Hills City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2016

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Intergovernmental	\$1,952,961	\$0	\$1,952,961
Interest	103	0	103
Tuition and Fees	3,358	0	3,358
Charges for Services	761,374	0	761,374
Extracurricular Activities	356,337	0	356,337
Contributions and Donations	26,251	0	26,251
Rentals	65	5,279	5,344
Miscellaneous	2,443	4,741	7,184
<i>Total Revenues</i>	<u>3,102,892</u>	<u>10,020</u>	<u>3,112,912</u>
Expenditures			
Current:			
Instruction:			
Regular	198,832	0	198,832
Special	480,384	0	480,384
Support Services:			
Pupils	151,366	0	151,366
Instructional Staff	41,910	0	41,910
Administration	6,600	0	6,600
Pupil Transportation	223,843	0	223,843
Central	10,800	0	10,800
Operation of Non-Instructional Services	583,740	0	583,740
Food Service Operations	1,163,509	0	1,163,509
Extracurricular Activities	413,990	24,889	438,879
Capital Outlay	0	1,358,976	1,358,976
<i>Total Expenditures</i>	<u>3,274,974</u>	<u>1,383,865</u>	<u>4,658,839</u>
<i>Excess of Revenues Under Expenditures</i>	(172,082)	(1,373,845)	(1,545,927)
Other Financing Sources			
Transfers In	16,767	0	16,767
<i>Net Change in Fund Balances</i>	(155,315)	(1,373,845)	(1,529,160)
<i>Fund Balances Beginning of Year</i>	<u>387,381</u>	<u>1,717,079</u>	<u>2,104,460</u>
<i>Fund Balances End of Year</i>	<u>\$232,066</u>	<u>\$343,234</u>	<u>\$575,300</u>

Nordonia Hills City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2016

	Food Service	Other Grants	High School Bookstore	District Managed Activities	Auxiliary Services
Assets					
Equity in Pooled Cash and Cash Equivalents	\$43,153	\$41,903	\$6,247	\$193,656	\$132,365
Accounts Receivable	0	0	0	1,410	0
Intergovernmental Receivable	0	0	0	0	0
Inventory Held for Resale	3,940	0	0	0	0
Materials and Supplies Inventory	3,067	0	0	0	0
<i>Total Assets</i>	<u>\$50,160</u>	<u>\$41,903</u>	<u>\$6,247</u>	<u>\$195,066</u>	<u>\$132,365</u>
Liabilities					
Accounts Payable	\$133	\$0	\$0	\$9,334	\$1,258
Accrued Wages and Benefits	69,615	0	0	0	0
Intergovernmental Payable	30,251	0	0	391	0
Interfund Payable	0	0	0	0	0
Matured Compensated Absences Payable	2,277	0	0	0	0
<i>Total Liabilities</i>	<u>102,276</u>	<u>0</u>	<u>0</u>	<u>9,725</u>	<u>1,258</u>
Deferred Inflows of Resources					
Unavailable Revenue	0	0	0	0	0
Fund Balances					
Nonspendable	3,067	0	0	0	0
Restricted	0	41,903	0	185,341	131,107
Committed	0	0	6,247	0	0
Unassigned (Deficit)	(55,183)	0	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>(52,116)</u>	<u>41,903</u>	<u>6,247</u>	<u>185,341</u>	<u>131,107</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$50,160</u>	<u>\$41,903</u>	<u>\$6,247</u>	<u>\$195,066</u>	<u>\$132,365</u>

Miscellaneous State Grants	Title VI-B	Limited English Proficiency	Title I	Reducing Class Size	Total Nonmajor Special Revenue Funds
\$199	\$51,176	\$8,182	\$4,401	\$4,197	\$485,479
0	0	0	0	0	1,410
21	144,251	15,903	155,476	20,626	336,277
0	0	0	0	0	3,940
0	0	0	0	0	3,067
<u>\$220</u>	<u>\$195,427</u>	<u>\$24,085</u>	<u>\$159,877</u>	<u>\$24,823</u>	<u>\$830,173</u>
\$0	\$1,950	\$0	\$0	\$0	\$12,675
0	0	0	0	1,849	71,464
0	42,485	0	0	281	73,408
0	96,239	0	0	5,767	102,006
0	0	0	0	0	2,277
0	140,674	0	0	7,897	261,830
21	144,251	15,903	155,476	20,626	336,277
0	0	0	0	0	3,067
199	0	8,182	4,401	0	371,133
0	0	0	0	0	6,247
0	(89,498)	0	0	(3,700)	(148,381)
199	(89,498)	8,182	4,401	(3,700)	232,066
<u>\$220</u>	<u>\$195,427</u>	<u>\$24,085</u>	<u>\$159,877</u>	<u>\$24,823</u>	<u>\$830,173</u>

Nordonia Hills City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2016

	Food Service	Other Grants	High School Bookstore	District Managed Activities	Auxiliary Services
Revenues					
Intergovernmental	\$367,235	\$0	\$0	\$0	\$637,958
Interest	11	0	0	0	92
Tuition and Fees	0	0	3,358	0	0
Charges for Services	761,374	0	0	0	0
Extracurricular Activities	0	0	0	356,337	0
Contributions and Donations	0	26,251	0	0	0
Rentals	0	0	0	65	0
Miscellaneous	324	23	0	2,096	0
<i>Total Revenues</i>	<u>1,128,944</u>	<u>26,274</u>	<u>3,358</u>	<u>358,498</u>	<u>638,050</u>
Expenditures					
Current:					
Instruction:					
Regular	0	4,855	6,346	0	0
Special	0	0	0	0	0
Support Services:					
Pupils	0	0	0	0	0
Instructional Staff	0	0	0	0	0
Administration	0	0	0	0	0
Pupil Transportation	0	0	0	0	0
Central	0	0	0	0	0
Operation of Non-Instructional Services	0	16,500	0	0	508,139
Food Service Operations	1,163,509	0	0	0	0
Extracurricular Activities	0	0	0	413,990	0
<i>Total Expenditures</i>	<u>1,163,509</u>	<u>21,355</u>	<u>6,346</u>	<u>413,990</u>	<u>508,139</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(34,565)	4,919	(2,988)	(55,492)	129,911
Other Financing Sources					
Transfers In	0	0	0	16,767	0
<i>Net Change in Fund Balances</i>	(34,565)	4,919	(2,988)	(38,725)	129,911
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(17,551)</u>	<u>36,984</u>	<u>9,235</u>	<u>224,066</u>	<u>1,196</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>(\$52,116)</u>	<u>\$41,903</u>	<u>\$6,247</u>	<u>\$185,341</u>	<u>\$131,107</u>

<u>Data Communication</u>	<u>Miscellaneous State Grants</u>	<u>Title VI-B</u>	<u>Limited English Proficiency</u>	<u>Title I</u>	<u>Reducing Class Size</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$10,800	\$24,979	\$668,696	\$5,621	\$200,654	\$37,018	\$1,952,961
0	0	0	0	0	0	103
0	0	0	0	0	0	3,358
0	0	0	0	0	0	761,374
0	0	0	0	0	0	356,337
0	0	0	0	0	0	26,251
0	0	0	0	0	0	65
0	0	0	0	0	0	2,443
<u>10,800</u>	<u>24,979</u>	<u>668,696</u>	<u>5,621</u>	<u>200,654</u>	<u>37,018</u>	<u>3,102,892</u>
0	0	10,771	7,337	169,523	0	198,832
0	24,780	455,604	0	0	0	480,384
0	0	151,366	0	0	0	151,366
0	0	1,115	984	1,576	38,235	41,910
0	0	0	0	6,600	0	6,600
0	0	223,843	0	0	0	223,843
10,800	0	0	0	0	0	10,800
0	0	32,569	0	21,782	4,750	583,740
0	0	0	0	0	0	1,163,509
0	0	0	0	0	0	413,990
<u>10,800</u>	<u>24,780</u>	<u>875,268</u>	<u>8,321</u>	<u>199,481</u>	<u>42,985</u>	<u>3,274,974</u>
0	199	(206,572)	(2,700)	1,173	(5,967)	(172,082)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>16,767</u>
0	199	(206,572)	(2,700)	1,173	(5,967)	(155,315)
<u>0</u>	<u>0</u>	<u>117,074</u>	<u>10,882</u>	<u>3,228</u>	<u>2,267</u>	<u>387,381</u>
<u>\$0</u>	<u>\$199</u>	<u>(\$89,498)</u>	<u>\$8,182</u>	<u>\$4,401</u>	<u>(\$3,700)</u>	<u>\$232,066</u>

Nordonia Hills City School District

Combining Balance Sheet

Nonmajor Capital Projects Funds

June 30, 2016

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	<u>\$5,044</u>	<u>\$338,190</u>	<u>\$343,234</u>
Fund Balances			
Restricted	<u>\$5,044</u>	<u>\$338,190</u>	<u>\$343,234</u>

Nordonia Hills City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2016

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Revenues			
Rentals	\$0	\$5,279	\$5,279
Miscellaneous	4,741	0	4,741
<i>Total Revenues</i>	4,741	5,279	10,020
Expenditures			
Current:			
Extracurricular Activities	0	24,889	24,889
Capital Outlay	0	1,358,976	1,358,976
Total Expenditures	0	1,383,865	1,383,865
<i>Net Change in Fund Balances</i>	4,741	(1,378,586)	(1,373,845)
<i>Fund Balances Beginning of Year</i>	303	1,716,776	1,717,079
<i>Fund Balances End of Year</i>	\$5,044	\$338,190	\$343,234

Combining Statements - Fiduciary Fund

Agency Fund

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

Student Managed Activities Fund – This fund reflects resources that belong to the student bodies of the various schools, accounting for sales and other revenue generating activities.

Nordonia Hills City School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2016

	Balance 06/30/15	Additions	Deductions	Balance 06/30/16
<i>Student Managed Activities</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$120,225	\$237,694	\$249,271	\$108,648
Liabilities				
Due to Students	\$120,225	\$237,694	\$249,271	\$108,648

**Individual Fund Schedules of Revenues, Expenditures/Expenses
and Changes in Fund Balance/Fund Equity – Budget (Non-GAAP Basis) and Actual**

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Property Taxes	\$30,144,787	\$30,520,585	\$30,520,585	\$0
Intergovernmental	10,783,986	10,560,295	10,560,295	0
Interest	92,581	102,477	102,477	0
Tuition and Fees	806,955	868,515	839,130	(29,385)
Charges for Services	37,303	39,703	39,703	0
Extracurricular Activities	345,790	291,035	265,369	(25,666)
Contributions and Donations	2,653	3,106	3,106	0
Rentals	55,758	57,052	57,025	(27)
Miscellaneous	95,037	202,610	202,610	0
<i>Total Revenues</i>	<u>42,364,850</u>	<u>42,645,378</u>	<u>42,590,300</u>	<u>(55,078)</u>
Expenditures				
Current:				
Instruction:				
Regular				
Salaries	12,090,695	11,618,638	11,617,512	1,126
Fringe Benefits	4,120,854	4,155,965	4,155,135	830
Purchased Services	1,123,012	990,822	990,204	618
Materials and Supplies	827,902	739,443	739,181	262
Capital Outlay	485,238	784,582	784,582	0
Other	1,727	1,280	1,279	1
<i>Total Regular</i>	<u>18,649,428</u>	<u>18,290,730</u>	<u>18,287,893</u>	<u>2,837</u>
Special				
Salaries	3,603,931	3,551,536	3,550,383	1,153
Fringe Benefits	1,628,661	1,575,057	1,570,698	4,359
Purchased Services	1,093,286	1,076,643	1,076,333	310
Materials and Supplies	72,248	56,300	56,289	11
Capital Outlay	72,470	67,875	67,875	0
<i>Total Special</i>	<u>6,470,596</u>	<u>6,327,411</u>	<u>6,321,578</u>	<u>5,833</u>
Vocational				
Salaries	85,230	82,238	82,237	1
Fringe Benefits	30,651	29,580	29,446	134
<i>Total Vocational</i>	<u>115,881</u>	<u>111,818</u>	<u>111,683</u>	<u>135</u>
Student Intervention Services				
Purchased Services	63,623	85,845	85,845	0
<i>Total Instruction</i>	<u>\$25,299,528</u>	<u>\$24,815,804</u>	<u>\$24,806,999</u>	<u>\$8,805</u>

(continued)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Support Services:				
Pupils				
Salaries	\$1,872,050	\$1,838,601	\$1,836,756	\$1,845
Fringe Benefits	676,143	654,965	654,186	779
Purchased Services	681,009	665,693	662,333	3,360
Materials and Supplies	68,678	42,753	42,636	117
Total Pupils	3,297,880	3,202,012	3,195,911	6,101
Instructional Staff				
Salaries	567,586	538,954	538,831	123
Fringe Benefits	236,125	226,034	225,565	469
Purchased Services	30,828	32,909	32,909	0
Materials and Supplies	73,504	60,364	60,364	0
Capital Outlay	7,612	11,333	11,333	0
Other	11,403	8,341	8,341	0
Total Instructional Staff	927,058	877,935	877,343	592
Board of Education				
Salaries	10,364	10,000	10,000	0
Fringe Benefits	5,360	2,646	2,646	0
Purchased Services	10,078	2,151	2,151	0
Materials and Supplies	602	3,350	2,797	553
Capital Outlay	409	0	0	0
Other	7,750	11,237	11,237	0
Total Board of Education	34,563	29,384	28,831	553
Administration				
Salaries	1,841,392	1,796,125	1,794,937	1,188
Fringe Benefits	850,420	816,443	816,054	389
Purchased Services	255,897	201,564	200,284	1,280
Materials and Supplies	25,634	17,461	17,433	28
Capital Outlay	32,416	17,062	16,942	120
Other	37,243	32,320	32,320	0
Total Administration	3,043,002	2,880,975	2,877,970	3,005
Fiscal				
Salaries	422,979	407,547	407,188	359
Fringe Benefits	217,091	194,232	194,053	179
Purchased Services	80,681	55,002	54,973	29
Materials and Supplies	7,628	3,515	3,515	0
Capital Outlay	809,720	693,171	693,166	5
Other	5,053	1,450	1,450	0
Total Fiscal	\$1,543,152	\$1,354,917	\$1,354,345	\$572

(continued)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Business				
Salaries	\$163,142	\$157,415	\$157,415	\$0
Fringe Benefits	68,408	65,863	65,828	35
Purchased Services	111,541	89,384	89,384	0
Materials and Supplies	4,099	2,713	2,713	0
Capital Outlay	6,709	5,752	5,752	0
Other	16,897	11,489	11,489	0
Total Business	370,796	332,616	332,581	35
Operation and Maintenance of Plant				
Salaries	1,414,763	1,381,440	1,381,440	0
Fringe Benefits	656,203	636,139	634,114	2,025
Purchased Services	1,390,864	1,300,853	1,290,329	10,524
Materials and Supplies	318,219	272,416	258,692	13,724
Capital Outlay	27,700	26,102	26,102	0
Other	85,444	80,903	80,903	0
Total Operation and Maintenance of Plant	3,893,193	3,697,853	3,671,580	26,273
Pupil Transportation				
Fringe Benefits	18	505	505	0
Purchased Services	2,445,496	2,512,203	2,504,001	8,202
Materials and Supplies	245,006	138,663	137,591	1,072
Total Pupil Transportation	2,690,520	2,651,371	2,642,097	9,274
Central				
Purchased Services	205,672	200,500	200,117	383
Materials and Supplies	60,918	40,331	40,223	108
Capital Outlay	184,390	268,794	268,794	0
Total Central	450,980	509,625	509,134	491
Total Support Services	16,251,144	15,536,688	15,489,792	46,896
Extracurricular Activities:				
Academic and Subject Oriented Activities				
Salaries	48,251	46,562	46,557	5
Fringe Benefits	8,419	8,132	7,950	182
Purchased Services	39,316	55,733	55,732	1
Materials and Supplies	7,323	6,118	6,118	0
Capital Outlay	487	1,130	1,012	118
Other	11,010	9,915	9,894	21
Total Academic and Subject Oriented Activities	\$114,806	\$127,590	\$127,263	\$327

(continued)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Sport Oriented Activities				
Salaries	\$536,228	\$515,110	\$514,920	\$190
Fringe Benefits	131,114	126,687	126,334	353
Purchased Services	35,873	33,621	33,621	0
Materials and Supplies	5,170	4,685	4,685	0
Capital Outlay	14,169	55,590	55,590	0
Other	67,501	8,262	8,262	0
Total Sport Oriented Activities	790,055	743,955	743,412	543
School and Public Service Co-Curricular Activities				
Salaries	52,998	48,731	48,573	158
Fringe Benefits	8,915	8,654	8,467	187
Total School and Public Service Co-Curricular Activities	61,913	57,385	57,040	345
Total Extracurricular Activities	966,774	928,930	927,715	1,215
Total Expenditures	42,517,446	41,281,422	41,224,506	56,916
Excess of Revenues Over (Under) Expenditures	(152,596)	1,363,956	1,365,794	1,838
Other Financing Sources (Uses)				
Sale of Capital Assets	2,500	19,376	19,376	0
Advances Out	0	(102,006)	(102,006)	0
Transfers Out	(77,650)	(79,417)	(79,417)	0
Total Other Financing Sources (Uses)	(75,150)	(162,047)	(162,047)	0
Net Change in Fund Balance	(227,746)	1,201,909	1,203,747	1,838
Fund Balance Beginning of Year	18,469,041	18,469,041	18,469,041	0
Prior Year Encumbrances Appropriated	451,095	451,095	451,095	0
Fund Balance End of Year	\$18,692,390	\$20,122,045	\$20,123,883	\$1,838

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	\$2,898,992	\$2,898,992	\$0
Intergovernmental	403,861	403,861	0
<i>Total Revenues</i>	<u>3,302,853</u>	<u>3,302,853</u>	<u>0</u>
Expenditures			
Current:			
Support Services:			
Fiscal			
Other	57,947	57,947	0
Debt Service:			
Principal Retirement	730,031	730,031	0
Interest and Fiscal Charges	1,135,871	1,135,871	0
Capital Appreciation Bond Interest	1,589,676	1,589,676	0
Total Debt Service	<u>3,455,578</u>	<u>3,455,578</u>	<u>0</u>
<i>Total Expenditures</i>	<u>3,513,525</u>	<u>3,513,525</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(210,672)	(210,672)	0
Other Financing Sources			
Transfers In	62,650	62,650	0
<i>Net Change in Fund Balance</i>	(148,022)	(148,022)	0
<i>Fund Balance Beginning of Year</i>	<u>1,448,230</u>	<u>1,448,230</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,300,208</u></u>	<u><u>\$1,300,208</u></u>	<u><u>\$0</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$349,725	\$349,725	\$0
Interest	10	11	1
Charges for Services	761,425	761,374	(51)
Miscellaneous	324	324	0
<i>Total Revenues</i>	<u>1,111,484</u>	<u>1,111,434</u>	<u>(50)</u>
Expenditures			
Current:			
Food Service Operations:			
Salaries	471,321	471,321	0
Fringe Benefits	212,235	212,197	38
Purchased Services	20,021	20,021	0
Materials and Supplies	424,145	424,145	0
Capital Outlay	24,385	24,385	0
Other	2,331	2,331	0
<i>Total Expenditures</i>	<u>1,154,438</u>	<u>1,154,400</u>	<u>38</u>
<i>Net Change in Fund Balance</i>	(42,954)	(42,966)	(12)
<i>Fund Balance Beginning of Year</i>	<u>86,119</u>	<u>86,119</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$43,165</u></u>	<u><u>\$43,153</u></u>	<u><u>(\$12)</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grants Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Contributions and Donations	\$26,251	\$26,251	\$0
Miscellaneous	23	23	0
<i>Total Revenues</i>	<u>26,274</u>	<u>26,274</u>	<u>0</u>
Expenditures			
Current:			
Instruction:			
Regular			
Purchased Services	2,535	1,788	747
Materials and Supplies	3,773	3,532	241
Capital Outlay	1,492	1,492	0
Total Regular	7,800	6,812	988
Operation of Non-Instructional Services:			
Community Services			
Other	16,500	16,500	0
<i>Total Expenditures</i>	<u>24,300</u>	<u>23,312</u>	<u>988</u>
<i>Net Change in Fund Balance</i>	1,974	2,962	988
<i>Fund Balance Beginning of Year</i>	<u>36,984</u>	<u>36,984</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$38,958</u></u>	<u><u>\$39,946</u></u>	<u><u>\$988</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
High School Bookstore Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Tuition and Fees	\$3,383	\$3,358	(\$25)
Expenditures			
Current:			
Instruction:			
Regular			
Salaries	4,000	4,000	0
Materials and Supplies	2,400	2,346	54
<i>Total Expenditures</i>	6,400	6,346	54
<i>Net Change in Fund Balance</i>	(3,017)	(2,988)	29
<i>Fund Balance Beginning of Year</i>	9,235	9,235	0
<i>Fund Balance End of Year</i>	\$6,218	\$6,247	\$29

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Activities Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Extracurricular Activities	\$352,934	\$356,337	\$3,403
Rentals	65	65	0
Miscellaneous	686	686	0
<i>Total Revenues</i>	<u>353,685</u>	<u>357,088</u>	<u>3,403</u>
Expenditures			
Current:			
Extracurricular Activities:			
Academic and Subject Oriented Activities			
Materials and Supplies	736	728	8
Other	2,500	1,641	859
Total Academic and Subject Oriented Activities	<u>3,236</u>	<u>2,369</u>	<u>867</u>
Sport Oriented Activities			
Salaries	8,370	8,370	0
Fringe Benefits	511	511	0
Purchased Services	128,665	125,320	3,345
Materials and Supplies	5,668	5,668	0
Capital Outlay	9,795	9,795	0
Other	249,001	248,350	651
Total Sport Oriented Activities	<u>402,010</u>	<u>398,014</u>	<u>3,996</u>
School and Public Service Co-Curricular Activities			
Fringe Benefits	5	5	0
Purchased Services	14,000	13,582	418
Materials and Supplies	3,851	3,396	455
Other	19,992	13,191	6,801
Total School and Public Service Co-CurricularActivities	<u>37,848</u>	<u>30,174</u>	<u>7,674</u>
<i>Total Expenditures</i>	<u>443,094</u>	<u>430,557</u>	<u>12,537</u>
<i>Excess of Revenues Under Expenditures</i>	(89,409)	(73,469)	15,940
Other Financing Sources			
Transfers In	14,818	16,767	1,949
<i>Net Change in Fund Balance</i>	(74,591)	(56,702)	17,889
<i>Fund Balance Beginning of Year</i>	215,083	215,083	0
Prior Year Encumbrances Appropriated	17,717	17,717	0
<i>Fund Balance End of Year</i>	<u>\$158,209</u>	<u>\$176,098</u>	<u>\$17,889</u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$637,958	\$637,958	\$0
Interest	85	92	7
<i>Total Revenues</i>	<u>638,043</u>	<u>638,050</u>	<u>7</u>
Expenditures			
Current:			
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	419,487	375,048	44,439
Materials and Supplies	195,501	139,780	55,721
Other	25,518	25,518	0
<i>Total Expenditures</i>	<u>640,506</u>	<u>540,346</u>	<u>100,160</u>
<i>Net Change in Fund Balance</i>	(2,463)	97,704	100,167
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	<u>2,463</u>	<u>2,463</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$100,167</u></u>	<u><u>\$100,167</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Data Communication Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$10,800	\$10,800	\$0
Expenditures			
Current:			
Support Services:			
Central			
Purchased Services	10,800	10,800	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$25,000	\$24,979	(\$21)
Expenditures			
Current:			
Instruction:			
Special			
Purchased Services	24,850	24,632	218
Materials and Supplies	150	148	2
<i>Total Expenditures</i>	<u>25,000</u>	<u>24,780</u>	<u>220</u>
<i>Net Change in Fund Balance</i>	0	199	199
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$199</u></u>	<u><u>\$199</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$812,947	\$668,696	(\$144,251)
Expenditures			
Current:			
Instruction:			
Regular			
Salaries	9,001	9,000	1
Special			
Salaries	593	593	0
Purchased Services	451,240	424,013	27,227
Materials and Supplies	37,439	36,661	778
Total Special	489,272	461,267	28,005
Total Instruction	498,273	470,267	28,006
Support Services:			
Pupils			
Purchased Services	192,674	177,466	15,208
Instructional Staff			
Purchased Services	24,984	20,372	4,612
Pupil Transportation			
Purchased Services	200,917	200,917	0
Total Support Services	418,575	398,755	19,820
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	32,570	32,569	1
Materials and Supplies	185	0	185
Total Operation of Non-Instructional Services	32,755	32,569	186
<i>Total Expenditures</i>	949,603	901,591	48,012
<i>Excess of Revenues Under Expenditures</i>	(136,656)	(232,895)	(96,239)
Other Financing Sources			
Advances In	96,239	96,239	0
<i>Net Change in Fund Balance</i>	(40,417)	(136,656)	(96,239)
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	136,656	136,656	0
<i>Fund Balance End of Year</i>	\$96,239	\$0	(\$96,239)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Limited English Proficiency Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$24,377	\$8,474	(\$15,903)
Expenditures			
Current:			
Instruction:			
Regular			
Salaries	7,796	3,372	4,424
Purchased Services	5,082	1,119	3,963
Materials and Supplies	3,096	2,846	250
Total Instruction	15,974	7,337	8,637
Support Services:			
Instructional Staff			
Purchased Services	4,184	984	3,200
Pupil Transportation			
Purchased Services	500	0	500
Total Support Services	4,684	984	3,700
Operation of Non-Instructional Services:			
Community Services			
Materials and Supplies	550	0	550
<i>Total Expenditures</i>	21,208	8,321	12,887
<i>Net Change in Fund Balance</i>	3,169	153	(3,016)
<i>Fund Balance Beginning of Year</i>	8,029	8,029	0
<i>Fund Balance End of Year</i>	\$11,198	\$8,182	(\$3,016)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$356,131	\$200,654	(\$155,477)
Expenditures			
Current:			
Instruction:			
Regular			
Salaries	40,001	31,601	8,400
Purchased Services	281,945	136,381	145,564
Materials and Supplies	2,000	1,616	384
Total Instruction	323,946	169,598	154,348
Support Services:			
Instructional Staff			
Purchased Services	3,000	1,661	1,339
Administration			
Purchased Services	8,000	6,600	1,400
Total Support Services	11,000	8,261	2,739
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	24,572	21,782	2,790
<i>Total Expenditures</i>	359,518	199,641	159,877
<i>Net Change in Fund Balance</i>	(3,387)	1,013	4,400
<i>Fund Balance Beginning of Year</i>	303	303	0
Prior Year Encumbrances Appropriated	3,085	3,085	0
<i>Fund Balance End of Year</i>	\$1	\$4,401	\$4,400

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Reducing Class Size Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$57,644	\$37,018	(\$20,626)
Expenditures			
Current:			
Support Services:			
Instructional Staff			
Salaries	53,235	36,338	16,897
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	7,092	4,960	2,132
<i>Total Expenditures</i>	60,327	41,298	19,029
<i>Excess of Revenues Under Expenditures</i>	(2,683)	(4,280)	(1,597)
Other Financing Sources			
Advances In	5,767	5,767	0
<i>Net Change in Fund Balance</i>	3,084	1,487	(1,597)
<i>Fund Balance Beginning of Year</i>	1,300	1,300	0
Prior Year Encumbrances Appropriated	1,200	1,200	0
<i>Fund Balance End of Year</i>	\$5,584	\$3,987	(\$1,597)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Extracurricular Activities	\$49,268	\$49,262	(\$6)
Contributions and Donations	2,889	2,889	0
Miscellaneous	28,779	28,779	0
<i>Total Revenues</i>	<u>80,936</u>	<u>80,930</u>	<u>(6)</u>
Expenditures			
Current:			
Support Services:			
Instructional Staff			
Other	90	87	3
Extracurricular Activities:			
Academic and Subject Oriented Activities			
Purchased Services	9,265	8,827	438
Materials and Supplies	39,085	33,925	5,160
Other	30,885	29,656	1,229
Total Extracurricular Activities	<u>79,235</u>	<u>72,408</u>	<u>6,827</u>
<i>Total Expenditures</i>	<u>79,325</u>	<u>72,495</u>	<u>6,830</u>
<i>Net Change in Fund Balance</i>	1,611	8,435	6,824
<i>Fund Balance Beginning of Year</i>	110,569	110,569	0
Prior Year Encumbrances Appropriated	132	132	0
<i>Fund Balance End of Year</i>	<u>\$112,312</u>	<u>\$119,136</u>	<u>\$6,824</u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Miscellaneous	\$141	\$4,741	\$4,600
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	141	4,741	4,600
<i>Fund Balance Beginning of Year</i>	<u>303</u>	<u>303</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$444</u></u>	<u><u>\$5,044</u></u>	<u><u>\$4,600</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2016

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Rentals	\$5,279	\$5,279	\$0
Expenditures			
Current:			
Extracurricular Activities:			
Sport Oriented Activities			
Capital Outlay	24,890	24,889	1
Capital Outlay:			
Site Improvement Services			
Capital Outlay	191,832	191,832	0
Building Acquisition and Construction Services			
Capital Outlay	1,213,695	1,213,695	0
Total Capital Outlay	1,405,527	1,405,527	0
<i>Total Expenditures</i>	1,430,417	1,430,416	1
<i>Net Change in Fund Balance</i>	(1,425,138)	(1,425,137)	1
<i>Fund Balance Beginning of Year</i>	588,430	588,430	0
Prior Year Encumbrances Appropriated	1,128,346	1,128,346	0
<i>Fund Balance End of Year</i>	\$291,638	\$291,639	\$1

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Statistical Section

Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	S2 - S11
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source, the property tax.	S12 - S21
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S23 - S27
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S28 - S29
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S30 - S39

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

Nordonia Hills City School District

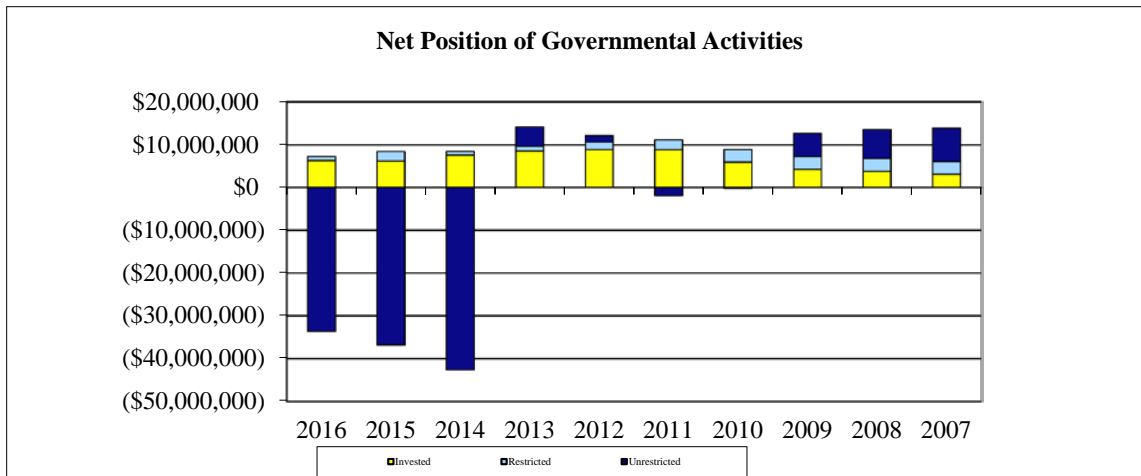
Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

	2016	2015	2014 (1)	2013
Governmental Activities:				
Net Investment in Capital Assets	\$6,288,133	\$6,204,815	\$7,581,884	\$8,509,093
Restricted for:				
Debt Service	1,958,030	2,096,504	1,739,717	1,328,964
Capital Projects	343,234	1,717,079	398,112	692,565
Other Purposes	614,083	478,775	442,212	379,531
Unrestricted (Deficit)	<u>(33,622,185)</u>	<u>(36,780,435)</u>	<u>(42,634,928)</u>	<u>4,586,389</u>
Total Governmental Activities Net Position	<u>(\$24,418,705)</u>	<u>(\$26,283,262)</u>	<u>(\$32,473,003)</u>	<u>\$15,496,542</u>

(1) GASB Statement No. 68 was implemented in fiscal year 2015 and does not impact net position prior to fiscal year 2014.



2012	2011	2010	2009	2008	2007
\$8,850,162	\$8,840,009	\$5,953,017	\$4,296,352	\$3,754,077	\$3,120,420
1,369,449	1,349,882	1,311,046	1,675,185	1,139,361	1,212,705
1,233,186	1,479,226	2,355,266	2,424,827	2,608,996	2,594,477
526,632	836,109	594,543	530,496	434,971	350,828
1,529,032	(1,857,846)	(181,594)	5,391,879	6,767,582	7,799,921
<u>\$13,508,461</u>	<u>\$10,647,380</u>	<u>\$10,032,278</u>	<u>\$14,318,739</u>	<u>\$14,704,987</u>	<u>\$15,078,351</u>

Nordonia Hills City School District

Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

	2016	2015 (1)	2014	2013
Expenses				
Governmental Activities:				
Regular Instruction	\$20,056,808	\$18,550,105	\$18,738,003	\$18,249,173
Special Instruction	6,446,142	6,108,542	6,036,343	5,390,882
Vocational Instruction	145,074	138,542	140,339	127,008
Adult/Continuing	0	0	0	0
Student Intervention Services	85,845	85,303	87,536	133,867
Other	0	0	0	0
Pupil Support	3,374,388	3,164,056	3,084,212	2,836,378
Instructional Staff Support	959,523	911,162	891,630	693,943
Board of Education	28,803	26,999	25,382	16,058
Administration	2,839,587	2,601,135	2,751,025	2,581,795
Fiscal	1,388,959	1,157,432	1,455,160	1,482,023
Business	333,196	310,434	322,065	289,958
Operation and Maintenance of Plant	4,091,712	3,927,891	3,849,829	3,725,872
Pupil Transportation	2,935,119	2,338,284	2,391,133	2,370,306
Central	637,809	383,035	695,317	1,001,531
Operation of Non-Instructional Services	567,067	703,621	656,335	724,346
Food Service Operations	1,221,780	1,193,894	1,295,629	1,239,531
Extracurricular Activities	1,471,574	1,868,849	1,925,689	1,740,542
Interest and Fiscal Charges	1,391,929	1,475,149	1,704,189	1,906,793
<i>Total Governmental Activities Expenses</i>	<i>47,975,315</i>	<i>44,944,433</i>	<i>46,049,816</i>	<i>44,510,006</i>
Program Revenues				
Governmental Activities:				
Charges for Services				
Regular Instruction	428,931	450,421	379,065	420,685
Special Instruction	122,222	129,215	114,168	117,356
Vocational Instruction	2,375	2,545	2,245	2,273
Student Intervention Services	1,750	1,911	1,732	3,135
Pupil Support	66,184	70,390	56,043	47,347
Instructional Staff Support	17,926	17,594	20,350	13,211
Board of Education	587	605	502	376
Administration	57,939	59,596	92,575	59,400
Fiscal	27,273	24,995	35,730	32,659
Business	6,740	6,982	9,620	6,715
Operation and Maintenance of Plant	73,458	80,923	95,187	78,452
Pupil Transportation	53,391	46,945	42,364	51,324
Central	10,240	8,165	12,464	18,264
Operation of Non-Instructional Services	0	0	10	7
Food Service Operations	761,374	762,755	827,776	882,968
Extracurricular Activities	749,118	1,155,459	1,237,833	1,194,487
Operating Grants and Contributions				
Regular Instruction	336,331	349,410	318,550	627,752
Special Instruction	732,920	860,647	557,684	3,984
Vocational Instruction	1,309	1,761	1,733	0
Student Intervention Services	0	0	0	0
Other	0	0	0	0
Pupil Support	135,089	109,746	441,240	767,682
Instructional Staff Support	58,300	95,779	127,103	73,047
Administration	0	2,541	2,083	2,174
Fiscal	0	0	0	1,109
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	310,512	254,253	232,679	30,555
Central	10,800	10,800	10,800	122,593
Operation of Non-Instructional Services	693,368	672,218	658,284	671,230
Food Service Operations	367,246	354,439	406,274	428,304
Extracurricular Activities	2,889	96,966	1,720	0

2012	2011	2010	2009	2008	2007
\$17,230,661	\$18,569,476	\$19,909,252	\$18,341,443	\$18,312,804	\$16,613,376
4,092,913	4,347,481	5,114,678	4,765,679	4,106,631	3,460,207
105,638	270,211	341,786	382,247	464,745	389,503
17,990	0	0	0	0	0
941,216	955,132	1,025,787	0	0	0
0	0	0	644,108	633,468	471,689
3,679,370	3,968,792	3,999,333	3,736,451	3,663,642	3,291,704
868,221	1,567,498	1,282,487	1,294,769	1,503,938	1,556,012
101,811	95,436	101,028	86,547	83,051	80,990
2,659,546	2,654,376	2,844,324	2,760,485	2,655,708	2,453,920
1,182,471	1,140,067	1,150,873	1,113,388	1,048,855	794,472
259,360	241,543	286,306	285,569	278,440	264,945
3,747,786	3,974,307	4,024,975	5,162,153	4,810,582	4,844,818
2,355,359	2,579,917	3,349,773	2,684,699	2,511,525	2,270,033
907,526	871,639	217,227	173,619	159,151	36,347
592,258	608,161	491,588	719,252	542,086	469,365
1,276,824	1,395,875	1,520,020	1,501,302	1,493,571	1,377,966
1,468,048	1,227,122	1,578,579	1,528,821	1,475,894	1,298,734
1,799,548	1,947,120	1,928,133	1,699,038	1,568,386	1,750,304
43,286,546	46,414,153	49,166,149	46,879,570	45,312,477	41,424,385

324,125	154,798	189,538	123,761	334,521	128,518
65,386	31,899	41,449	110,889	0	0
1,320	1,975	2,982	0	0	0
16,412	7,851	8,809	0	0	0
42,553	24,301	29,158	0	0	0
12,401	7,463	10,360	0	0	0
1,775	784	966	0	0	0
45,934	21,547	26,955	0	0	0
19,609	12,628	10,562	0	0	0
4,465	2,133	2,664	0	0	0
58,482	29,789	34,980	126,771	65,626	53,474
37,611	17,743	26,353	0	0	0
12,285	6,983	2,049	0	0	0
0	0	0	20,430	3,344	0
982,010	991,621	971,663	978,924	984,537	950,432
842,616	834,568	788,327	795,044	691,916	617,107
126,809	849,761	238,718	219,985	153,655	82,439
0	48,197	23,272	0	59,083	116,770
0	0	0	0	0	0
0	0	115,162	0	0	0
0	0	0	29,402	36,502	242,479
883,376	1,075,762	998,643	801,786	805,303	587,273
92,750	643,875	145,861	136,728	173,107	175,100
71	167	0	2,723	14,684	6,335
1,103	2,034	8,659	2,120	13,686	0
0	0	0	0	0	49,207
14,198	220,711	1,026,383	21,069	0	90,411
48,335	19,192	2,934	0	0	329,896
590,809	582,107	569,154	608,624	634,735	464,390
391,662	333,884	433,045	426,036	359,042	0
0	0	10,034	5,547	9,807	1,891

(continued)

Nordonia Hills City School District

Changes in Net Position (continued)

Last Ten Fiscal Years

(accrual basis of accounting)

	2016	2015 (1)	2014	2013
Capital Grants and Contributions				
Pupil Transportation	\$0	\$0	\$0	\$0
<i>Total Governmental Activities Program Revenues</i>	<u>5,028,272</u>	<u>5,627,061</u>	<u>5,685,814</u>	<u>5,657,089</u>
Net (Expense)/Revenue	<u>(42,947,043)</u>	<u>(39,317,372)</u>	<u>(40,364,002)</u>	<u>(38,852,917)</u>
General Revenues				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	29,664,006	29,871,761	32,584,461	26,454,225
Debt Service	2,908,269	3,052,809	3,394,591	2,785,818
Capital Projects	0	0	0	15
Payments in Lieu of Taxes	1,285,013	968,477	483,379	225,094
Grants and Entitlements not				
Restricted to Specific Programs	10,557,986	10,770,864	11,160,608	11,278,886
Unrestricted Contributions and Donations	3,106	0	0	0
Investment Earnings	158,769	39,382	19,396	13,741
Gain on Sale of Capital Assets	0	526,951	0	5,295
Miscellaneous	234,451	276,869	79,252	77,924
<i>Total Governmental Activities General Revenues</i>	<u>44,811,600</u>	<u>45,507,113</u>	<u>47,721,687</u>	<u>40,840,998</u>
<i>Total Primary Government Change in Net Position</i>	<u>\$1,864,557</u>	<u>\$6,189,741</u>	<u>\$7,357,685</u>	<u>\$1,988,081</u>

(1) GASB Statement No. 68 was implemented in fiscal year 2015 and does not impact net position prior to fiscal year 2014.

2012	2011	2010	2009	2008	2007
\$0	\$0	\$0	\$51,990	\$26,258	\$39,274
4,616,097	5,921,773	5,718,680	4,461,829	4,365,806	3,934,996
(38,670,449)	(40,492,380)	(43,447,469)	(42,417,741)	(40,946,671)	(37,489,389)
26,954,060	25,143,381	23,858,467	26,064,562	25,720,519	27,085,576
2,994,057	3,058,893	2,905,888	3,045,139	2,542,656	2,657,346
165,583	609,596	581,552	635,900	630,844	659,559
0	0	0	0	0	0
11,269,425	12,200,323	11,522,079	11,796,620	10,751,409	9,711,340
0	0	0	0	0	0
11,240	16,087	140,532	423,624	847,659	959,633
0	0	0	0	0	0
137,165	79,202	152,490	65,648	80,220	39,286
41,531,530	41,107,482	39,161,008	42,031,493	40,573,307	41,112,740
\$2,861,081	\$615,102	(\$4,286,461)	(\$386,248)	(\$373,364)	\$3,623,351

Nordonia Hills City School District

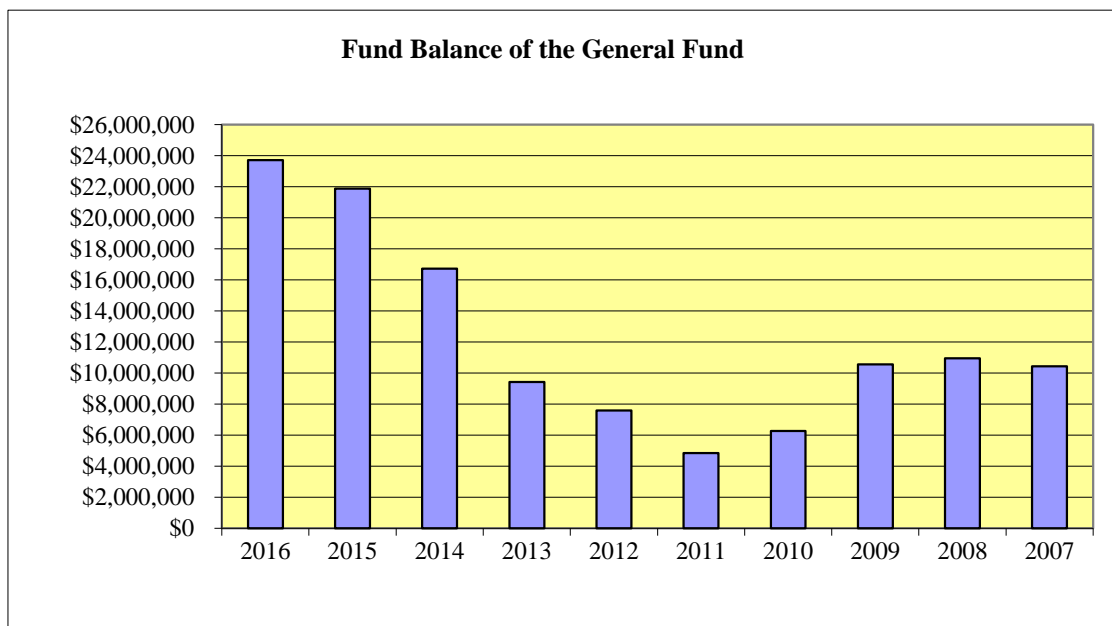
Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2016	2015	2014	2013
General Fund				
Nonspendable	\$50,363	\$50,158	\$44,951	\$44,626
Committed	0	0	0	63,370
Assigned	363,379	2,317,045	676,253	371,891
Unassigned	23,297,679	19,523,941	16,007,826	8,942,703
Reserved	N/A	N/A	N/A	N/A
Unreserved	N/A	N/A	N/A	N/A
Total General Fund	23,711,421	21,891,144	16,729,030	9,422,590
All Other Governmental Funds				
Nonspendable	3,067	4,103	5,307	5,693
Restricted	2,694,944	4,231,489	2,538,172	2,434,029
Committed	6,247	9,235	8,498	0
Unassigned (Deficit)	(148,381)	(21,654)	(534)	(1,911)
Reserved	N/A	N/A	N/A	N/A
Unreserved, Undesignated, Reported in:				
Special Revenue Funds (Deficit)	N/A	N/A	N/A	N/A
Debt Service Funds	N/A	N/A	N/A	N/A
Capital Projects Funds	N/A	N/A	N/A	N/A
Total All Other Governmental Funds	2,555,877	4,223,173	2,551,443	2,437,811
Total Governmental Funds	\$26,267,298	\$26,114,317	\$19,280,473	\$11,860,401

Note: GASB 54 was implemented in fiscal year 2011.



2012	2011	2010	2009	2008	2007
\$46,854	\$154,800	N/A	N/A	N/A	N/A
0	0	N/A	N/A	N/A	N/A
1,498,652	1,379,104	N/A	N/A	N/A	N/A
6,042,002	3,310,508	N/A	N/A	N/A	N/A
N/A	N/A	3,349,527	814,768	1,383,180	1,165,939
N/A	N/A	2,928,982	9,747,311	9,579,351	9,267,374
7,587,508	4,844,412	6,278,509	10,562,079	10,962,531	10,433,313
5,541	5,237	N/A	N/A	N/A	N/A
3,142,173	3,389,399	N/A	N/A	N/A	N/A
0	0	N/A	N/A	N/A	N/A
(126,885)	(731,389)	N/A	N/A	N/A	N/A
N/A	N/A	2,128,717	826,436	560,934	448,983
N/A	N/A	(45,507)	108,401	322,472	293,511
N/A	N/A	1,200,690	1,705,131	1,170,799	1,267,007
N/A	N/A	804,559	7,437,335	2,140,530	2,225,860
3,020,829	2,663,247	4,088,459	10,077,303	4,194,735	4,235,361
\$10,608,337	\$7,507,659	\$10,366,968	\$20,639,382	\$15,157,266	\$14,668,674

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

	2016	2015	2014	2013
Revenues				
Property Taxes	\$32,552,871	\$34,061,836	\$36,013,119	\$29,178,336
Payments in Lieu of Taxes	1,285,013	968,477	483,379	225,094
Intergovernmental	12,924,308	13,471,493	13,842,819	14,029,617
Interest	158,872	39,424	19,450	13,801
Tuition and Fees	847,909	882,819	849,545	859,882
Charges for Services	801,077	798,975	858,560	906,856
Extracurricular Activities	665,540	1,073,115	1,154,818	1,100,659
Contributions and Donations	32,246	116,221	23,216	16,451
Rentals	64,982	63,592	64,741	61,262
Miscellaneous	234,451	276,869	79,252	77,924
<i>Total Revenues</i>	<u>49,567,269</u>	<u>51,752,821</u>	<u>53,388,899</u>	<u>46,469,882</u>
Expenditures				
Current:				
Instruction:				
Regular	18,959,543	18,323,735	17,559,996	17,638,813
Special	6,426,639	6,285,801	5,996,400	5,359,158
Vocational	114,941	111,564	119,812	109,137
Adult/Continuing	0	0	0	0
Student Intervention Services	85,845	85,303	87,536	133,867
Other	0	0	0	0
Support Services:				
Pupils	3,379,899	3,262,075	3,128,396	2,917,631
Instructional Staff	920,225	877,676	843,635	665,126
Board of Education	28,803	26,999	25,382	16,058
Administration	2,845,145	2,647,209	2,730,787	2,607,202
Fiscal	1,402,148	1,164,884	1,442,065	1,501,536
Business	330,318	308,746	324,923	277,533
Operation and Maintenance of Plant	3,602,490	3,618,716	3,459,711	3,385,584
Pupil Transportation	2,842,202	2,230,451	2,248,140	2,223,398
Central	512,959	375,334	641,237	920,197
Operation of Non-Instructional Services	583,740	703,940	651,988	719,999
Food Service Operations	1,163,509	1,164,548	1,243,968	1,190,548
Extracurricular Activities	1,420,704	1,733,527	1,775,336	1,664,849
Capital Outlay	1,358,976	377,378	1,054,531	547,984
Debt Service:				
Principal Retirement	730,031	983,125	1,004,223	1,215,683
Current Refunding	0	0	0	1,145,335
Interest and Fiscal Charges	1,135,871	1,003,019	1,151,783	0
Capital Appreciation Bonds Interest	1,589,676	1,269,963	1,210,777	984,317
Issuance Costs	0	242,101	0	0
<i>Total Expenditures</i>	<u>49,433,664</u>	<u>46,796,094</u>	<u>46,700,626</u>	<u>45,223,955</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>133,605</u>	<u>4,956,727</u>	<u>6,688,273</u>	<u>1,245,927</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	19,376	1,631,721	2,055	6,137
Energy Conservation Bonds Issued	0	0	729,744	0
General Obligation Bonds Issued	0	0	0	0
Refunding Bonds Issued	0	14,975,000	0	0
Premium on Debt Issuance	0	2,057,168	0	0
Payment to Refunded Bond Escrow Agent	0	(16,786,772)	0	0
Purchase Agreement	0	0	0	0
Transfers In	79,417	72,565	43,277	15,000
Transfers Out	(79,417)	(72,565)	(43,277)	(15,000)
<i>Total Other Financing Sources (Uses)</i>	<u>19,376</u>	<u>1,877,117</u>	<u>731,799</u>	<u>6,137</u>
<i>Net Change in Fund Balances</i>	<u>\$152,981</u>	<u>\$6,833,844</u>	<u>\$7,420,072</u>	<u>\$1,252,064</u>
Debt Service as a Percentage of Noncapital Expenditures	7.1%	7.0%	7.2%	7.5%

2012	2011	2010	2009	2008	2007
\$30,004,522	\$28,635,403	\$26,949,636	\$29,667,748	\$28,806,731	\$30,346,784
0	0	0	0	0	0
14,278,190	15,004,291	15,140,010	13,987,982	12,984,055	11,870,969
11,240	16,087	140,759	425,552	854,120	966,672
652,259	315,869	396,038	232,712	334,520	126,047
982,010	991,756	971,663	978,924	984,537	950,432
737,382	734,504	678,783	805,725	695,259	608,414
16,349	32,371	26,215	51,767	12,221	13,481
95,333	103,954	100,331	126,771	65,626	53,474
137,165	79,202	152,490	77,335	94,318	50,451
<u>46,914,450</u>	<u>45,913,437</u>	<u>44,555,925</u>	<u>46,354,516</u>	<u>44,831,387</u>	<u>44,986,724</u>
16,641,266	18,264,469	19,113,434	17,668,722	17,111,669	16,064,106
4,132,807	4,345,719	4,678,469	4,603,102	3,930,759	3,409,775
107,582	250,052	329,357	347,015	369,725	354,277
17,990	0	0	0	0	0
941,216	955,132	1,025,787	0	0	0
0	0	0	644,108	633,468	471,689
3,601,348	4,001,128	3,968,206	3,610,833	3,496,254	3,230,393
848,390	1,549,434	1,227,438	1,224,654	1,377,915	1,472,514
101,811	95,436	101,028	86,547	83,051	80,990
2,641,865	2,649,260	2,772,107	2,645,607	2,571,781	2,354,882
1,176,202	1,149,480	1,267,239	1,105,859	1,048,794	788,498
256,689	285,158	274,430	282,062	277,024	264,566
3,409,811	3,652,873	3,659,000	4,682,669	4,433,096	4,551,169
2,250,946	2,391,540	2,772,215	2,447,298	2,318,740	2,047,497
741,414	871,639	217,227	173,619	159,151	36,347
587,911	603,814	486,620	713,415	536,249	463,528
1,220,781	1,336,248	1,459,847	1,440,136	1,433,392	1,320,696
1,286,482	1,446,343	1,525,697	1,473,627	1,407,983	1,231,440
503,239	1,572,578	6,481,645	1,030,569	213,318	576,047
1,297,917	2,138,497	2,123,497	1,773,412	1,712,833	1,790,000
0	0	0	0	0	0
1,117,525	1,213,946	1,345,096	1,202,699	1,227,593	1,300,795
930,580	0	0	0	0	0
0	0	0	117,168	0	0
<u>43,813,772</u>	<u>48,772,746</u>	<u>54,828,339</u>	<u>47,273,121</u>	<u>44,342,795</u>	<u>41,809,209</u>
<u>3,100,678</u>	<u>(2,859,309)</u>	<u>(10,272,414)</u>	<u>(918,605)</u>	<u>488,592</u>	<u>3,177,515</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	5,999,998	0	0
0	0	0	0	0	0
0	0	0	226,735	0	0
0	0	0	0	0	0
0	0	0	173,988	0	0
78,089	20,530	35,520	37,860	34,160	30,160
<u>(78,089)</u>	<u>(20,530)</u>	<u>(35,520)</u>	<u>(37,860)</u>	<u>(34,160)</u>	<u>(30,160)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>6,400,721</u>	<u>0</u>	<u>0</u>
<u>\$3,100,678</u>	<u>(\$2,859,309)</u>	<u>(\$10,272,414)</u>	<u>\$5,482,116</u>	<u>\$488,592</u>	<u>\$3,177,515</u>
7.7%	7.1%	7.2%	6.4%	6.7%	7.5%

Nordonia Hills City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Collection Year	Real Property			Estimated Actual Value	Tangible Personal Property	
	Assessed Value				General	Business
	Residential/ Agricultural	Commercial/ Industrial	Total		Assessed Value	Estimated Actual Value
2016	\$741,670,770	\$154,195,850	\$895,866,620	\$2,559,618,914	\$0	\$0
2015	738,025,160	155,684,700	893,709,860	2,553,456,743	0	0
2014	752,937,530	154,814,340	907,751,870	2,593,576,771	0	0
2013	750,842,030	153,156,060	903,998,090	2,582,851,686	0	0
2012	748,050,370	157,943,220	905,993,590	2,588,553,114	0	0
2011	812,050,720	176,758,250	988,808,970	2,825,168,486	0	0
2010	809,996,680	177,939,220	987,935,900	2,822,674,000	1,556,470	24,903,520
2009	807,250,520	177,175,180	984,425,700	2,812,644,857	18,156,820	290,509,120
2008	792,278,770	166,650,460	958,929,230	2,739,797,800	36,453,440	583,255,040
2007	772,754,530	162,886,210	935,640,740	2,673,259,257	51,366,471	821,863,536

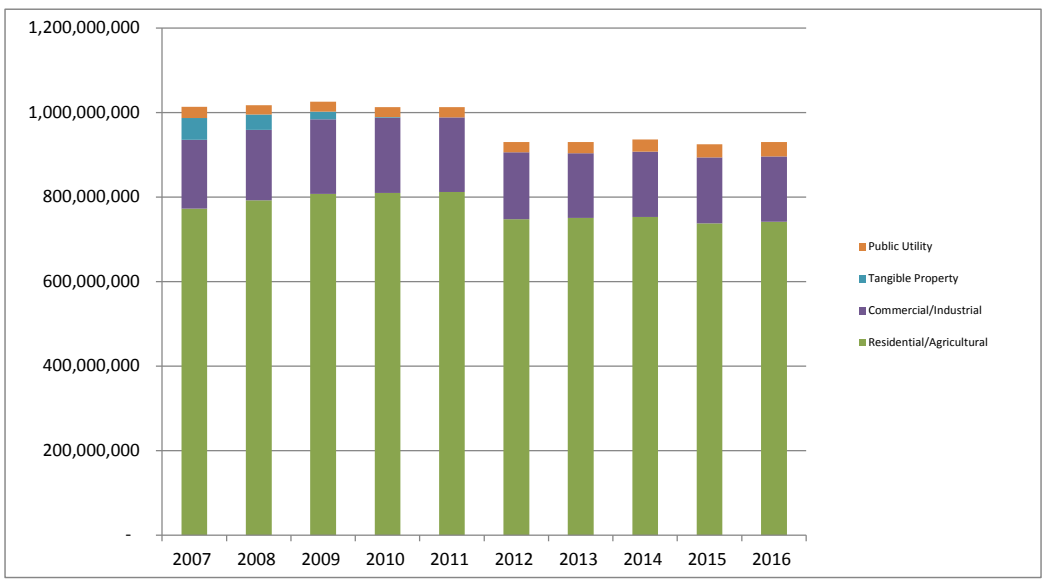
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories.

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

Source: Office of the County Fiscal Officer, Summit County, Ohio

Tangible Personal Property		Total			
Public Utility					
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Total Tax Rate	Weighted Average Tax Rate
\$34,148,290	\$38,804,875	\$930,014,910	\$2,598,423,789	\$68.770000	\$39.25921
31,124,800	35,369,091	924,834,660	2,588,825,834	68.940000	39.05403
28,468,580	32,350,659	936,220,450	2,625,927,431	68.920000	39.03694
26,459,950	30,068,125	930,458,040	2,612,919,811	68.990000	38.80326
24,400,460	27,727,795	930,394,050	2,616,280,910	69.100000	38.77541
24,399,910	27,727,170	1,013,208,880	2,852,895,656	62.600000	30.41911
23,600,380	26,818,614	1,013,092,750	2,874,396,134	62.600000	30.08352
23,272,230	26,445,716	1,025,854,750	3,129,599,693	62.670000	30.96950
22,416,470	25,473,261	1,017,799,140	3,348,526,101	62.260000	31.25229
26,265,850	29,847,557	1,013,273,061	3,524,970,350	61.970000	31.70925



Nordonia Hills City School District
Property Tax Rates - Direct and Overlapping Governments
(per \$1,000 of assessed value)
Last Ten Years

	2016	2015	2014	2013
Unvoted Millage				
Operating	\$4.970000	\$4.970000	\$4.970000	\$4.970000
Voted Millage - by levy				
1976 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	7.167948	7.165100	6.988088	6.981019
Commercial/Industrial and Public Utility Real	7.295958	7.204600	7.233386	7.259797
General Business and Public Utility Personal	26.280000	26.280000	26.280000	26.280000
1978 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	1.227388	1.226900	1.196590	1.195380
Commercial/Industrial and Public Utility Real	1.249308	1.233700	1.238593	1.243116
General Business and Public Utility Personal	4.500000	4.500000	4.500000	4.500000
1984 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	2.297916	2.297000	2.240254	2.237986
Commercial/Industrial and Public Utility Real	2.463112	2.432300	2.441988	2.450908
General Business and Public Utility Personal	5.400000	5.400000	5.400000	5.400000
1987 Permanent Improvement				
Effective Millage Rates				
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000
1988 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	2.174759	2.173900	2.120189	2.118044
Commercial/Industrial and Public Utility Real	2.630946	2.598000	2.608380	2.617908
General Business and Public Utility Personal	4.450000	4.450000	4.450000	4.450000
1993 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	4.086338	4.084700	3.983796	3.979771
Commercial/Industrial and Public Utility Real	4.934671	4.872900	4.892342	4.910220
General Business and Public Utility Personal	7.200000	7.200000	7.200000	7.200000
2000 Bond (\$38,500,000)	3.020000	3.140000	3.150000	3.150000
2004 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	6.500000	6.500000	6.432101	6.425601
Commercial/Industrial and Public Utility Real	6.387459	6.307500	6.332677	6.355817
General Business and Public Utility Personal	6.500000	6.500000	6.500000	6.500000
2008 Bond (\$6,000,000)	0.450000	0.500000	0.470000	0.540000
2011 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	6.000000	6.000000	6.000000	6.000000
Commercial/Industrial and Public Utility Real	6.000000	5.954400	5.978154	6.000000
General Business and Public Utility Personal	6.000000	6.000000	6.000000	6.000000

2012	2011	2010	2009	2008	2007
\$4.970000	\$4.970000	\$4.970000	\$4.970000	\$4.970000	\$4.970000
6.973700	6.395200	6.401900	6.388300	6.441000	6.474200
7.158600	6.338400	6.300800	6.219100	6.614900	6.697600
26.280000	26.280000	26.280000	26.280000	26.280000	26.280000
1.194100	1.095100	1.096200	1.093900	1.102900	1.108600
1.225800	1.085300	1.078900	1.064900	1.132700	1.146900
4.500000	4.500000	4.500000	4.500000	4.500000	4.500000
2.235600	2.050200	2.052300	2.048000	2.064900	2.075500
2.416800	2.139800	2.127200	2.099600	2.233200	2.261100
5.400000	5.400000	5.400000	5.400000	5.400000	5.400000
0.000000	0.000000	0.608100	0.606800	0.611800	0.615000
0.000000	0.000000	0.749600	0.739900	0.786900	0.796800
0.000000	0.000000	1.490000	1.490000	1.490000	1.490000
2.115800	2.285600	1.942300	1.938200	1.954200	1.964300
2.581400	1.940300	2.272100	2.242600	2.385400	2.415200
4.450000	4.450000	4.450000	4.450000	4.450000	4.450000
3.975600	3.645800	3.649600	3.641900	3.672000	3.690900
4.841800	4.287000	4.261600	4.206400	4.474000	4.530000
7.200000	7.200000	7.200000	7.200000	7.200000	7.200000
3.300000	2.900000	2.900000	2.910000	2.960000	2.670000
6.418800	5.886400	5.892500	5.880000	5.928600	5.959100
6.267200	5.549100	5.516300	5.444800	5.791200	5.863700
6.500000	6.500000	6.500000	6.500000	6.500000	6.500000
0.500000	0.400000	0.400000	0.460000	0.000000	0.000000
6.000000	0.000000	0.000000	0.000000	0.000000	0.000000
6.000000	0.000000	0.000000	0.000000	0.000000	0.000000
6.000000	0.000000	0.000000	0.000000	0.000000	0.000000

(continued)

Nordonia Hills City School District
Property Tax Rates - Direct and Overlapping Governments (continued)
(per \$1,000 of assessed value)
Last Ten Years

	2016	2015	2014	2013
Total Voted Millage by type of Property				
Residential/Agricultural Real	\$32.924349	\$33.087600	\$32.581018	\$32.627801
Commercial/Industrial and Public Utility Real	34.431454	34.243400	34.345520	34.527766
General Business and Public Utility Personal	63.800000	63.970000	63.950000	64.020000
Total Millage by type of Property				
Residential/Agricultural Real	\$37.894349	\$38.057600	\$37.551018	\$37.597801
Commercial/Industrial and Public Utility Real	39.401454	39.213400	39.315520	39.497766
General Business and Public Utility Personal	68.770000	68.940000	68.920000	68.990000
Total Weighted Average Tax Rate				
	\$39.259212	\$39.054030	\$39.036940	\$38.803260
Overlapping Rates by Taxing District				
Boston Heights Village				
Effective Millage Rates				
Residential/Agricultural Real	\$6.100000	\$6.100000	\$6.100000	\$6.100000
Commercial/Industrial and Public Utility Real	6.048834	6.100000	6.100000	6.100000
General Business and Public Utility Personal	6.100000	6.100000	6.100000	6.100000
City of Macedonia				
Effective Millage Rates				
Residential/Agricultural Real	5.028937	5.029500	4.998792	4.997900
Commercial/Industrial and Public Utility Real	5.172557	5.135800	5.173519	5.164700
General Business and Public Utility Personal	8.900000	8.900000	8.900000	8.900000
Northfield Center Township				
Effective Millage Rates				
Residential/Agricultural Real	12.276020	12.276000	9.192819	9.187500
Commercial/Industrial and Public Utility Real	11.969610	11.937400	8.802501	8.761300
General Business and Public Utility Personal	17.150000	17.150000	14.150000	14.150000
Northfield Village				
Effective Millage Rates				
Residential/Agricultural Real	7.225914	7.223000	7.138902	7.137600
Commercial/Industrial and Public Utility Real	6.953771	6.920300	7.130170	6.914500
General Business and Public Utility Personal	7.480000	7.480000	7.480000	7.480000
Sagamore Hills Township				
Effective Millage Rates				
Residential/Agricultural Real	10.802442	10.801000	10.748034	9.401100
Commercial/Industrial and Public Utility Real	10.416645	10.416600	10.484373	8.699200
General Business and Public Utility Personal	11.180000	11.180000	11.180000	10.180000
Twinsburg Township				
Effective Millage Rates				
Residential/Agricultural Real	9.856698	9.926700	10.074887	10.074400
Commercial/Industrial and Public Utility Real	11.797730	11.762800	11.935621	11.733700
General Business and Public Utility Personal	14.610000	14.610000	14.610000	14.610000

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

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

Real property tax rates for continuing operating levies are reduced so that inflationary increases in value do not generate additional taxes.

Overlapping rates are those of local and county governments that apply to property owners within the School District.

Source: Ohio Department of Taxation

Note: Emergency and Debt Service levies are designed to raise a fixed amount of revenue each year. A rate is set each year so that when it is applied to the total assessed value, that fixed amount is generated.

2012	2011	2010	2009	2008	2007
\$32.713600	\$24.658300	\$24.334800	\$24.360300	\$24.123600	\$23.942600
34.291600	24.639900	24.856900	24.647400	25.591400	25.584500
<u>64.130000</u>	<u>57.630000</u>	<u>57.630000</u>	<u>57.700000</u>	<u>57.290000</u>	<u>57.000000</u>
\$37.683600	\$29.628300	\$29.304800	\$29.330300	\$29.093600	\$28.912600
39.261600	29.609900	29.826900	29.617400	30.561400	30.554500
<u>69.100000</u>	<u>62.600000</u>	<u>62.600000</u>	<u>62.670000</u>	<u>62.260000</u>	<u>61.970000</u>
<u>\$38.775410</u>	<u>\$30.419110</u>	<u>\$30.083520</u>	<u>\$30.969500</u>	<u>\$31.252290</u>	<u>\$31.709250</u>
\$5.583600	\$6.081400	\$6.025600	\$6.065100	\$5.636500	\$5.671100
5.336700	6.100000	6.280300	6.135900	6.294700	6.492100
5.600000	6.100000	6.600000	6.600000	6.850000	6.850000
4.879700	4.887800	4.883000	4.100300	4.115500	4.119200
4.944700	4.927900	4.909300	4.265000	4.266800	4.273400
8.900000	8.900000	8.900000	8.700000	8.700000	8.700000
8.825300	8.821900	8.814300	8.812300	7.233500	7.265600
8.382000	8.406300	8.136600	8.401600	6.795300	6.861900
14.150000	14.150000	14.150000	14.150000	13.150000	13.150000
6.905400	6.902800	5.401000	5.381700	5.381800	5.377800
6.548500	6.493200	5.120500	5.345000	5.386400	5.391600
7.480000	7.480000	5.980000	5.980000	5.980000	5.980000
8.844500	8.839100	8.823600	8.839600	8.844300	8.118600
7.984700	7.986700	7.965100	7.932400	8.377100	7.674200
10.180000	10.180000	10.180000	10.180000	10.180000	9.430000
7.981500	7.973800	7.966100	8.179000	8.152500	8.158400
9.021600	9.020600	8.944700	9.799100	9.836300	9.857500
12.860000	12.860000	12.860000	12.860000	12.860000	12.860000

Nordonia Hills City School District
Property Tax Levies and Collections (1)
Last Ten Years

Collection Year (2)	Current Tax Levy	Delinquent Levy	Total Levy	Current Tax Collections
2015	\$36,340,072	\$1,796,630	\$38,136,702	\$35,639,623
2014	36,108,198	1,913,728	38,021,926	35,562,444
2013	36,108,198	2,983,077	39,091,275	35,319,692
2012	36,076,774	2,735,125	38,811,899	34,934,389
2011	31,220,858	2,502,617	33,723,475	30,028,940
2010	31,228,709	2,387,010	33,615,719	30,307,223
2009	31,138,340	2,734,649	33,872,989	30,255,260
2008	31,392,444	2,639,064	34,031,508	30,402,110
2007	31,939,091	2,685,199	34,624,290	30,864,286
2006	32,832,504	2,775,663	35,608,167	32,038,879

Source: Office of the Fiscal Officer, Summit County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) The 2016 information cannot be presented because all collections have not been made by June 30, 2016.

Note: The County's current reporting system does not track delinquency tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.

Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
98.07%	\$844,615	\$36,484,238	95.67%
98.49	896,938	36,459,382	95.89
97.82	1,258,776	36,578,468	93.57
96.83	1,118,557	36,052,946	92.89
96.18	803,118	30,832,058	91.43
97.05	842,887	31,150,110	92.67
97.16	1,373,400	31,628,660	93.37
96.85	1,104,728	31,506,838	92.58
96.63	1,251,644	32,115,930	92.76
97.58	917,191	32,956,070	92.55

Nordonia Hills City School District

Principal Taxpayers

Real Estate Tax

2016 and 2007

Name of Taxpayer	2016	
	Assessed Valuation	Percent of Real Assessed Value
DOTRS, LLC	\$8,049,330	0.90 %
AERC Williamsburg, Incorporated	4,221,090	0.47
Eaton Ridge, LLC	4,136,190	0.46
Musca Properties, LLC	3,524,060	0.39
GW Macedonia, LLC	3,272,110	0.37
Northfield Park Associates, LLC	2,952,700	0.33
Sacco of Macedonia, LLC	2,520,460	0.28
Sagamore Square Enterprises, LTD	2,491,350	0.28
Sagamore Hills Nominee, LP	2,432,800	0.27
Cleveland Steel Warehouse, LTD	2,273,600	0.25
Total	\$35,873,690	4.00 %
Total Real Estate Valuation	\$895,866,620	
Name of Taxpayer	2007	
	Assessed Valuation	Percent of Real Assessed Value
DOTRS, LLC	\$8,864,280	0.95 %
National Interstate Insurance Company	6,983,090	0.75
AERC Williamsburg, Incorporated	4,736,320	0.51
Eaton Ridge, LTD	4,686,770	0.50
Rubbermaid, Incorporated	4,523,420	0.48
Developers Diversified Realty Corporation	4,509,730	0.48
Lowe's Home Centers, Incorporated	3,703,260	0.40
GW Macedonia, LLC	3,470,630	0.37
Target Corporation	3,289,270	0.35
Northfield Park Associates, LLC	3,286,490	0.35
Total	\$48,053,260	5.14 %
Total Real Estate Valuation	\$935,640,740	

Source: Office of the Fiscal Officer, Summit County, Ohio

Nordonia Hills City School District

Principal Taxpayers

Public Utilities Tax

2016 and 2007

Name of Taxpayer	2016	
	Assessed Valuation	Percent of Public Utility Assessed Value
American Transmission	\$13,682,050	40.07 %
Ohio Edison	12,951,660	37.93
Cleveland Electric Illuminating	4,021,450	11.78
East Ohio Gas	2,709,120	7.93
Aqua Ohio, Incorporated	212,120	0.62
Orwell Natural Gas Company	13,750	0.04
Buckeye Pipe Line Company, LP	11,210	0.03
GE Capital Information Tech Solutions	1,400	0.00
Total	\$33,602,760	98.40 %
Total Public Utility Valuation	\$34,148,290	

Name of Taxpayer	2007	
	Assessed Valuation	Percent of Public Utility Assessed Value
Ohio Edison	\$8,275,970	31.51 %
American Transmission	7,902,310	30.09
Cleveland Electric Illuminating	2,603,030	9.91
East Ohio Gas	2,005,990	7.64
Norfolk Southern	722,040	2.75
New Par	379,170	1.44
Aqua Ohio, Incorporated	221,480	0.84
Total	\$22,109,990	84.18 %
Total Public Utility Valuation	\$26,265,850	

Source: Office of the Fiscal Officer, Summit County, Ohio

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Nordonia Hills City School District
Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2016

	Governmental Activities Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Nordonia Hills City School District			
General Obligation Bonds	\$29,646,181	100.00 %	\$29,646,181
Overlapping:			
City of Macedonia			
General Obligation Bonds	5,465,000	97.70	5,339,305
Special Assessment Bonds	997,300	97.70	974,362
OPWC Loans	390,399	97.70	381,420
Northfield Village			
General Obligation Bonds	157,114	100.00	157,114
OPWC Loans	2,234,833	100.00	2,234,833
Capital Lease Obligations	409,934	100.00	409,934
Summit County			
General Obligation Bonds	62,656,934	7.18	4,498,768
Capital Appreciation Bonds	848,624	7.18	60,931
Capital Lease Obligations	67,312	7.18	4,833
Total Overlapping	73,227,450		14,061,500
Total	\$102,873,631		\$43,707,681

Source: Office of the Fiscal Officer, Summit County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2016 collection year.

Nordonia Hills City School District
*Ratio of Outstanding Debt
to Estimated Actual Value, Personal Income, and Population
Last Ten Fiscal Years*

Fiscal Year	Estimated Population	Estimated Actual Value	General Bonded Debt		
			General Bonded Debt	Ratio of General Bonded Debt to Estimated Actual Value	General Bonded Debt per Capita
2016	32,247	\$2,598,423,789	\$29,646,181	1.14%	\$919
2015	32,247	2,588,825,834	31,771,931	1.23	985
2014	32,247	2,625,927,431	32,624,796	1.24	1,012
2013	32,247	2,612,919,811	33,559,133	1.28	1,041
2012	32,247	2,616,280,910	35,146,548	1.34	1,090
2011	32,247	2,852,895,656	36,674,521	1.29	1,137
2010	32,247	2,874,396,134	38,128,165	1.33	1,182
2009	27,835	3,129,599,693	39,632,608	1.27	1,424
2008	27,835	3,348,526,101	34,682,205	1.04	1,246
2007	27,835	3,524,970,350	36,014,017	1.02	1,294

(1) Personal income for this calculation is from the Demographic and Economic Statistics table on S28.

Sources: Office of the Treasurer, Nordonia Hills City School District and the U.S. Census Bureau (Census 2010) 2011 - 2016; (Census 2000) 2007 - 2010

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

N/A - Not Available

Capital Leases	Total Debt	Percentage of Personal Income (1)	Per Capita
\$0	\$29,646,181	N/A	\$919
0	31,771,931	N/A	985
0	32,624,796	N/A	1,012
0	33,559,133	N/A	1,041
0	35,146,548	2.52	1,090
0	36,674,521	2.66	1,137
0	38,128,165	2.84	1,182
0	39,632,608	3.33	1,424
9,915	34,692,120	2.89	1,246
67,748	36,081,765	3.05	1,296

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

	2016	2015	2014	2013
Total Assessed Valuation	\$930,014,910	\$924,834,660	\$936,220,450	\$930,458,040
Less Railroad and Telephone Property Valuation	(1,124,980)	(1,186,610)	(1,128,840)	(1,053,220)
Less General Business Tangible Personal Property Valuation	0	0	0	0
Total Assessed Valuation used to Calculate Legal Debt Margin (1)	\$928,889,930	\$923,648,050	\$935,091,610	\$929,404,820
Debt Limit - 9% of Assessed Value (2)	\$83,600,094	\$83,128,325	\$84,158,245	\$83,646,434
Amount of Debt Outstanding				
General Obligation Bonds	24,735,000	24,780,000	25,420,000	25,650,000
Capital Appreciation Bonds	565,261	1,210,585	1,925,622	2,699,845
Energy Conservation Bonds	656,949	696,656	729,744	0
Less Amount Available in Bond Retirement Fund	(1,980,577)	(2,118,713)	(1,773,260)	(1,369,260)
Total	23,976,633	24,568,528	26,302,106	26,980,585
Exemptions:				
Energy Conservation Bonds	(656,949)	(696,656)	(729,744)	0
Amount of Debt Subject to Limit	23,319,684	23,871,872	25,572,362	26,980,585
Overall Debt Margin	\$60,280,410	\$59,256,453	\$58,585,883	\$56,665,849
Legal Debt Margin as a Percentage of Debt Limit	72.11%	71.28%	69.61%	67.74%
Unvoted Legal Debt Limit - .10% of Assessed Value	\$928,890	\$923,648	\$935,092	\$929,405
Amount of Debt Subject to Limit	0	0	0	0
Unvoted Debt Margin	\$928,890	\$923,648	\$935,092	\$929,405
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	100.00%	100.00%	100.00%
Additional Limit for Unvoted Energy Conservation Bonds/Loans				
Debt Limit - 1% of Assessed Valuation	\$9,288,899	\$9,236,481	\$9,350,916	\$9,294,048
Energy Conservation Bonds	(656,949)	(696,656)	(729,744)	0
Additional Unvoted Debt Margin	\$8,631,950	\$8,539,825	\$8,621,172	\$9,294,048
Additional Unvoted Debt Margin as a Percentage of the Unvoted Debt Limitation	92.93%	92.46%	92.20%	100.00%

Source: Summit County Fiscal Officer and School District Financial Records

(1) Beginning in fiscal year 2006, HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

(2) Ohio Bond Law sets a limit of 9% for overall debt and 1/10 of 1% for unvoted debt.

2012	2011	2010	2009	2008	2007
\$930,394,050	\$1,013,208,880	\$1,013,092,750	\$1,025,854,750	\$1,017,799,140	\$1,013,273,061
(923,780)	(862,670)	(876,450)	(786,660)	(914,180)	(695,530)
0	0	(1,556,470)	(18,156,820)	(36,453,440)	(51,366,471)
<u>\$929,470,270</u>	<u>\$1,012,346,210</u>	<u>\$1,010,659,830</u>	<u>\$1,006,911,270</u>	<u>\$980,431,520</u>	<u>\$961,211,060</u>
\$83,652,324	\$91,111,159	\$90,959,385	\$90,622,014	\$88,238,837	\$86,508,995
26,150,000	26,635,000	28,730,000	30,810,000	26,630,000	28,285,000
3,415,528	4,184,948	4,184,948	4,184,948	4,084,950	4,084,950
0	0	0	0	0	0
(1,582,617)	(1,577,251)	(1,200,690)	(1,705,131)	(1,170,799)	(1,267,007)
27,982,911	29,242,697	31,714,258	33,289,817	29,544,151	31,102,943
0	0	0	0	0	0
<u>27,982,911</u>	<u>29,242,697</u>	<u>31,714,258</u>	<u>33,289,817</u>	<u>29,544,151</u>	<u>31,102,943</u>
<u>\$55,669,413</u>	<u>\$61,868,462</u>	<u>\$59,245,127</u>	<u>\$57,332,197</u>	<u>\$58,694,686</u>	<u>\$55,406,052</u>
66.55%	67.90%	65.13%	63.27%	66.52%	64.05%
\$929,470	\$1,012,346	\$1,010,660	\$1,006,911	\$980,432	\$961,211
0	0	0	0	0	0
<u>\$929,470</u>	<u>\$1,012,346</u>	<u>\$1,010,660</u>	<u>\$1,006,911</u>	<u>\$980,432</u>	<u>\$961,211</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
\$9,294,703	\$10,123,462	\$10,106,598	\$10,069,113	\$9,804,315	\$9,612,111
0	0	0	0	0	0
<u>\$9,294,703</u>	<u>\$10,123,462</u>	<u>\$10,106,598</u>	<u>\$10,069,113</u>	<u>\$9,804,315</u>	<u>\$9,612,111</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Nordonia Hills City School District
Demographic and Economic Statistics
Last Ten Years

Year	Population	Total Personal Income	Per Capita Personal Income	Summit County Unemployment Rate
2016	32,247	N/A	N/A	5.0%
2015	32,247	N/A	N/A	5.0
2014	32,247	N/A	N/A	4.8
2013	32,247	1,406,743,128	43,624	7.0
2012	32,247	1,397,230,263	43,329	6.4
2011	32,247	1,378,623,744	42,752	8.1
2010	32,247	1,342,474,857	41,631	9.2
2009	27,835	1,191,198,825	42,795	9.9
2008	27,835	1,201,525,610	43,166	6.2
2007	27,835	1,182,486,470	42,482	5.1

Sources: U.S. Census Bureau
Summit County Fiscal Officer's Office
Ohio Department of Job and Family Services

N/A - Not Available

Nordonia Hills City School District

Principal Employers

2016 and 2007

2016			
Employer	Nature of Business or Activity	Number of Employees	Percentage of Total County Employment
Hard Rock Rocksino	Gaming/Entertainment	775	0.29 %
Nordonia Hills City School District	Public Education	457	0.17
Great Day Improvements, LLC	Patio Enclosures	210	0.08
Empire Die Casting Company, Incorporated	Manufacturing	205	0.08
Ohio State Home Services, Incorporated	Special Trades Contractor	170	0.06
TPC Wire and Cable Corporation	Supplies of Industrial Wire and Cable	150	0.06
Design Molded Plastics, Incorporated	Manufacturing	132	0.05
IER Fujikura, Incorporated	Custom Molded Rubber	128	0.05
City of Macedonia	Government	120	0.05
Ohio Materials Handling, Incorporated	Equipment Dealership	57	0.02
Total		<u>2,404</u>	<u>0.91 %</u>
Total Employment within County		<u>264,700</u>	

2007			
Employer	Nature of Business or Activity	Number of Employees	Percentage of Total County Employment
Nordonia Hills City School District	Public Education	530	0.18 %
Graco Children's Products	Children's Automotive Seats	370	0.13
Acme Arsenia Company, Incorporated	Drywall Contracting	300	0.11
Empire Die Casting Company, Incorporated	Manufacturing	200	0.07
Patio Enclosures, Incorporated	Retail Furniture	185	0.06
Brentwood Enterprises, LLC	Retirement Community with Nursing	135	0.05
IER Industries, Incorporated	Custom Molded Rubber	128	0.05
AGS Custom Graphics, Incorporated	Printing Services	120	0.04
Polyone Corporation	Powder and Pellet Plastic Compounds	100	0.04
Total		<u>2,068</u>	<u>0.73 %</u>
Total Employment within County		<u>282,000</u>	

Source: Summit County Fiscal Officer's Office

Nordonia Hills City School District
Building Statistics by School Building/Facility
Last Ten Fiscal Years

	2016	2015	2014	2013
Lee Eaton Elementary				
Constructed in 1953				
Total Building Square Footage	64,719	64,719	64,719	64,719
Enrollment - Grades 5 - 6	519	543	564	566
Ledgeview Elementary				
Constructed in 1963				
Total Building Square Footage	66,438	66,438	66,438	66,438
Enrollment - Grades K - 4	488	470	468	487
Northfield Elementary				
Constructed in 1963				
Total Building Square Footage	63,072	63,072	63,072	63,072
Enrollment - Grades K - 4	386	419	374	421
Rushwood Elementary				
Constructed in 1970				
Total Building Square Footage	49,194	49,194	49,194	49,194
Enrollment - Grades K - 4	407	390	369	387
Nordonia Middle School				
Constructed in 1928				
Total Building Square Footage	115,067	115,067	115,067	115,067
Enrollment - Grades 7 - 8	569	587	579	551
Nordonia High School				
Constructed in 1960				
Total Building Square Footage	227,862	227,862	227,862	227,862
Enrollment - Grades 9 - 12	1,239	1,164	1,301	1,365

Source: School District Records

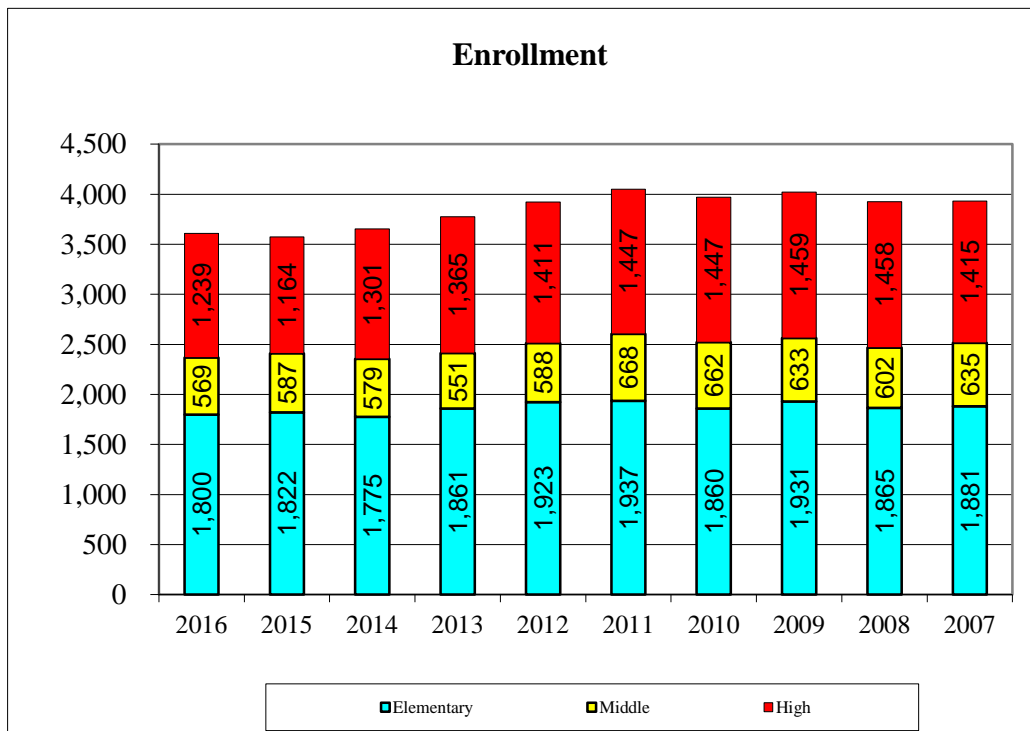
2012	2011	2010	2009	2008	2007
64,719 578	64,719 545	64,719 561	64,719 614	64,719 602	64,719 591
66,438 506	66,438 538	66,438 463	66,438 499	66,438 491	66,438 548
63,072 437	63,072 440	63,072 423	63,072 396	63,072 384	63,072 343
49,194 402	49,194 414	49,194 413	49,194 422	49,194 388	49,194 399
115,067 588	115,067 668	115,067 662	115,067 633	115,067 602	115,067 635
227,862 1,411	227,862 1,447	227,862 1,447	227,862 1,459	227,862 1,458	227,862 1,415

Nordonia City School District

Enrollment Statistics

Last Ten Fiscal Years

Fiscal Year	Elementary Schools	Middle Schools	High School	Total
2016	1,800	569	1,239	3,608
2015	1,822	587	1,164	3,573
2014	1,775	579	1,301	3,655
2013	1,861	551	1,365	3,777
2012	1,923	588	1,411	3,922
2011	1,937	668	1,447	4,052
2010	1,860	662	1,447	3,969
2009	1,931	633	1,459	4,023
2008	1,865	602	1,458	3,925
2007	1,881	635	1,415	3,931



Sources: Ohio Department of Education Local Report Cards and Data Warehouse Reports

Nordonia Hills City School District

Attendance and Graduation Rates

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Nordonia Hills City School District Attendance Rate</u>	<u>State Average</u>	<u>Nordonia Hills City School District Graduation Rate</u>	<u>State Average</u>
2016	96.00%	94.00%	95.20%	83.00%
2015	96.20	94.50	94.60	81.30
2014	96.20	95.20	96.40	81.30
2013	95.60	94.50	96.40	82.20
2012	95.60	94.50	94.60	81.30
2011	95.40	94.50	91.60	79.70
2010	95.40	94.30	96.20	84.30
2009	95.80	94.30	95.60	83.00
2008	95.60	94.20	96.50	84.60
2007	95.50	94.10	96.40	86.90

Sources: Ohio Department of Education Local Report Cards and Data Warehouse Reports

Nordonia Hills City School District

*Per Pupil Cost
Last Ten Fiscal Years*

Fiscal Year	Student Enrollment		General Governmental	
	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost
2016	3,608	0.98 %	\$45,978,086	\$12,743
2015	3,573	(2.24)	43,297,886	12,118
2014	3,655	(3.23)	43,333,843	11,856
2013	3,777	(3.70)	41,878,620	11,088
2012	3,922	(3.21)	40,467,750	10,318
2011	4,052	2.09	45,420,303	11,209
2010	3,969	(1.34)	51,359,746	12,940
2009	4,023	2.50	44,179,842	10,982
2008	3,925	(0.15)	41,402,369	10,548
2007	3,931	2.77	38,718,414	9,850

(1) Debt Service totals have been excluded.

Source: School District Records

Governmental Activities		Students Receiving Free and Reduced Lunches		
Total Expenses (1)	Per Pupil Cost	Number of Lunches Served	Percentage of Free Lunches	Percentage of Reduced Lunches
\$46,532,870	\$12,897	237,396	27.35 %	6.99 %
43,469,284	12,166	233,603	28.44	8.59
44,345,627	12,133	259,260	29.30	9.37
42,603,213	11,280	287,858	25.10	8.43
41,486,998	10,578	331,201	23.40	9.62
44,467,033	10,974	345,289	23.10	9.36
47,238,016	11,902	352,905	20.81	9.10
45,180,532	11,231	328,901	17.67	9.15
43,744,091	11,145	353,698	12.78	7.13
39,674,081	10,093	349,397	11.45	6.48

Nordonia Hills City School District
School District Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2016	2015	2014	2013
Regular Instruction				
Elementary Classroom Teachers	78.00	81.00	75.00	75.00
Middle School Classroom Teachers	21.00	20.00	20.00	20.00
High School Classroom Teachers	56.00	55.00	55.00	54.00
Special Teachers (Art, Music, PE)	27.00	28.00	28.00	27.00
Tutors/Small Group Instructors	3.00	3.00	2.00	2.00
Special Instruction				
Gifted Education Teachers	2.00	2.00	2.00	2.00
Special Education Teachers	31.00	31.00	30.00	29.00
Vocational Instruction				
	1.00	1.00	1.00	1.00
Pupil Support Services				
Guidance Counselors	10.00	10.00	10.00	10.00
Psychologist	5.00	5.00	5.00	5.00
Speech Pathologists	4.00	4.00	4.00	4.00
Community Intervention	1.00	1.00	1.00	1.00
Instructional Staff Support Services				
Teacher Aides	11.00	13.00	13.00	13.00
Attendants	58.00	55.00	60.00	54.00
Monitors	34.00	31.00	21.00	20.00
Technicians	1.00	1.00	1.00	0.00
Media Specialist/Librarian	1.00	1.00	1.00	1.00
Library Aides	9.00	8.00	8.00	8.00
Administration Support Services				
Elementary Schools	5.00	5.00	5.00	4.00
Middle School	2.00	2.00	2.00	2.00
High School	4.00	4.00	4.00	4.00
Districtwide	6.00	6.00	6.00	6.00
Clerical	18.00	18.00	17.00	17.00
Fiscal Staff	7.00	7.00	7.00	7.00
Operation of Plant				
Custodians	25.00	25.00	28.00	26.00
Maintenance	3.50	4.00	4.00	3.00
Courier	1.00	1.00	1.00	1.00
Pupil Transportation				
Bus Drivers	0.00	0.00	0.00	0.00
Mechanics	0.00	0.00	0.00	0.00
Mechanics	0.00	0.00	0.00	0.00
Mechanics	0.00	0.00	0.00	0.00
Food Service Program				
Supervisor	1.00	1.00	1.00	1.00
Food Service Workers	31.00	28.00	28.00	27.00
Total	<u>456.50</u>	<u>451.00</u>	<u>440.00</u>	<u>424.00</u>

Method: The amounts are based on a headcount by function including both full and part-time employees, as of June 30.

Source: School District Payroll Records

2012	2011	2010	2009	2008	2007
72.00	82.00	84.00	80.00	82.00	86.00
19.00	27.00	28.00	29.00	29.00	29.00
53.00	62.00	64.00	65.00	60.00	58.00
26.00	29.00	25.00	27.00	28.00	28.00
3.00	8.00	8.00	8.00	7.00	6.00
2.00	2.00	2.00	2.00	2.00	2.00
31.00	31.00	31.00	32.00	31.00	28.00
1.00	3.00	3.00	4.00	7.00	7.00
10.00	10.00	10.00	10.00	10.00	10.00
5.00	5.00	4.00	5.00	4.00	5.00
4.00	4.00	4.00	4.00	4.00	4.00
1.00	1.00	1.00	1.00	1.00	1.00
13.00	26.00	26.00	26.00	27.00	25.00
51.00	64.00	65.00	64.00	52.00	42.00
20.00	23.00	21.00	22.00	22.00	22.00
0.00	0.00	0.00	0.00	0.00	0.00
1.00	2.00	2.00	2.00	2.00	2.00
8.00	7.00	7.00	7.00	7.00	7.00
4.00	5.00	5.00	5.00	5.00	4.00
2.00	2.00	2.00	2.00	2.00	2.00
4.00	4.00	4.00	4.00	4.00	4.00
7.00	8.00	8.00	9.00	9.00	9.00
18.00	18.00	20.00	20.00	22.00	23.00
7.00	7.00	7.00	7.00	7.00	7.00
26.00	27.00	33.00	33.00	32.00	31.00
3.00	3.00	3.00	3.00	3.00	4.00
1.00	1.00	1.00	1.00	1.00	1.00
0.00	30.00	47.00	49.00	48.00	43.00
0.00	3.00	3.00	3.00	2.50	2.50
0.00	6.00	5.00	5.00	7.00	6.00
0.00	2.00	2.00	2.00	2.00	2.00
1.00	1.00	1.00	1.00	1.00	1.00
28.00	30.00	34.00	32.00	29.00	28.00
421.00	533.00	560.00	564.00	549.50	529.50

Nordonia Hills City School District
Full-Time Equivalent Certified School District Employees by Education
Last Ten Fiscal Years

Degree	2016	2015	2014	2013
Bachelor	18.00	19.50	15.00	9.00
Bachelor + 15	8.00	4.00	6.00	6.00
Bachelor + 30	28.00	31.00	31.00	32.00
Master	89.00	97.00	101.50	103.40
Master + 15	49.00	43.79	38.76	37.60
Master + 30	43.00	40.60	37.00	40.00
PhD	4.00	3.00	2.00	3.00
Total	239.00	238.89	231.26	231.00

Source: School District Records

2012	2011	2010	2009	2008	2007
5.00	25.00	24.94	32.94	49.00	45.00
5.00	23.00	20.00	18.00	18.00	16.00
26.00	31.15	31.55	35.55	39.15	39.15
99.40	103.90	99.50	99.10	81.00	81.00
38.60	35.60	34.00	29.60	29.20	30.01
48.00	44.00	46.00	48.00	46.81	51.00
3.00	2.00	2.00	2.00	2.00	2.00
<u>225.00</u>	<u>264.65</u>	<u>257.99</u>	<u>265.19</u>	<u>265.16</u>	<u>264.16</u>

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