



Dayton City School District Comprehensive Annual Financial Report

for the Fiscal Year Ended June 30, 2017



DAYTON, OHIO

COMPREHENSIVE
ANNUAL FINANCIAL REPORT
of the
DAYTON CITY SCHOOL DISTRICT
for the
FISCAL YEAR ENDED JUNE 30, 2017

Prepared by

TREASURER'S OFFICE

Hiwot Abraha
Treasurer and Chief Financial Officer



115 South Ludlow Street
Dayton, Ohio 45402



Dayton Board of Education

June 30, 2017



Robert C. Walker, D.Min.
President



Hazel Rountree,
Ph.D., J.D.
Vice President



Adil Baguirov, Ph.D.
Board Member



Joseph E. Lacey
Board Member



Ronald C. Lee
Board Member



John McManus
Board Member



Sheila Taylor
Board Member



Rhonda Corr, Ed.S.
Superintendent



Hiwot Abraha
Treasurer

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2017**

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Rhonda Corr
Superintendent

Hiwot Abraha
Treasurer/CFO

December 22, 2017

To The Board of Education and Citizens of the
Dayton City School District, Montgomery County, Ohio:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Dayton City School District (School District) for the fiscal year ended June 30, 2017. Responsibility for both the accuracy of the presented data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. This report is prepared in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. We believe the enclosed data is fairly presented in all material aspects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District. We further believe all disclosures necessary to enable the reader to gain an understanding of the School District's financial activities have been included. This report has been prepared by the Treasurer/Chief Financial Officer's Office and includes an opinion from the Ohio Auditor of State.

A comprehensive framework of internal control has been established to govern the processing and reporting of the School District's financial data. 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.

The Ohio Auditor of State has issued an unmodified opinion on the School District's financial statements for the fiscal year ended June 30, 2017. The report of the independent auditor's is located in the front of the financial section of this report.

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

This report will be made available via the World Wide Web at <http://www.dps.k12.oh.us/>.

SCHOOL DISTRICT PROFILE

The School District and Its Facilities

The School District is located in Montgomery County (County) approximately 68 miles west of the City of Columbus and 52 miles north of the City of Cincinnati. The territory of the School District consists of a portion of two townships: Harrison and Jefferson, as well as portions of the City of Dayton (City), the City of Riverside, and the City of Trotwood. The School District's total area is approximately 49 square miles. The School District provides educational services, as mandated by state and/or federal laws, to children located within its boundaries. For the 2016-2017 school year, the School District was the 12th largest school district in the State of Ohio with 13,317 enrolled students.

Organization of the School District

The Board of Education (Board) of the Dayton City School District is a political and corporate body charged with the responsibility of managing and controlling affairs of the School District. The School District is also governed by the general laws of the State of Ohio as set forth in the Ohio Revised Code. The Board is comprised of seven members who are elected for overlapping four-year terms.

<u>Official</u>	<u>Office</u>	<u>Expiration of Current Term</u>	<u>Beginning of Tenure</u>
Dr. Robert C. Walker	President	12/31/2019	01/01/2012
Dr. Hazel G. Rountree	Vice President	12/31/2017	01/01/2014
Dr. Adil T. Baguirov	Member	12/31/2017	01/01/2014
Sheila Taylor	Member	12/31/2019	01/01/2008
Ronald C. Lee	Member	12/31/2017	11/01/2007
Joseph Lacey	Member	12/31/2017	01/01/2006
John McManus	Member	12/31/2019	01/01/2016

Duties and responsibilities of the Board of Education are found in the laws governing public education in Ohio. The Board of Education directly employs the Superintendent, Treasurer/CFO and the Internal Auditor and serves as the legislative body of the School District. Board duties include:

- Informing the public concerning the progress and needs of the schools, and to solicit and weigh public opinion as it affects the schools.
- Considering and passing upon the recommendations of the Superintendent and Treasurer/CFO in all matters of policy, appointment or dismissal of employees, salary schedules or other personnel regulations, course of study, selection of textbooks, or other matters pertaining to the welfare of schools.
- Exercising its taxing power to provide funds for the operation of the School District.
- Adopting an annual tax budget and appropriation measure.
- Approval of a five-year financial forecast as a tool in long-range planning.

The Superintendent of Schools is the chief executive officer of the School District. The Superintendent has the responsibility for managing and placing teachers and other employees, assigning the pupils to the proper schools and grades, and performing such other duties as

determined by the Board. Mrs. Rhonda Corr was appointed as the Superintendent on July 1, 2016 and her current contract runs through June 30, 2020.

The Treasurer is the chief financial officer of the School District and is appointed by and reports directly to the Board for all financial operations, investments, and custody of all School District funds and assets, and also serves as Secretary to the Board. Mrs. Hiwot Abraha was appointed as the Treasurer/CFO effective August 1, 2016, and her current contract runs through July 31, 2020.

Employee Relations and Benefits

The School District currently has 1,048 certificated employees (psychologists, teachers, reserve teachers, and administrators) and 1,031 classified employees (administrators, secretarial, clerical, custodial, and cafeteria workers, as well as bus drivers and other non-teaching, non-administrative personnel). Therefore, the School District currently has approximately 2,079 full and part-time employees.

List of Employment Contracts and Expiration

Union	# of Employees	Expiration Date
Dayton Education Association	1,048	6/30/2017
<u>DPSU</u>		
Local 101 – Operations	240	6/30/2017
Local 101 – Security Resource Officers	27	6/30/2017
<u>OAPSE</u>		
Local 156 – Mechanics	12	6/30/2017
Local 158 – Clericals	93	6/30/2017
Local 191 – Lead Child Care Teachers/Mental Health Teachers/Occup. Therapist Assts./Physical Therapist Assts.	6	6/30/2017
Local 627 – Bus Drivers	162	6/30/2017
Local 643 – Paraprofessionals	268	6/30/2017
Local 766 – Dayton Education Interpreters	16	6/30/2017
Local 766B – Psychologists	15	6/30/2017
<u>BUILDING/TRADES</u>		
Dayton Bldg. & Const. Trades	30	6/30/2017

Source: Dayton City School District

Benefit expenditures are comprised of employer retirement contributions, medical, dental and life insurance, workers' compensation and unemployment compensation. The School District provided life insurance and accidental death and dismemberment insurance to employees through the Hartford Insurance Company. The School District has a self-funded health insurance coverage utilizing UnitedHealthcare Insurance Company (UHC) as a third party administrator. The employee share is a minimum of 15% of the total health care premium depending upon plan option and single/family contract selected. Dental insurance is provided to eligible employees and administered by Delta Insurance on a premium based policy issued by Assurant.

All School District employees participate in either the State Teachers Retirement System or the School Employees Retirement System. The current employer obligation for contributions is 14 percent of the employee's salary. Both retirement systems were created by and operate under Ohio law. The General Assembly could amend the format of either system and could revise rates or methods of contribution to be made by the School District in the future. The State Teachers Retirement System is applicable to all teachers, principals, supervisors and administrators who are required to hold a certificate issued by the State Department of Education. Other eligible employees are covered by the School Employees Retirement System. Pursuant to federal law, all School District employees hired after March 31, 1986, are required to participate in the federal Medicare program, which currently requires employer and employee contributions each equal to 1.45 percent of the employee's wages in accordance to the FICA limit. Otherwise, the School District employees are not presently covered by the federal Social Security Act.

ECONOMIC CONDITION AND OUTLOOK

Dayton Area Economy

The School District is located in the Dayton Metropolitan Statistical Area (the "MSA"), which consists of Greene, Miami, Montgomery and Preble Counties, and is located just south of the City of Dayton. The strength of the region's economy is derived from the importance of its aviation and aerospace industries, coupled with its diverse economic base and its geographic location, with ready access to some of the largest markets in North America. While the area's traditional manufacturing base, in automobile parts and assembly, has seen dramatic changes and economic dislocations in recent years, the manufacturing sector in medical, aerospace and high-tech sectors remains vibrant and strong. Development efforts continue to further diversify the economic base, leveraging technology sectors and the research and development activities at Wright-Patterson Air Force Base.

Wright Patterson Air Force Base (WPAFB) has a historically significant tie to this community and to aviation as a whole. Currently, this facility is the largest single site employer within the State of Ohio and has 27,500 military and civilian employees. The Base is headquarters for the Aeronautical Systems Center (ASC) – the foremost aeronautical acquisition center in the U.S. Air Force.

There have been over 5,000 jobs added to the region from September 2014 to September 2017. Of those jobs added to the region, most were in Education, Health Services, Government and Entertainment.

The Hollywood Gaming at Dayton Raceway, also known as the Racino, opened in late August 2014. Penn National Gaming invested \$250 million in the facility which features over 1,000 video lottery terminals, and a 5/8 mile race track for harness racing. The Racino employs about 500 people.

Dayton Children's Hospital broke ground in August 2014 on a \$141 million 260,000 square foot eight story patient tower. Construction was completed in June 2017. The hospital currently employees approximately 2,000 people.

Some of the largest non-governmental employers in the MSA include: Premier Health Partners, Kettering Health Network, Krogers and LexisNexis. Many of the area's largest employers are hospitals or medical centers, which provide specialized medical services to patients from outside the area. Other large employers include several of the universities located in the region. In addition to aerospace-related companies, regional businesses are well-known for their initiatives and advancements in the fields of advance materials and manufacturing, information technology and data management. The MSA currently has the highest concentration per capita of scientific and technical personnel in the State.

A recent partnership between the University of Dayton (the "University") and General Electric ("GE") Aviation is evidence of the region's forward-thinking strategies that will allow it to continue its growth in the area of research and development. The \$51 million Electrical Power Integrated Systems Research and Development Center, known as EPISCENTER, was built on the northwestern edge of the University and was completed in 2012. University researchers will work side by side with GE scientists and engineers to imagine and create the next generation of electrical power systems and technologies. It is expected that EPISCENTER will attract high caliber engineering talent and will be a catalyst for new contracts and products resulting in job growth. Wright-Patterson Air Force Base will be one of the major markets for the center's innovations in civil and military aerospace applications.

Another venture that has helped to position the region as a national leader in science and technology is the development of the Miami Valley Research Park. Located on more than 1,250 acres of land, the research park is a university-related high-tech facility developed by the non-profit Miami Valley Research Foundation, which integrates academic, business, industry and government interests. Currently, 43 organizations, with combined employment of over 4,500 jobs, have located in the research park.

There is also significant support for new business growth and development from the Dayton Area Chamber of Commerce, the Dayton Job Center, and BusinessFirst!, a program run by Montgomery County's Economic Development Department. BusinessFirst! has grown in membership from 23 to 30 jurisdictions in the Greater Dayton Region, and has been instrumental in helping companies like IMI Norgren, Smiths Aerospace, SK Tech, Paxar, Dayton-Phoenix, Inc., Moto Photo, ConSpan Bridge Systems, Appleton, LORD Corporation, and more stay and grow in the region. The Miami Valley International Trade Association provides critical resources for promoting international trade in the region as well, benefiting local companies like Apache Technologies, Inc. and Dayton Systems Group Technology. On a broader scale, Ohio is the ninth-largest exporting state in the United State.

Twenty-six institutions of higher education located within a 90-mile radius of the MSA provide a ready resource of highly qualified professional employees as well as educational programs and interdisciplinary research programs to support area businesses.

School Foundation

The State's School Foundation Program is the major source of revenue for the School District's general fund. The State assists public districts under a statutory program, which includes direct payments to districts based upon a statutory formula. Such payments are made through the School Foundation Program established by the Ohio Revised Code (the "Code"). School Foundation Program funds distributed to a district are required to be used for current operating

expenses, unless specifically allocated by the State for some other purposes. Basic eligibility for School Foundation Program payments is based on a district's compliance with State-mandated minimum standards. The School District is in compliance with those standards and believes it will remain in good standing for the foreseeable future.

On December 3, 2003, the Ohio Supreme Court issued its latest opinion regarding the State of Ohio's funding plan. It had been argued that the dependence on property taxes puts districts with low property values at a disadvantage, because tax rates must be higher than in districts with higher property values to raise a similar amount of money. The Supreme Court ruled once again that the State's school funding plan is unconstitutional, but ended its control without prescribing a solution or ordering state officials back to the court. The Court did direct the Ohio General Assembly to enact a school-funding plan that is thorough and efficient. This was the fourth time the Ohio Supreme Court majority has found the school funding unconstitutional. The Court did not indicate any enforcement measures to ensure that the state administration overhauls the current system.

Long-term Financial Planning

As required by Ohio law, the School District annually prepares a five-year financial forecast to ensure long-term financial success. The five-year financial forecast is prepared and approved by the Board in October and May of each fiscal year. The five-year financial forecast provides actual data on each major revenue and expenditure category for the past three fiscal years and forecasts these same categories for an additional five fiscal years. The five-year financial forecast is a planning tool used to certify if funds are available for future expenditures and additionally to strategize when the School District will need to return to voters for additional funds or reduce expenditures accordingly. The five-year financial forecast is published on the Ohio Department of Education's website for public use.

MAJOR INITIATIVES

While the Board has maintained its Contract with the Community, the new strategic plan focuses on action steps to reach the measures identified in the contract with the community. The intent of the Contract was to demonstrate that the School District is committed to becoming a more effective, efficient, and transparent educational enterprise and to establish an Accountability Panel Committee which would be responsible for monitoring the School District's progress on a quarterly and annual basis. As in the past, the School District sought candid input from parents, community members, business, labor, civic and neighborhood leaders, the faith community, School District employees, and many others. The information was used to develop the School District's strategic plan for success. The plan was developed to take us from where we are now to where we want to be. The plan is to be reviewed by community stakeholders on a three-year cycle.

Vision

“We are a professional and highly motivated team collaborating with parents and community stakeholders in a city of learners, guided by mutual accountability and cultural competence, to create an academic, tech-savvy, physical, emotional, social and safe environment where education takes place.”

Mission Statement

“To equip our students to achieve success in a global society by implementing an effective and rigorous curriculum with fidelity.”

Values and Beliefs

We will rise by focusing our goals:

- F:** Focus on Literacy and Math
- O:** On track for graduation
- C:** Come to school every day
- U:** Utilizing stretch goals to close achievement gaps
- S:** Students growing academically more than one year

Five Strategic Goals:

Goal 1 - High-Quality Education

- All Students will have access to high quality instructional practices and an engaging, challenging and relevant curriculum that prepares them for college and career opportunities.

Goal 2 - High-Quality Faculty and Staff

- We will employ high quality staff who are responsive to the needs of those we serve.

Goal 3 – Engage Families

- The School District will actively engage parents to improve student achievement.

Goal 4 - Community Partnerships

- The School District will expand and strengthen the number and types of community partnerships.

Goal 5 - Fiscal Responsibility and Accountability

- The School District will implement a sound fiscal and operational accountability system.

In 2014, the Accountability Panel Committee met and revised the Contract with the Community for 2014-2019 as follows:

- I. **Dayton Public Schools will** provide quality classroom instruction to...
 - a. Ensure that ALL students grow at least one academic year annually and are taught by effective teachers
 - b. Ensure that 80% of students are proficient on all state-mandated achievement tests
 - c. Ensure that 80% of students graduate on time and ready for post-secondary or career opportunities
 - d. Achieve a “C” or better on all Report Card categories
 - e. Provide quarterly and annual reports to the community on academic, operational and financial status. Financial metrics will include:
 - i. per-pupil expenditures will be at or below the midpoint of the Ohio 8 Coalition and

- ii. the instructional percentage of the budget will be above the median of the Ohio 8 Coalition

II. The Community will...

- a. Advocate for high-quality, affordable early childhood education
- b. Advocate for youth and adult literacy
 - i. Summer academic and recreational programs
 - ii. Before/after/Saturday programs targeted at reading and math literacy
 - iii. Children birth to grade three have access at home to age appropriate books
- c. Partner with Dayton Public Schools to provide support services and college- and career-ready opportunities for students
 - i. Mentors
 - ii. Internships
 - iii. College-readiness support (college fairs and college tours)
- d. Invest in schools as community centers

III. Families will...

- a. Ensure children enter kindergarten ready to learn
- b. Participate in parent/teacher conferences
- c. Ensure children attend school daily and are prepared to learn

School District Accountability and Support

Ohio’s strategy for developing a unified statewide process is the Ohio Improvement Process (OIP). As a part of state Elementary and Secondary Education Act (ESEA) flexibility waiver renewal, the Ohio Department of Education (ODE) simplified and restructured its system for supporting School Districts according to their needs. The “differentiated accountability” system contains a range of support levels that are based on School District report card grades and the presence in a School District of Priority, Focus or Watch schools. Support levels feature specific interventions, supports and monitoring based upon needs.

School District Support Status Criteria			
Academic Distress Commission School	Intensive Support School District	Moderate Support School District	Independent School District
Any combination of the following for three consecutive years: Grade of <i>F</i> for the Performance Index score and a grade of <i>D</i> for Value-Added or The School District received an overall grade of <i>F</i>	Overall grade of <i>F</i> on School District report card or One or two years of meeting the conditions needed to be placed under an Academic Distress Commission or At least one Priority School	Overall grade of <i>D</i> on School District report card or <i>D</i> or <i>F</i> on Annual Measurable Objectives on the School District report card for the two most recent years or At least one Focus or Watch School	Overall grade of <i>C</i> or higher on the School District report card and <i>C</i> or better on Annual Measurable Objectives on the School District report card and No Priority, Focus or Watch schools

The School District’s status is Intensive Support. The School District has developed an action

plan which has been implemented with the State Support Team (SST) to move schools towards sustainable performance improvement. Additionally, the School District agreed to use the Ohio Early Literacy Process in two elementary schools for 2016-2019. Additionally, the District Leadership Team has taken Goal 1 (academic achievement) and Goal 6 (Climate and culture) from the strategic plan and developed strategies and action steps that each building will use to meet the two goals.

Academic Improvement Plan

The goals and strategies to improve academic performance are outlined in the School District's Academic Improvement Plan. The School District has established four district-wide academic non-negotiables focused on higher student achievement. They are:

- Enter Kindergarten prepared to learn and grow
- Read on grade level by the end of third grade
- Close the achievement gap
- Increasing the number of graduates that are college and career ready
- Improve attendance – 10 days absent or less equals success

Academic Strategies

The following academic strategies are the creation of targeted academic programs and strategies.

➤ Kindergarten Readiness

- Strategy I: Lead Ready Schools coalitions for every quadrant/school to collaborate with child care and preschool providers to ensure understanding of “kindergarten readiness” definition; share Kindergarten Readiness Assessment (KRA) scores every fall and set goals with each coalition for improvement.
- Strategy II: Increase access to high quality, affordable, pre-school for all 3 and 4 year olds. Implement a 5 day full day preschool program.
- Strategy III: Educate parents on their role to improve readiness (through communication home to younger siblings, active participation in Passport to Kindergarten, parent workshops, invitations to school events sent to the child care providers).
- Strategy IV: Review Bracken School Readiness Assessment scores of students in School District preschools in fall and differentiate instruction to improve readiness by spring. Closely monitor KRA scores for School District preschool students to drive improvements in readiness.

➤ 3rd Grade Reading Proficiency

- Strategy I. All core teachers, in grades K – 3, will be licensed with a reading endorsement or have Master's Degree in Reading.
- Strategy II. Implement a balanced literacy program through the use of basal programming, which focuses on guided reading, self-selected reading, vocabulary and writing.
- Strategy III. Leverage partners in education and volunteers to focus on literacy tutoring.

➤ 4th-8th Grade Transition to High School

- Strategy I. All language arts and mathematics teachers will maintain a 4 – 9 license.

Strategy II. Implement a high school and college awareness plan for all schools. College and Career Readiness as well as Career Exploration are taught at all high schools.

Strategy III. Implement the K12 Ohio Means Jobs program with all 6-12 students.

➤ **High School to Post-secondary and Career Readiness**

Strategy I: Increase number of career pathways in each high school (CTE courses).

Strategy II: Offer SAT and ACT prep courses.

Strategy III: Provide supports for older youth in transition to adulthood.

Strategy IV: Provide assistance to parents as well as youth through partners on the financial aid and enrollment process for college and other post-secondary educational programs.

Creation of targeted non-academic programs and strategies

The second element of the REACH model effort will be targeted “strategy” programs that are structured to influence positively the non-academic barriers through the following family and community supports:

1. Students are Healthy
 - a. GetUp Montgomery County
 - b. Health Screenings
 - c. Immunizations
 - d. Access to fresh fruits and vegetables
 - e. Access to pediatric care for insured and uninsured children
 - f. Access to behavioral health care
2. Students Feel Safe
 - a. 21st Century grants focused on academic enrichment and reinforcing positive school climate
 - b. Collaborations with Dayton Police Department and Montgomery County Sheriff Office
 - c. Moving into the 2016-17 school year – Neighborhood organizing focused on crime prevention through partner agencies and neighborhood groups.
3. Students Live in Stable Communities
 - a. Neighborhood School Centers as a hub of activities for the community
 - b. Wrap around support services for families provided by partner human service partners
4. Family/Community Support Learning
 - a. School-based parent groups that reinforce the role parents can play in reinforcing learning and promote commitment to post-secondary educational goals for children.
 - b. Nurturing Parenting Programs
 - c. Mentoring Collaborative
 - d. Before and after school as well as summer academic enrichment/tutoring provided by DPS staff and human service agency partners with emphasis on literacy, STEM and project based learning
 - e. Moving into the 2016-17 school year - Family-based ESL programs provided by human service partners.
5. Students with 21st Century Learning Tools
 - a. Hotspots throughout the city of Dayton provided by partners

b. College Credit Plus enrollment at higher education institutions

Ohio School Report Cards

According to the Department, the Local Report Card acts as a catalyst for analysis of school improvement and excellence by reporting on the performance of school districts.

Ohio has changed how it evaluates and communicates the academic performance of its schools and districts. The new report card will be phased in over several years. The grades for measures will be combined into six broad categories, called components, which also will receive a grade. Finally, the component grades will be combined into an overall grade for the school or district.

The six components that will be on the new report card are:

1. **Achievement:** This component measures absolute academic achievement compared to national standards of success.
2. **Progress:** This component measures the average annual improvement for each student (i.e., whether a student gained more or less a year of knowledge and skills each year).
3. **Gap Closing:** This component measures how well a school or district is doing in narrowing gaps in reading, math and graduation rate among students according to socioeconomic, racial, ethnic or disability status.
4. **Graduation Rate:** This component measures the percentage of students who entered the 9th grade and graduated in four and five years.
5. **K-3 Literacy:** This component measures the improvement in reading for students in kindergarten through grade three.
6. **Prepared for Success:** This component measures whether students who graduate are prepared for college or a career.

There will be a total of 10 A-F grades for 2016-17. The 10 measures are under five components that will receive grades.

1. Achievement Component

- Performance Index
- Indicators Met

Score	Letter Grade
90 - 100%	A
80 - 89.9%	B
70 - 79.9%	C
50 - 69.9%	D
0 – 49.9%	F

2. Progress Component

- All Students (overall rating of a school or district)
- Gifted Students (math, reading or superior cognitive only)
- Students with Disabilities (all students who have an IEP and take the OAA)
- Students in the Lowest 20 Percent of Achievement Statewide (based on distribution of scores for the entire state)

Score	Letter Grade
+2 and higher	A
>= to +1 but < +2	B
>= to -1 but < +1	C
>= to -2 but < -1	D
Less than -2	F

3. Graduation Rate Component

- Four-year Graduation Rate
- Five-year Graduation Rate

<u>Four-Year Graduation Rate</u>		<u>Five-Year Graduation Rate</u>	
Score	Letter Grade	Score	Letter Grade
93% - 100%	A	95% - 100%	A
89% - 92.9%	B	90% - 94.9%	B
84% - 88.9%	C	85% - 89.9%	C
79% - 83.9%	D	80% - 84.9%	D
Less than 79%	F	Less than 80%	F

4. Gap Closing Component

- Annual Measurable Objectives (AMO) measure the academic performance of specific groups of students, such as racial and demographic groups.

Score	Letter Grade
90% - 100%	A
80% - 89.9%	B
70% - 79.9%	C
60% - 69.9%	D
Below 60%	F

5. K-3 Literacy Component

- K-3 Literacy Improvement measures how well schools and districts are helping young students who are reading below grade level.

6. Prepared for Success Component

- College Admission Test
- College Credit Plus Enrollment
- Industry-Recognized Credentials
- Honors Diplomas Awarded
- Advanced Placement
- International Baccalaureate Program

<u>Prepared for Success*</u>			
Measure	Percentage	Measure	Percentage
ACT: Participation	TBD%	Industry-Recognized Credential	TBD%
ACT: Remediation	TBD	Advanced Placement Participation	TBD
SAT: Participation	TBD	AP: Exam Score of 3 or Better	TBD

SAT: Remediation	TBD	Dual Enrollment Credit	TBD
Honors Diploma	TBD	International Baccalaureate (IB)	TBD
		IB: Exam Score of 4 or Better	TBD

Summary of School District Academics

- The School District has developed plans to recruit, retain, and remunerate high quality staff. Our recruitment efforts range from partnerships with our local universities to Teach for America. In school year 2013, the School District implemented the new Ohio Teacher Evaluation System (OTES) and the Ohio Principal Evaluation System (OPES). Collectively, these two systems allow the School District to reassign, financially reward, and release staff members as appropriate.
- Many positive initiatives are being infused into the School District’s focus for improving academic achievement. A major underlying thrust for these initiatives is the implementation of the common core state standards or the Ohio Learning Standards implemented in 2014 - 2015. Ohio is one of forty-two states that have adopted the common core standards.
- The School District’s Comprehensive Continuous Improvement Plan provides a format that enables the School District to address significant teaching, learning, and accountability issues. The heart of the plan is composed of “gain targets” that reflect what students are expected to achieve on the 24 State achievement indicators. Each school has developed a school improvement plan that outlines areas of concentrated improvement efforts. School plans must address all indicators on the state report card document.
- We are proud of the fact that the highest performing high school in the City of Dayton is Stivers School for the Arts, a performing arts school attracting students not only in Dayton but also from the surrounding areas.
- The School District also received an A in Value Added for Gifted for the 2016-17 school year.

The school improvement planning process has been an annual requirement in the School District since 1993. This process has been aligned with the School District’s strategic plan. Student test results are disaggregated and analyzed to identify areas of and strategies for improvement. Results of both School District and school improvement plans, supported by administrative work plans of instructional support staff, are publicly reported.

Information Technology Outsourcing and Systems Integration Agreement

The School District issued a RFP for Managed IT Services in 2012 and awarded a contract to Cincinnati Bell Technology Solutions, Inc. (CBTS) effective July 1, 2013. This award is for a base term of 36 months with two, two-year options. The School District exercised the first two year option.

The scope of service to be delivered to the School District is presented in five broad categories including systems management, systems integration, project management, and network /telecommunications management, with additional IT service and technology solutions. The scope of administrative systems support includes the School District’s web-based ERP systems:

core financial applications, human resources, student information systems, network systems and internal Infonet. The Wide Area Network (WAN) and Local Area Network (LAN) infrastructure provides connectivity within administrative offices of each facility so that each staff member may access our web-based applications. CBTS integrates all necessary applications supporting the work of the School District.

The business system solutions are web-based Powerschool education consisting of Financial, Human Resources, Student Information System and IEP. The administrative system consists of human resource, payroll, purchasing, accounts payable, accounts receivable, and fixed assets applications. Functional components of the web-based student information system include student demographics, enrollment, online registration, scheduling, online grade book, achievement history, transcripts, daily and period attendance, and a student/parent portal.

The Education Foundation Fund

Ohio Revised Code Section 3315.40 grants to boards of education the authority to establish an education foundation fund. It was the recommendation of the Dayton Board of Education at their December 2, 1992, meeting to establish "The Dayton Public School Fund" to provide significant, long-term financial resources to accelerate and sustain continuous improvement toward fulfilling the School District's mission and vision of excellence. It was also recommended that the Dayton Board of Education, pursuant to Ohio Revised Code Section 3315.41, appoint the Dayton Foundation as fiscal agent.

FINANCIAL POLICIES

Financial policies which had a significant impact of the current period's financial statements include internal controls and budgetary controls as discussed below.

Internal Controls - In developing and revising the School District's accounting and internal control system, management has considered the adequacy of internal controls to provide reasonable, but not absolute, assurance regarding:

- the safeguarding of assets against loss from unauthorized use or disposition; and
- the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

- the cost of a control should not exceed the benefits likely to be derived; and
- the evaluation of costs and benefits requires estimates and judgments by management.

Management believes that the internal controls adequately meet the above objectives.

Budgetary Controls - In addition, the School District maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriations resolution approved by the Board of Education. Activities of all funds are included in the annual appropriations resolution. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is by fund. The School

District has chosen to present budgetary information at the function level in the basic financial statements and in the individual fund statements.

The School District maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered appropriation balances are verified prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year end are carried forward to succeeding fiscal year and are not re-appropriated. The Board of Education approved a Cash Balance Reserve policy in January 2015 which ensures a general fund cash balance equivalent to at least ten percent (10%) of general fund operating expenditures.

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

AWARDS AND ACKNOWLEDGEMENTS

Awards

GFOA Certificate of Achievement

The Governmental Finance Officers Association of the United States and Canada is a nonprofit association founded in 1906. For twenty four consecutive years, Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the School District for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2016. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. This honor is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management.

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, the contents of which conform to program standards. Such a CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid only for a period of one year. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

ASBO Certificate of Excellence

The Association of School Business Officials International, a professional organization founded in 1910, also presented the School District with a Certificate of Excellence in Financial Reporting Award for the preparation and issuance of the fiscal year 2016 school system comprehensive annual financial report. This award is granted only after an intensive review of the financial report by an expert ASBO Panel of Review consisting of certified public accountants and practicing school business officials. Receiving this award is recognition that a school system has met the highest standards of excellence in school finance reporting.

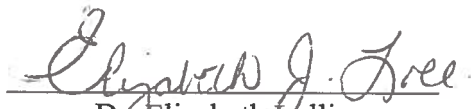
A certificate of excellence is valid for one year only. We believe our current report continues to conform to the standards set by the ASBO Panel of Review, and we are submitting it to ASBO to determine its eligibility for another award.

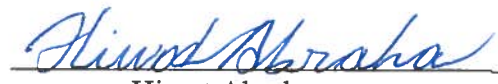
Independent Audit Report

Included in this report is the unmodified opinion rendered on the School District's basic financial statements as of and for the year ended June 30, 2017 by State of Ohio Auditor's Office. An annual independent audit of the School District's financial statements is a requirement of Ohio statute, as well as an integral part of the annual preparation of a CAFR.

Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the staff of the Treasurer's Office. We want to express our appreciation to all that assisted and contributed to its preparation. A special note of appreciation is extended to the staff of Local Government Services (LGS), State of Ohio, for their consultant services. We would like to acknowledge all members of the Board who have expressed their interest and support in planning and conducting the financial operations of the School District in a fiscally responsible, professional and progressive manner.


Dr. Elizabeth Lolli
Acting Superintendent


Hiwot Abraha
Treasurer/Chief Financial Officer



Government Finance Officers Association

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

Presented to

**Dayton City School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Dayton City School District

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2016.**

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



A handwritten signature in black ink, appearing to read 'Anthony N. Dragona', written over a horizontal line.

Anthony N. Dragona, Ed.D., RSBA
President

A handwritten signature in black ink, appearing to read 'John D. Musso', written over a horizontal line.

John D. Musso, CAE
Executive Director

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

**BOARD MEMBERS-ELECTED OFFICIALS
JUNE 30, 2017**

<u>Name</u>	<u>Began Service as a Board Member</u>	<u>Term Expires December 31</u>
Dr. Robert C. Walker, President	2012	2019
Dr. Hazel Roundtree, Vice President	2014	2017
Dr. Adil Baguirov	2014	2017
Shelia Taylor	2008	2019
Ronald C. Lee	2007	2017
Joseph Lacey	2006	2017
John McManus	2016	2019

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

**CABINET MEMBERS
JUNE 30, 2017**

Rhonda Corr Superintendent

Hiwot Abraha Treasurer

Brennon Hattery Assistant Treasurer

Shelia Burton Associate Superintendent Student Services

Elizabeth Lolli Assistant Superintendent for Teaching and Learning

Markay Winston Chief Academic Officer

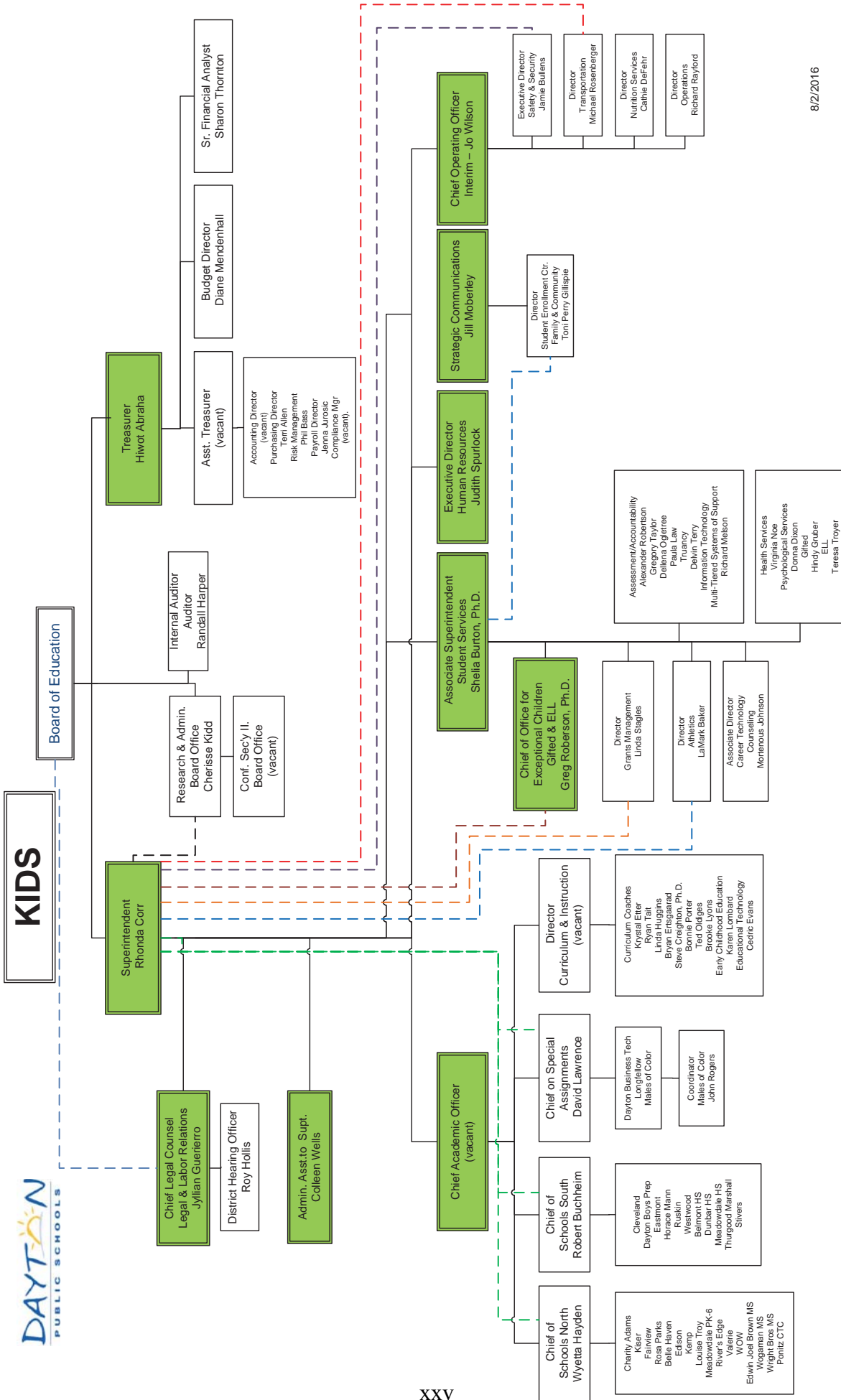
Wyetta Hayden Chief of Schools North

Robert Buchheim Chief of Schools South

Jyllian Bradshaw Legal and Labor Relations Counsel

Judith Spurlock Executive Director, Human Resources

Cherisse Kidd Administrative Assistant to the Superintendent



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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Dayton City School District
Montgomery County
115 South Ludlow Street
Dayton, Ohio 45402-1812

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 Dayton City School District, Montgomery County, Ohio (the District), as of and for the year ended June 30, 2017, 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 such 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 Dayton City School District, Montgomery County, Ohio, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 3 to the financial statements, the July 1, 2016 net positions were restated. We did not modify our opinion regarding this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *management's discussion and analysis*, 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 this information to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is 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 22, 2017, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Dave Yost
Auditor of State
Columbus, Ohio

December 22, 2017

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DAYTON CITY SCHOOL DISTRICT
Montgomery County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
Unaudited

The discussion and analysis of the Dayton City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2017. 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 transmittal letter, Notes to the Basic Financial Statements, and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2017 are as follows:

Overall:

- Total net position increased \$29.3 million, which represented a 22.1 percent increase from fiscal year 2016.
- Total assets of governmental activities increased by \$18.9 million from those reported at June 30, 2016. The primary factor of the increase is due to the increase in cash received from the state and intergovernmental/taxes receivable.
- General revenues accounted for \$260.3 million or 80.9 percent of total revenue. Program specific revenues in the form of charges for services, sales, and operating grants and contributions account for \$61.4 million or 19.1 percent of total revenues of \$321.7 million.
- The General Fund reported a fund balance of \$52.8 million at June 30, 2017, compared to \$22.9 million reported in fiscal year 2016.

Using this Comprehensive Annual Financial Report (CAFR)

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

The Statement of Net Position and the Statement of Activities provide information about the activities of the whole School District, presenting both an aggregated view of the School District's finances and a longer-term view of those statements. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending.

The fund financial statements also look at the School District's most significant funds, major funds, with all other nonmajor funds presented in total in one column. In the case of Dayton City School District, the General Fund and the Bond Retirement Debt Service Fund are reported as major funds.

DAYTON CITY SCHOOL DISTRICT
Montgomery County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
Unaudited

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2017?" 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, using the accrual basis of accounting, similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current fiscal year's revenues and expenses, regardless of when cash is received or paid.

These two statements report the School District's net position and changes in the 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 property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs, and other factors.

In the Statement of Net Position and the Statement of Activities, the School District reports governmental activities. Governmental activities are the activities where most of the School District's programs and services occur, including, but not limited to, instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities. The School District does not have any business-type activities. The internal service funds are reported within the governmental activities of the School District.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports are presented after the Statement of Activities and provide detailed information about each major fund. The major funds of the School District include the General Fund and the Bond Retirement Debt Service Fund. The School District uses many funds to account for a multitude of financial transactions. However, the fund financial statements focus on the School District's most significant funds, and therefore, only the major funds are presented separate from the other governmental funds.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at fiscal year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash.

DAYTON CITY SCHOOL DISTRICT
 Montgomery County, Ohio
 Management's Discussion and Analysis
 For the Fiscal Year Ended June 30, 2017
 Unaudited

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 fund financial statements.

Proprietary Funds

Internal service funds are used to report activities that provide services to the School District's other funds and departments.

Fiduciary Funds

The School District's only fiduciary funds are a private purpose trust fund and agency funds. The School District's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position. We exclude these activities from the School District's other financial statements because the School District cannot use these assets to finance its operations. The School District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Fiduciary funds use the accrual basis of accounting.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. In the case of the Dayton City School District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by approximately \$161.8 million at June 30, 2017.

Table 1 provides a summary of the School District's net position for fiscal year 2017 compared to fiscal year 2016:

TABLE 1

Net Position (in 000's)

	2017	Restated 2016	Change
<i>Assets:</i>			
Current and other Assets	\$281,246	\$252,384	\$28,862
Capital Assets	415,014	424,943	(9,929)
Total Assets	<u>696,260</u>	<u>677,327</u>	<u>18,933</u>
<i>Deferred Outflows of Resources:</i>			
Deferred Charge on Refunding	15,516	16,609	(1,093)
Pension	51,972	24,649	27,323
Total Deferred Outflows of Resources	<u>67,488</u>	<u>41,258</u>	<u>26,230</u>

(continued)

DAYTON CITY SCHOOL DISTRICT
Montgomery County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
Unaudited

TABLE 1
Net Position (in 000's)
(continued)

	2017	Restated 2016	Change
<i>Liabilities:</i>			
Current and Other Liabilities	18,331	21,753	(3,422)
Long-Term Liabilities			
Net Pension Liability	286,460	247,602	38,858
Other Amounts	208,939	225,476	(16,537)
Total Liabilities	<u>513,730</u>	<u>494,831</u>	<u>18,899</u>
<i>Deferred Inflows of Resources:</i>			
Property and Other Local Taxes	72,991	70,396	2,595
Pension	15,220	20,889	(5,669)
Total Deferred Inflows of Resources	<u>88,211</u>	<u>91,285</u>	<u>(3,074)</u>
<i>Net Position:</i>			
Net Investment in Capital Assets	236,749	224,382	12,367
Restricted	56,256	70,333	(14,077)
Unrestricted (Deficit)	(131,198)	(162,246)	31,048
Total Net Position	<u>\$161,807</u>	<u>\$132,469</u>	<u>\$29,338</u>

The net pension liability (NPL) is the largest single liability reported by the School District at June 30, 2017 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 to 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.

DAYTON CITY SCHOOL DISTRICT
Montgomery County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
Unaudited

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 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.

Total assets of the School District at June 30, 2017 were \$696.3 million, compared with \$677.3 million reported for the prior fiscal year. Current and other assets increased \$28.9 million mainly due to an increase in cash and cash equivalents of \$22.8 million which is closely related to the increase in State foundation funding and property taxes.

Total liabilities increased \$18.9 million compared with those reported the prior fiscal year. Other long-term liabilities decreased \$16.5 million due to scheduled debt payments being made which was offset by an increase of \$38.9 million in net pension liability.

Total net position reported at June 30, 2017 is \$29.3 million more than the net position reported in the prior fiscal year primarily due to an increase in State Foundation Funding and property taxes.

DAYTON CITY SCHOOL DISTRICT
Montgomery County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
Unaudited

Table 2 shows the key components in the changes in net position for the last two fiscal years.

TABLE 2
Changes in Net Position (in 000's)

	2017	2016	Change
Revenues			
Program Revenues:			
Charges for Services and Sales	\$4,071	\$3,121	\$950
Operating Grants and Contributions	57,363	54,698	2,665
Total Program Revenues	<u>61,434</u>	<u>57,819</u>	<u>3,615</u>
General Revenues:			
Property and Other Local Taxes	81,422	71,632	9,790
Grants and Entitlements	175,259	164,371	10,888
Investment Earnings	433	582	(149)
Gain on Sale of Capital Assets	473	0	473
Miscellaneous	2,690	2,291	399
Total General Revenues	<u>260,277</u>	<u>238,876</u>	<u>21,401</u>
Total Revenues	<u>\$321,711</u>	<u>\$296,695</u>	<u>\$25,016</u>
Program Expenses			
Instruction	181,470	158,604	22,866
Support Services:			
Pupils and Instructional Staff	19,772	19,362	410
Board of Education, Administration, Fiscal and Business	20,001	18,587	1,414
Operation and Maintenance of Plant	19,574	17,809	1,765
Pupil Transportation	14,329	14,481	(152)
Central	9,690	10,861	(1,171)
Non-Instructional Services	10,440	10,336	104
Extracurricular Activities	2,356	1,887	469
Interest and Fiscal Charges	6,331	7,263	(932)
Unallocated Depreciation	8,410	10,184	(1,774)
Total Expenses	<u>292,373</u>	<u>269,374</u>	<u>22,999</u>
Change in Net Position	29,338	27,321	2,017
Net Position at Beginning of Year - Restated Note 3	<u>132,469</u>	<u>105,148</u>	
Net Position at End of Year	<u>\$161,807</u>	<u>\$132,469</u>	<u>\$29,338</u>

For fiscal year 2017, total net position increased \$29.3 million which was a large increase of 22.1 percent. Total expenses reported for fiscal year 2017 were \$292 million or \$23 million more than those reported for the prior fiscal year. This increase is due to the School District implementing a one-to-one technology initiative where every student would have available a chromebook for learning during the school day.

As noted in Table 2, the School District remains heavily dependent upon general intergovernmental revenues. Approximately 67.3 percent of the School District's general revenues are received from intergovernmental sources, primarily State foundation revenue. Grants and entitlements increased due to opportunity grant funding from the State. Property and other local tax revenue increased due to the collection of some outstanding delinquent taxes along with the School District raising the debt millage to collect more for the required debt payments.

DAYTON CITY SCHOOL DISTRICT
 Montgomery County, Ohio
 Management's Discussion and Analysis
 For the Fiscal Year Ended June 30, 2017
 Unaudited

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services for fiscal year 2017, as compared to those recorded in fiscal year 2016. Net cost of services provided identifies the cost of these services supported by general revenues, including tax revenue and unrestricted State entitlements.

TABLE 3
 Total and Net Cost of Program Services
 Governmental Activities (in 000's)

	2017		2016	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$181,470	\$140,923	\$158,604	\$123,072
Support Services:				
Pupils and Instructional Staff	19,772	15,557	19,362	14,584
Board of Education, Administration, Fiscal and Business	20,001	19,222	18,587	17,523
Operation and Maintenance of Plant	19,574	19,066	17,809	17,301
Pupil Transportation	14,329	12,610	14,481	12,927
Central	9,690	9,638	10,861	10,655
Non-Instructional Services	10,440	(2,659)	10,336	(3,328)
Extracurricular Activities	2,356	1,840	1,887	1,375
Interest and Fiscal Charges	6,331	6,331	7,263	7,263
Unallocated Depreciation	8,410	8,410	10,184	10,184
Total Expenses	<u>\$292,373</u>	<u>\$230,938</u>	<u>\$269,374</u>	<u>\$211,556</u>

Table 3 shows a \$23 million increase in total cost of service for fiscal year 2017 as compared to the prior fiscal year. The School District implemented a one-to-one technology initiative where every student would have available a chromebook for learning during the school day.

The School District's Funds

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

Total ending fund balance reported for governmental funds at June 30, 2017 was \$95.7 million, a \$23.1 million increase compared with the prior fiscal year.

The General Fund is the operating fund of the School District. At June 30, 2017, the ending fund balance of the General Fund was \$52.8 million compared to \$22.9 million in the prior fiscal year.

The \$29.9 million increase in the fund balance of the General Fund resulted from an increase in foundation payments received from the State and property tax collections during fiscal year 2017 compared to 2016. Expenditures increased due to one-to-one technology initiative where every student would have available a chromebook for learning during the school day and the principal payment made on the 2017 School Bus Acquisition Bonds.

DAYTON CITY SCHOOL DISTRICT
Montgomery County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2017
Unaudited

The Bonds Retirement Debt Service Fund had an ending balance of \$5.9 million. Revenues of \$20.2 million were sufficient to cover the \$16.8 million in principal and interest expenditures.

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 the course of fiscal year 2017, the School District amended its General Fund budget numerous times. As the School District receives unanticipated cash receipts or received less than was anticipated, it was necessary to adjust estimated resources and appropriations. Due to the numerous revisions final budgeted revenue increased \$5.5 million over the original budgeted revenue. Actual revenues were \$280,769 less than the final budgeted revenues.

Final budgeted expenditures increased \$8 million over original appropriations. This increase is related to principal payment made on the 2017 school bus acquisition bonds and other anticipated increase in expenditures due to the School District implementing a one-to-one technology initiative where every student would have available chromebook for learning during the school day. The actual expenditures were \$15.2 million less than the final budgeted appropriations. This decrease is related to the reduction in force of certain administrative positions and the School District reorganizing/consolidating functions due to the trend of decreased student enrollment affecting the District.

Capital Assets

During fiscal year 2017, the School District had an asset valuation performed which resulted in a change in capital assets. The School District also had a change in the estimated useful lives for certain assets. This change did not have an impact on the prior year depreciation.

At the end of fiscal year 2017, the School District had \$522.8 million invested in land, buildings and improvements, furniture, fixtures and equipment, and vehicles in governmental activities and \$107.8 million of accumulated depreciation, resulting in net capital assets of \$415.0 million.

Table 4 shows fiscal year 2017 balances compared to those of fiscal year 2016:

DAYTON CITY SCHOOL DISTRICT
 Montgomery County, Ohio
 Management's Discussion and Analysis
 For the Fiscal Year Ended June 30, 2017
 Unaudited

TABLE 4
 Capital Assets at June 30 (in 000's)

	2017	Restated 2016
Land	\$8,719	\$9,252
Buildings and Improvements	482,724	482,724
Furniture and Equipment	11,836	11,199
Vehicles	19,533	19,533
Less: Accumulated Depreciation	(107,798)	(97,766)
Total Capital Assets	\$415,014	\$424,942

Overall, net capital assets decreased approximately \$10 million from fiscal year 2017. This decrease is due to current year depreciation exceeding current year additions. Additional information on the School District's capital assets can be found in Note 9 to the Basic Financial Statements.

Debt Administration

At the end of fiscal year 2017, the School District had \$201.0 million of outstanding long-term debt obligations, of which \$11.9 million is due within one year. Significant elements of the School District's outstanding long-term debt obligations outstanding at June 30, 2017 include:

- \$188.1 million in outstanding general obligation bonds, and related unamortized bond premiums, with \$15.2 million of principal payments and premium amortization made during the fiscal year 2017.
- \$12.9 million of certificates of participation and related unamortized note premium, which were originally issued to finance the purchase of the School District's administrative office building as well as additional office space.

Additional information on the School District's long-term obligations can be found in Note 14 to the Basic Financial Statements.

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 questions about this report or need additional financial information, contact the Treasurer's Office at Dayton City School District, 115 South Ludlow Street, Dayton, Ohio 45402 or call (937) 542-3018.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
STATEMENT OF NET POSITION
JUNE 30, 2017

	Governmental Activities
Assets:	
Equity in Pooled Cash and Cash Equivalents	\$125,275,397
Cash and Cash Equivalents with Fiscal Agent	10,604,750
Receivables:	
Property and Other Local Taxes	134,489,889
Accounts	34,183
Intergovernmental	10,012,610
Accrued Interest	88,139
Prepaid Items	740,986
Capital Assets:	
Non-Depreciable	8,719,365
Depreciable, Net of Accumulated Depreciation	406,295,067
Total Assets	696,260,386
Deferred Outflows of Resources:	
Deferred Charge on Refunding	15,516,040
Pension	51,972,014
Total Deferred Outflows of Resources	67,488,054
Liabilities:	
Accounts Payable	1,676,348
Accrued Wages and Benefits Payable	10,877,837
Intergovernmental Payable	3,007,384
Accrued Interest Payable	1,355,919
Accrued Vacation Leave Payable	1,193,077
Matured Compensated Absences Payable	220,490
Long Term Liabilities:	
Due Within One Year	15,134,232
Due in More Than One Year:	
Net Pension Liability (See Note 11)	286,459,750
Other Liabilities	193,805,042
Total Liabilities	513,730,079
Deferred Inflows of Resources:	
Property and Other Local Taxes	72,991,292
Pension	15,219,920
Total Deferred Inflows of Resources	88,211,212
Net Position:	
Net Investment in Capital Assets	236,749,978
Restricted for:	
Debt Service	18,156,554
Capital Projects	12,333,851
State and Federal Grants	8,557,961
Food Service Operations	12,178,193
Special Trust	202,875
Maintenance of Classroom Facilities	4,531,624
District Managed Student Activities	294,585
Unrestricted (Deficit)	(131,198,472)
Total Net Position	\$161,807,149

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Expenses	Program Revenues		Net (Expense)
		Charges for Services & Sales	Operating Grants, Interest and Contributions	Revenue and Changes in Net Position
				Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$136,196,344	\$2,033,105	\$5,714,615	(\$128,448,624)
Special	42,248,115	357	30,671,767	(11,575,991)
Vocational	2,995,848	0	2,126,888	(868,960)
Student Intervention Services	29,417	0	0	(29,417)
Support Services:				
Pupils	13,284,123	0	1,386,490	(11,897,633)
Instructional Staff	6,487,960	502	2,827,784	(3,659,674)
Board of Education	861,197	0	0	(861,197)
Administration	13,103,567	0	535,621	(12,567,946)
Fiscal	3,874,989	0	242,721	(3,632,268)
Business	2,161,019	0	0	(2,161,019)
Operation and Maintenance of Plant	19,573,799	507,482	0	(19,066,317)
Pupil Transportation	14,329,075	0	1,718,869	(12,610,206)
Central	9,689,687	0	52,091	(9,637,596)
Operation of Non-Instructional Services	10,440,099	1,012,929	12,086,236	2,659,066
Extracurricular Activities	2,356,238	516,446	0	(1,839,792)
Debt Service:				
Interest and Fiscal Charges	6,331,021	0	0	(6,331,021)
Unallocated Building Depreciation	8,409,649	0	0	(8,409,649)
Total Governmental Activities	\$292,372,147	\$4,070,821	\$57,363,082	(230,938,244)

General Revenues:

Property Taxes Levied For:	
General Purposes	61,270,639
Debt Service	18,923,300
Capital Projects	613,974
Other Purposes	613,974
Grants and Entitlements not Restricted to	
Specific Programs	175,258,952
Investment Earnings	432,947
Gain on Sale of Capital Assets	472,798
Miscellaneous	2,690,412
Total General Revenues	260,276,996
Changes in Net Position	29,338,752
Net Position at Beginning of Year -	
Restated (Note 3)	132,468,397
Net Position at End of Year	\$161,807,149

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2017

	General Fund	Bond Retirement Fund	Nonmajor Governmental Funds	Total Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$49,958,191	\$4,806,265	\$39,176,254	\$93,940,710
Cash and Cash Equivalents with Fiscal Agent	0	0	873,995	873,995
Receivables:				
Property and Other Local Taxes	101,345,635	31,047,828	2,096,426	134,489,889
Accounts	13,601	0	20,582	34,183
Intergovernmental		0	10,012,610	10,012,610
Accrued Interest	75,146	0	12,993	88,139
Interfund Receivable	2,621,144	0	0	2,621,144
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	254,742	0	0	254,742
Cash and Cash Equivalents with Fiscal Agent	9,730,755	0	0	9,730,755
Total Assets	\$163,999,214	\$35,854,093	\$52,192,860	\$252,046,167
<u>Liabilities:</u>				
Accounts Payable	\$1,003,593	\$0	\$615,367	\$1,618,960
Accrued Wages and Benefits Payable	9,561,237	0	1,312,414	10,873,651
Intergovernmental Payable	2,386,246	0	619,436	3,005,682
Interfund Payable	0	0	2,621,144	2,621,144
Matured Compensated Absences Payable	206,170	0	14,320	220,490
Total Liabilities	13,157,246	0	5,182,681	18,339,927
<u>Deferred Inflows of Resources:</u>				
Property and Other Local Taxes	55,546,874	16,341,620	1,102,798	72,991,292
Unavailable Revenue	42,470,802	13,614,742	8,935,013	65,020,557
Total Deferred Inflows of Resources	98,017,676	29,956,362	10,037,811	138,011,849
<u>Fund Balances:</u>				
Nonspendable	254,742	0	0	254,742
Restricted	0	5,897,731	37,259,922	43,157,653
Committed	1,088,530	0	0	1,088,530
Assigned	26,510,808	0	0	26,510,808
Unassigned (Deficit)	24,970,212	0	(287,554)	24,682,658
Total Fund Balances	52,824,292	5,897,731	36,972,368	95,694,391
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$163,999,214	\$35,854,093	\$52,192,860	\$252,046,167

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2017

Total Governmental Fund Balances:		\$95,694,391
<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.		415,014,432
Other long-term assets are not available to pay for current-period expenditures and, therefore, are reported as unavailable revenue in the funds:		
Delinquent Property Taxes	57,005,426	
State and Federal Grants	8,015,131	
Total	65,020,557	65,020,557
The internal service funds are used by management to charge the costs of insurance and goods warehoused and distributed to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.		
Internal Service Net Position	27,992,377	
Compensated Absences	11,186	
Accrued Vacation Leave Payable	4,606	
Claims Payable	3,749,486	
Total	31,757,655	31,757,655
In the Statement of Net Position, interest is accrued on outstanding bonds, whereas in the governmental funds, an interest expenditure is reported when due.		(1,355,919)
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	51,972,014	
Deferred Inflows - Pension	(15,219,920)	
Net Pension Liability	(286,459,750)	(249,707,656)
Vacation benefits payable is not expected to be paid with expendable available financial resources and therefore is not reported in the funds.		(1,193,077)
Deferred Outflows of Resources represent deferred charges on refundings which do not provide current financial resources and therefore are not reported in the funds.		15,516,040
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
General Obligation Bonds	(164,755,755)	
Premium	(23,750,494)	
Certificates of Participation	(12,505,000)	
Compensated Absences	(4,178,539)	
Claims Payable	(3,749,486)	
Total	(208,939,274)	(208,939,274)
Net Position of Governmental Activities		\$161,807,149

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	General Fund	Bond Retirement Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:				
Property and Other Local Taxes	\$59,185,407	\$16,550,503	\$1,186,342	\$76,922,252
Intergovernmental	194,460,320	3,622,384	36,875,558	234,958,262
Investment Earnings	221,521	0	217,358	438,879
Tuition and Fees	1,881,080	0	0	1,881,080
Rent	296,230	0	0	296,230
Gifts and Donations	0	0	250	250
Customer Sales and Services	144,250	0	1,012,988	1,157,238
Extracurricular Activities	152,884	0	583,389	736,273
Miscellaneous	2,543,526	0	146,886	2,690,412
Total Revenues	258,885,218	20,172,887	40,022,771	319,080,876
Expenditures:				
Current:				
Instruction:				
Regular	128,412,684	0	6,764,589	135,177,273
Special	30,839,651	0	10,296,549	41,136,200
Vocational	2,525,173	0	393,550	2,918,723
Student Intervention Services	29,417	0	0	29,417
Support Services:				
Pupils	12,230,546	0	1,405,314	13,635,860
Instructional Staff	2,299,240	0	4,745,698	7,044,938
Board of Education	1,046,439	0	0	1,046,439
Administration	12,802,189	0	537,054	13,339,243
Fiscal	2,966,873	344,342	403,372	3,714,587
Business	2,104,503	0	0	2,104,503
Operation and Maintenance of Plant	18,028,347	0	1,369,871	19,398,218
Pupil Transportation	12,660,653	0	622,639	13,283,292
Central	9,570,605	0	8,223	9,578,828
Operation of Non-Instructional Services	0	0	11,073,084	11,073,084
Extracurricular Activities	1,682,419	0	471,253	2,153,672
Debt Service:				
Principal Retirement	2,500,000	9,205,000	11,235,000	22,940,000
Interest and Fiscal Charges	0	7,572,725	611,325	8,184,050
Total Expenditures	239,698,739	17,122,067	49,937,521	306,758,327
Excess of Revenues Over (Under) Expenditures	19,186,479	3,050,820	(9,914,750)	12,322,549
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	1,005,677	0	0	1,005,677
Proceeds from Sale of Bonds	9,730,755	0	0	9,730,755
Transfers In	25,791	0	10	25,801
Transfers Out	(10)	0	(25,791)	(25,801)
Total Other Financing Sources (Uses)	10,762,213	0	(25,781)	10,736,432
Net Change in Fund Balance	29,948,692	3,050,820	(9,940,531)	23,058,981
Fund Balance at Beginning of Year	22,875,600	2,846,911	46,912,899	72,635,410
Fund Balance at End of Year	\$52,824,292	\$5,897,731	\$36,972,368	\$95,694,391

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Net Change in Fund Balances - Total Governmental Funds \$23,058,981

*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 Asset Additions	636,705	
Current Year Depreciation	<u>(10,032,295)</u>	
Excess of Depreciation over Capital Outlay		(9,395,590)

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:

Proceeds from Sale of Capital Assets	(1,005,677)	
Gain on Sale of Capital Assets	<u>472,798</u>	
Total		(532,879)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:

Delinquent Property Taxes	4,499,635	
State and Federal Grants	<u>(2,342,410)</u>	
Total		2,157,225

In the Statement of Activities, interest accrued on outstanding bonds, bond accretion, bond premium, and loss on refunding are amortized over the term of the bonds whereas in governmental funds an interest expenditure is reported when due, and premiums are reported when the bonds are issued:

Accrued Interest	(3,913)	
Amortization of Premium on Bonds	2,913,107	
Amortization of Premium on Certificate of Participation	36,963	
Amortization of Deferred Charge on Refunding	<u>(1,093,128)</u>	
Total		1,853,029

Repayment of bond and loan principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

General Obligation Bond Principal Payments	12,310,000	
QZAB Bonds	10,000,000	
Refunding Certificate of Participation Principal Payments	<u>630,000</u>	
Total		22,940,000

In governmental funds, proceeds from sale of debt is considered a source of financing, but in the Statement of Net Position, the debt obligations are reported as a liability.

General Obligations Bonds		(9,730,755)
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Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Compensated Absences Payable	(10,012)	
Claims Payable	387,386	
Vacation Payable	<u>148,442</u>	
Total		525,816

(continued)

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(Continued)

Contractually required contributions are reported as expenditures in governmental funds; however, the Statement of Net Position reports these amounts as deferred outflows.		13,435,669
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the Statement of Activities.		(19,301,149)
The internal service fund used by management to charge the costs of insurance to individual funds are not reported in the district-wide Statement of Activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund are allocated among the governmental activities.		
Change in Net Position	4,718,863	
Claims Payable	(387,386)	
Compensated Absences Payable	304	
Vacation Leave Payable	<u>(3,376)</u>	
		<u>4,328,405</u>
Change in Net Position of Governmental Activities:		<u><u>\$29,338,752</u></u>

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Property and Other Local Taxes	\$57,923,751	\$59,189,699	\$59,122,015	(\$67,684)
Intergovernmental	190,470,536	194,633,350	194,616,819	(16,531)
Investment Earnings	556,537	568,700	406,360	(162,340)
Tuition and Fees	1,869,650	1,910,512	1,881,009	(29,503)
Rent	289,473	295,800	296,090	290
Customer Sales and Services	130,155	133,000	132,722	(278)
Miscellaneous	2,490,458	2,544,888	2,540,165	(4,723)
Total Revenues	253,730,560	259,275,949	258,995,180	(280,769)
Expenditures:				
Current:				
Instruction:				
Regular	132,033,867	134,301,306	130,171,359	4,129,947
Special	31,628,215	32,244,416	31,302,157	942,259
Vocational	2,887,232	3,056,494	2,699,172	357,322
Student Intervention Services	25,631	29,131	28,917	214
Support Services:				
Pupils	12,162,136	13,903,144	12,623,164	1,279,980
Instructional Staff	3,113,181	3,229,512	2,523,863	705,649
Board of Education	1,177,631	1,660,283	1,475,603	184,680
Administration	15,878,768	14,307,952	13,116,134	1,191,818
Fiscal	4,702,875	3,982,548	3,096,426	886,122
Business	2,381,964	2,534,987	2,192,089	342,898
Operation and Maintenance of Plant	19,247,834	19,829,003	18,694,611	1,134,392
Pupil Transportation	15,380,057	15,502,885	13,257,888	2,244,997
Central	10,886,554	12,341,713	10,914,278	1,427,435
Extracurricular Activities	1,966,160	2,024,065	1,691,211	332,854
Debt Service:				
Principal Retirement	0	2,500,000	2,500,000	0
Total Expenditures	253,472,105	261,447,439	246,286,872	15,160,567
Excess of Revenues Over (Under) Expenditures	258,455	(2,171,490)	12,708,308	14,879,798
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	16,200	1,006,200	1,005,677	(523)
Refund of Prior Year Expenditures	25,000	1,000	150	(850)
Transfers In	0	0	25,791	25,791
Transfers Out	0	(10)	(10)	0
Advances In	750,000	4,761,000	4,760,637	(363)
Advances Out	(750,000)	(6,318,506)	(6,318,506)	0
Total Other Financing Sources (Uses)	41,200	(550,316)	(526,261)	24,055
Net Change in Fund Balance	299,655	(2,721,806)	12,182,047	14,903,853
Fund Balance at Beginning of Year	27,655,206	27,655,206	27,655,206	0
Prior Year Encumbrances Appropriated	5,436,711	5,436,711	5,436,711	0
Fund Balance at End of Year	\$33,391,572	\$30,370,111	\$45,273,964	\$14,903,853

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
STATEMENT OF FUND NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2017

	Internal Service Funds
Assets:	
Current Assets:	
Equity in Pooled Cash and Cash Equivalents	\$31,079,945
Prepaid Items	740,986
Total Assets	31,820,931
Liabilities:	
Current Liabilities:	
Accounts Payable	57,388
Accrued Wages and Benefits Payable	4,186
Intergovernmental Payable	1,702
Accrued Vacation Leave Payable	4,606
Claims Payable	2,684,417
Compensated Absences Payable	1,443
Total Current Liabilities	2,753,742
Non-Current Liabilities:	
Claims Payable	1,065,069
Compensated Absences Payable	9,743
Total Non-Current Liabilities	1,074,812
Total Liabilities	3,828,554
Net Position:	
Unrestricted	\$27,992,377

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Internal Service Funds
Operating Revenues:	
Charges for Services	\$27,427,796
Other Revenues	1,710
	27,429,506
 Total Operating Revenues	 27,429,506
 Operating Expenses:	
Salaries	51,358
Fringe Benefits	23,262
Purchased Services	2,539,270
Claims	20,092,419
Supplies and Materials	4,334
	22,710,643
 Total Operating Expenses	 22,710,643
 Change in Net Position	 4,718,863
 Net Position at Beginning of Year - Restated (See Note 3)	 23,273,514
 Net Position at End of Year	 \$27,992,377

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	<u>Internal Service Funds</u>
Increase (Decrease) in Cash and Cash Equivalents:	
Cash Flows from Operating Activities:	
Cash Received from Interfund Services Provided	\$27,429,506
Cash Payments to Suppliers for Goods	(3,268,253)
Cash Payments to Employees for Services and Benefits	(107,495)
Cash Payments for Claims	<u>(20,479,805)</u>
 Net Increase in Cash and Cash Equivalents	 3,573,953
 Cash and Cash Equivalents Beginning of Year	 <u>27,505,992</u>
 Cash and Cash Equivalents End of Year	 <u><u>\$31,079,945</u></u>
 Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating Income	\$4,718,863
 Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Increase in Prepaid Items	(740,986)
Decrease in Accounts Payable	(9,449)
Decrease in Accrued Wages and Benefits Payable	(1,442)
Decrease in Intergovernmental Payable	(2,575)
Decrease in Accrued Vacation Leave Payable	(3,376)
Decrease in Claims Payable	(387,386)
Increase in Compensated Absences Payable	<u>304</u>
 Net Cash Provided by Operating Activities	 <u><u>\$3,573,953</u></u>

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2017

	Private Purpose Trust Fund	Agency Fund
Assets:		
Equity in Pooled Cash and Cash Equivalents	\$11,192	\$377,853
Liabilities:		
Undistributed Monies		\$159,009
Due to Students		218,844
		\$377,853
Net Position:		
Held in Trust for Scholarships	\$11,192	

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
FOR FISCAL YEAR ENDED JUNE 30, 2017

	Private Purpose Trust Fund
Additions:	
Miscellaneous	\$28,680
Deductions:	
Payments in Accordance with Trust Agreements	21,869
Change in Net Position	6,811
Net Position Beginning of Year	4,381
Net Position End of Year	\$11,192

See accompanying notes to the basic financial statements.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

Note 1 - Description of the School District and Reporting Entity

Dayton City School District (the "School District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution of the State of Ohio. The School District operates under a locally-elected, seven-member Board form of government. The School District provides educational services as authorized by State statute and federal guidelines.

The School District is the twelfth largest in the State of Ohio (among 609 school districts) in terms of enrollment. It is staffed by 1,048 certificated employees and 1,031 classified employees who provide services to 13,317 students.

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 are not misleading. The School District consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For Dayton City School District, this includes general operations, food service, student guidance, extracurricular activities, educational media, care and upkeep of grounds and buildings, 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 the 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 has no component units.

The following activities are included within the reporting entity:

Nonpublic Schools - Within the School District boundaries, eight nonpublic schools are operated as private schools. Current State legislation provides funding to these nonpublic schools. These monies are received and disbursed on behalf of the nonpublic schools by the Treasurer of the School District, as directed by the nonpublic schools. This activity is reflected in a nonmajor special revenue fund for financial reporting purposes.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

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 body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described below.

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. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The government-wide financial statements usually distinguish between those activities that are governmental and those that are considered business-type. However, the School District 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 are therefore 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 that 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 function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements

During the fiscal year, the School District segregates transactions related to certain School District functions or activities into 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. Internal service funds are combined, and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

Fund Accounting

The School District uses funds to maintain its financial records during the fiscal 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 three categories: governmental, proprietary, and fiduciary.

Governmental Funds

Governmental funds are those through which most governmental functions of the School District 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 operating fund of the School District and is used to account for and report all financial resources except those required to be accounted for in another fund. The General Fund is available to the School District for any purpose, provided it is expended or transferred according to the general laws of Ohio.

Bond Retirement Fund - The Bond Retirement Fund accounts for and reports property taxes restricted for the payment of general obligation bond principal and interest, specifically the general obligation bonds and notes issued in conjunction with the School District's school facilities projects.

The nonmajor governmental funds of the School District account for grants, and other resources whose use is restricted to a particular purpose.

Proprietary Funds

The proprietary fund focuses on the determination of operating income, the changes in net position, financial position, and cash flows. Proprietary funds are classified as enterprise or internal service; the School District has no enterprise funds.

Internal Service Funds

Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District has three internal service funds: one to account for the operation of the central warehouse and distribution facility; another accounts for the self-insurance program, which provides medical benefits to employees; and a third account for monies collected for workers' compensation payments under the retrospective rating plan.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds, and agency funds. Trust funds are used to account for assets held by the 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. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District has three fiduciary funds: a private purpose trust, used to account for college scholarship programs for students; and two agency funds, one is used to account for student managed activity programs and the other is used to account for Ohio High School Athletic Association monies.

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets, deferred outflows of resources, 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 (e.g., revenues) and decreases (e.g., 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, deferred outflows of resources, current liabilities and deferred inflows of resources generally are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

The private purpose trust fund is reported using the flow of economic resources measurement focus.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

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 financial statements of the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual bases of accounting arise in the recognition of revenue, the recording of deferred inflows/outflows of resources, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. “Measurable” means that the amount of the transaction can be determined, and “available” means that the resources are collectible 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 60 days of fiscal year-end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property and other local taxes, grants, entitlements, and donations. On an accrual basis, revenue from property and other local 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 fiscal year when the resources are required to be used or the fiscal 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 a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

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 in 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

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

the refunded or refunding debt. The deferred outflows of resources related to pension are explained in Note 11.

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 and other local taxes, pension, and unavailable revenue. Property and other local taxes represent amounts for which there is an enforceable legal claim as of June 30, 2017, but which were levied to finance fiscal year 2018 operations. These amounts have been recorded as a deferred inflow on both the government-wide Statement of Net Position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet and represents receivables that 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 inflows of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balance 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 11)

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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.

Pension

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.

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. Individual fund integrity is maintained through the School District's records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents."

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

The School District utilizes a fiscal agent to handle money set aside in the Educational Foundation special revenue fund and money restricted for bus purchases in the General Fund.

During fiscal year 2017, the School District's investments were limited to Commercial Paper, STAROhio, Money Market Mutual Funds, Federal Farm Credit Bank Notes, Federal Home Loan Bank Bonds, Federal Home Loan Mortgage Corporation Notes, Federal National Mortgage Notes, US Treasury Notes, and Negotiable Certificates of Deposits. Investments, except for commercial paper and STAROhio, are reported at fair value which is based on quoted market prices. For investments in open-ended mutual funds, the fair value is determined by the fund's current share price. The School District's commercial paper is measured at amortized cost as it is a highly liquid debt instrument with a remaining maturity at the time of purchase of less than one year.

During fiscal year 2017, 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 2017, 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.

The Education Foundation monies are also invested in an outside investment pool: the Dayton Foundation.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of investment earnings. Interest credited to the General Fund during fiscal year 2017 amounted to \$221,521, which includes \$135,178 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 presented on the financial statements as cash equivalents.

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "Interfund Receivable/Payable." Interfund balances are eliminated on the Statement of Net Position.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Position but are not reported in the fund financial statements. Capital assets of the internal service fund reported in the fund financial statements are combined with the governmental activities column of the government-wide Statement of Net Position.

Capital assets are capitalized at cost (or estimated historical cost, which is determined by indexing the current replacement cost back to the year of acquisition) and updated for additions and retirements during the fiscal year. Donated capital assets are recorded at their acquisition values as of the date received. The School District maintains a capitalization threshold of \$5,000 for furniture, fixtures and equipment, and vehicles. For construction in progress, land improvements, and building improvements, the School District maintains a capitalization threshold of \$50,000. There is no capitalization threshold for land and buildings, therefore all land and buildings are capitalized. 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 capitalized.

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 (Land Improvements)	50 years
Furniture, Fixtures and Equipment	3 – 15 years
Vehicles	8 years

Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the 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.

The liability for vacation benefits is recorded as “accrued vacation leave payable,” rather than long-term liabilities, as the balances for most employees are to be used by employees in the fiscal year following the fiscal year in which the benefit was earned.

Sick leave benefits are accrued as a liability using the vesting method, which states that the School District will estimate its liability based on sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as specified by the retirement

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

system, as well as other employees who are expected to become eligible in the future to receive such payments. The amount is based on accumulated sick leave and employees' wage rates at fiscal year-end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated sick leave for all employees after 15 years of current service with the School District.

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

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditures to the extent that payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employees will be paid.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the proprietary fund are reported on the fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims, compensated absences and net pension liability 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 fiscal year. Bonds and certificates of participation that will be paid from governmental funds are recognized as an expenditure and liability in the governmental fund financial statements when due.

Fund Balances

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.

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

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. These amounts are assigned by the Board of Education. In the General Fund, assigned amounts represent intended uses established by the Board of Education or a School District official delegated that authority by resolution 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's cash reserve policy requires the School District to maintain a specific cash reserve in the General Fund.

Unassigned - Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is 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 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 its use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

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

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

Internal Activity

Transfers within governmental activities are eliminated on the government-wide financial statements.

Internal 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.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers and are eliminated from the Statement of Activities. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the proprietary 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 Process

All funds, other than agency funds and the Educational Foundation special revenue fund, 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, all of 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 amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of budgetary control has been established by the Board of Education at the fund level. The Treasurer has been authorized to allocate Board appropriations to the function and object level within each fund.

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

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

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Since the statement of revenues, expenditures and changes in fund balance presented in the basic financial statements for the General Fund presents budgetary comparisons at a greater level of detail than the legal level of control established by the Board of Education, no additional schedules are necessary to demonstrate budgetary compliance.

Bond Premiums

For governmental activities, bond premiums are deferred and amortized over 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 addition to the face amount of the bonds payable.

On the governmental fund financial statements, bond premiums are recognized in the period in which the bonds were issued.

Under Ohio law, premiums on the original issuance of debt are to be deposited to the bond retirement fund to be used for debt retirement and are precluded from being applied to the project fund. Ohio law does allow premiums on refunding debt to be used as part of the payment to the bond escrow agent.

Minimum Fund Balance Policy

The Dayton City School District Board of Education has adopted a cash balance reserve policy in the general fund. The target level is set at 10 percent of the general fund's operating expenditures. This amount is intended to provide fiscal stability when economic downturns or other unexpected events occur.

Estimates

The preparation of 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.

Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the School District's internal service funds are charges made to other funds for the purchase of goods from the warehouse and premiums for the self-insurance program. Operating expenses for the internal service funds include the cost of goods sold from the warehouse, costs of managing and delivering those goods, and claims paid from the self-insurance and workers compensation programs. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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Note 3 – Change in Accounting Principles, Change in Accounting Estimate and Restatement of Net Position

Change in Accounting Principles

For fiscal year 2017, the School District implemented Governmental Accounting Standards Board (GASB) Statement No. 77, *Tax Abatement Disclosures*. GASB Statement No. 77 requires disclosure of information about the nature and magnitude of tax abatements. These changes were incorporated in the School District’s 2017 financial statements; however, there was no effect on beginning net position/fund balance.

The School District also implemented GASB’s *Implementation Guide No. 2016-1*. These changes were incorporated in the School District’s fiscal year 2017 financial statements; however, there was no effect on beginning net position/fund balance.

Change in Accounting Estimate

During fiscal year 2017, the School District had a change in accounting estimate associated with changing the useful lives of some School District assets. The change in estimate did not have any impact on prior year’s depreciation, so a restatement for the change was not required. The change in useful lives was applied during fiscal year 2017 and will continue in future fiscal years.

Restatement of Net Position

The School District restated net capital assets due to an updated valuation performed during fiscal year 2017. The restatement of capital assets had the following effect on net position as reported on June 30, 2016.

	Governmental Activities	Internal Service
Net Position/Fund Equity June 30, 2016	\$149,934,478	\$23,307,932
Adjustments:		
Restatement of Non-Depreciable Assets	40,165	0
Restatement of Depreciable Assets	(17,506,246)	(34,418)
Restated Net Position/Fund Equity June 30, 2016	\$132,468,397	\$23,273,514

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Note 4 – Accountability

At June 30, 2017, the following funds had a deficit fund balance:

Funds	Amounts
Special Revenue:	
Career Technical Education	\$4,027
Title I School Improvement Stimulus A	45,561
Stimulus School Improvement Subsidy G	49,906
Drop Out Prevention and Intervention	11,482
Title I	55,308
Title VI-R Classroom Size Reduction	102,497
Miscellaneous Federal Grants	18,773
Total	\$287,554

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

Note 5 - Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations, and changes in fund balances 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 and Actual (Non-GAAP) is presented for the General Fund 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 that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as a restricted, committed, or assigned fund balance (GAAP basis).
4. Advances In and Advances Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
5. Investments are recorded at fair value (GAAP basis) rather than cost (budget basis).
6. Budgetary revenues and expenditures of the uniform school supplies, other grant rotary, and public school support funds are classified to General Fund for GAAP reporting.

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7. Bond proceeds were placed into an escrow account and were not budgeted, therefore not presented on the budgetary statement.

The following table summarizes the adjustments necessary to reconcile the GAAP and budgetary basis statements for the General Fund.

Net Change in Fund Balance	
GAAP Basis	\$29,948,692
Adjustments:	
Revenue Accruals	50,399
Expenditure Accruals	(2,592,189)
Advances	(1,557,869)
Change in Fair Value Fiscal Year 2017	74,770
Change in Fair Value Fiscal Year 2016	141,432
Bond Proceeds	(9,730,755)
Encumbrances	(4,209,423)
Excess of revenues, and other financing sources over/(under) expenditures and other financing uses:	
Uniform School Supplies	4,223
Other Grant Rotary	(6,591)
Public School Support	59,358
Budget Basis	\$12,182,047

Note 6 - Deposits and Investments

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

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

Interim deposits are deposits of interim monies. Interim monies are those monies that 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 five years from the date of deposit or by savings or deposit accounts, including passbook accounts.

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

1. United States Treasury notes, bills, bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
5. Bonds and other obligations of the State of Ohio and, with certain limitations, bonds and other obligations of political subdivisions of the State of Ohio;
6. The State Treasurer's investment pool (STAROhio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met; and
8. Written repurchase agreements in the securities described in (1) or (2) provided in the fair value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked daily, and the term of the agreement must not exceed thirty days.

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 for deposits is the risk that in the event of bank failure, the School District not be able to recover deposits or collateral securities that are in the possession of an outside party. At fiscal year-end, \$10,093,235 of the School District's deposits in Bank of America was exposed to

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custodial credit risk because it was uninsured and uncollateralized with securities held by the pledging financial institution. Also, the Bank of America is not an authorized public depository in the State of Ohio. Effective July 1, 2017, the Ohio Pooled Collateral System (OPCS) was implemented by the Office of the Ohio Treasurer of State. Financial institutions can elect to participate in the OPCS and will collateralize at 102 percent or a rate set by the Treasurer of State. Financial institution opting not to participate in OPCS will collateralize utilizing the specific pledge method at 105 percent.

Investments: As of June 30, 2017, the School District had the following investments:

Measurement/Investment	Measurement Amount	Maturity	S&P/ Moody's Rating	Concentration of Credit Risk
Net Asset Value Per Share				
STAROhio	\$27,072,942	Less Than One Year	AAAm	31.11%
Fair Value - Level One Input				
Money Market Mutual Funds	15,516,255	Less Than One Year	AAAm	17.83%
Fair Value - Level Two Inputs				
Dayton Foundation	873,997	Less Than One Year	N/A	N/A
Federal Farm Credit Bank Notes	4,914,875	Less Than Five Years	Aaa	5.65%
Federal Home Loan Bank Bonds	6,722,000	Less Than Five Years	Aaa	7.72%
Federal Home Loan Mortgage Corporation Notes	8,722,656	Less Than Five Years	Aaa	10.02%
Federal National Mortgage Notes	14,308,082	Less Than Five Years	Aaa	16.44%
US Treasury Notes	724,036	Less Than Three Years	N/A	N/A
Negotiable Certificates of Deposit	8,175,996	Less Than Five Years	N/A	9.39%
Total Investments	<u>\$87,030,839</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, 2017. The Money Market Mutual Fund is measured at fair value and is valued using quoted market prices (Level 1 Inputs) The School District's remaining investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data. (Level 2 inputs)

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Interest Rate Risk

The Ohio Revised Code and the Investment and Depository Policy of the School District limits the purchase of securities to those with a maturity of no more than five years from the date of purchase unless matched to a specific obligation or debt of the School District.

Credit Risk

The Standard and Poor's or Moody's rating of the School District's investments is listed in the table above. The School District's policy limits investments to those authorized by State statute, which restricts investments to those that are highly rated or issued by United States Government sponsored enterprises. The negotiable certificates of deposit are in denominations of under \$250,000 each, in separate banks, and are insured by the Federal Deposit Insurance Corporation (FDIC). The negotiable certificates of deposit are, therefore, not subject to credit risk. The School District has no investment policy that addresses credit risk.

Custodial Credit Risk

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. All of the School District's securities are either insured and registered in the name of the School District or at least registered in the name of the School District.

The School District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer or qualified trustee.

Concentration of Credit Risk

The School District's investment policy places no limit on the amount it may invest in any one issuer. The percentage that each investment represents of the total investments is listed in the table above, except for any investment with a percentage of five percent or less.

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 2017 represents collections of calendar year 2016 taxes. Real property taxes received in calendar year 2017 were levied after April 1, 2016, on the assessed value listed as of January 1, 2016, the lien date. Assessed values for real property taxes are established by State statute 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

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20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2017 represents collections of calendar year 2016 taxes. Public utility real and tangible personal property taxes received in calendar year 2017 became a lien December 31, 2015, were levied after April 1, 2016, and are collected 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 Montgomery County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2017 are available to finance fiscal year 2017 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 that are measurable as of June 30, 2017 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, 2017 was \$4,493,171 and is recognized as revenue: \$3,327,959 in the General Fund, \$1,091,466 in the Bond Retirement Debt Service Fund, and \$73,746 in the Other Governmental Funds. The amount available as an advance at June 30, 2016 was \$4,178,347 and is recognized as revenue: \$3,264,567 in the General Fund, \$847,564 in the Bond Retirement Debt Service Fund, and \$66,216 in the Other Governmental Funds.

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 fiscal year 2017 taxes were collected are:

	2016 Second-Half Collection		2017 First-Half Collection	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$1,322,350,390	93.21%	\$1,320,040,540	92.75%
Public Utility	96,310,250	6.79%	103,127,550	7.25%
Total Assessed Value	\$1,418,660,640	100.00%	\$1,423,168,090	100.00%
Tax Rate per \$1,000	\$81.35		\$83.35	

Note 8 - Receivables

Receivables at June 30, 2017 consisted of property and other local taxes, accounts, intergovernmental grants and accrued interest. 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

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the current year guarantee of federal funds. All receivables, except delinquent property taxes, are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

	Amount
<u>Governmental Activities:</u>	
<i>Nonmajor Governmental Funds</i>	
Alternative Schools State Grant	\$54,017
Public School Preschool	762,800
Career Technical Education	285,681
Dropout Prevention and Intervention	116,481
Title VI-R Classroom Size Reduction	1,198,283
Title VI-B Grant	2,306,407
Career Education Enhancement	5,000
Early Childhood Special Education, IDEA Grant	37,683
Title I Grant	4,118,591
Title I School Improvement Stimulus A	272,812
Stimulus School Improvement Subsidy G	698,752
Miscellaneous Grants	156,103
Total Intergovernmental Receivables	\$10,012,610

Note 9 - Capital Assets

Capital assets activity for the year ended June 30, 2017 was as follows:

	Restated Balance 6/30/2016	Additions	Deductions	Balance 6/30/2017
<u>Governmental Activities:</u>				
Capital Assets Not Being Depreciated:				
Land	\$9,252,244	\$0	(\$532,879)	\$8,719,365
Capital Assets Being Depreciated:				
Buildings and Improvements	482,724,452	0	0	482,724,452
Furniture, Fixtures, and Equipment	11,199,161	636,705	0	11,835,866
Vehicles	19,533,018	0	0	19,533,018
Total Capital Assets Being Depreciated	\$513,456,631	\$636,705	\$0	\$514,093,336

(Continued)

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	Restated Balance 6/30/2016	Additions	Deductions	Balance 6/30/2017
<u>Governmental Activities:</u>				
Less Accumulated Depreciation:				
Buildings and Improvements	(\$74,020,340)	(\$8,409,649)	\$0	(\$82,429,989)
Furniture, Fixtures, and Equipment	(5,695,688)	(1,036,641)	0	(6,732,329)
Vehicles	(18,049,946)	(586,005)	0	(18,635,951)
Total Accumulated Depreciation	<u>(97,765,974)</u>	<u>(10,032,295) *</u>	<u>0</u>	<u>(107,798,269)</u>
Capital Assets Being Depreciated, Net	<u>415,690,657</u>	<u>(9,395,590)</u>	<u>0</u>	<u>406,295,067</u>
Governmental Activities Capital Assets, Net	<u>\$424,942,901</u>	<u>(\$9,395,590)</u>	<u>(\$532,879)</u>	<u>\$415,014,432</u>

*Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$243,599
Special	20,246
Support Services:	
Instructional Staff	488,224
Board of Education	38,215
Administration	6,710
Operation and Maintenance of Plant	48,963
Pupil Transportation	579,190
Central	24,080
Extracurricular Activities	173,419
	<u>1,622,646</u>
Unallocated Depreciation	8,409,649
Total Depreciation Expense	<u>\$10,032,295</u>

Unallocated depreciation is depreciation of the individual school buildings throughout the School District which essentially serve all functions/programs and, therefore, is not included as a direct expense of any function or program but disclosed as a separate expense.

Note 10 - Risk Management

Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For the fiscal year, the School District contracted with United Educators for general liability/school leaders errors and omissions insurance with a \$5 million single occurrence limit and a \$5 million annual policy aggregate. Buildings and contents are covered under Westport Insurance Corporation with a \$250,000 deductible.

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Electronic data processing equipment is covered under Westport Insurance Corporation with a \$5,000 deductible; Scoreboard and AstroTurf at Welcome Stadium is covered under Westport Insurance Corporation with a \$250,000 deductible.

The School District’s vehicles are covered under a business policy with United Educators for primary coverage. This policy carries \$5 million limit for bodily injury and property damage to third parties. The auto liability self-insured retention is \$200,000 per accident. The School District pays the physical damage coverage on all units.

Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There has not been a significant reduction in insurance coverage from last fiscal year.

Self-Insured Health Benefits

The School District provides health insurance coverage through a self-insurance plan administered by United Health Care of Ohio, Inc. Employee share of the total monthly premium is 15 percent. The premium varies with each employee depending on the terms of the union contract. United Health Care provides claims review and processing services. The health self-insurance program is accounted for in the Internal Service Fund. The School District purchases stop-loss coverage for claims in excess of \$350,000 per employee, per occurrence.

The liability for unpaid claims of \$2,475,000 reported in the Internal Service Fund at June 30, 2017 is based on the requirements of GASB Statement No. 10, “Accounting and Financial Reporting for Risk Financing and Related Insurance Issues,” as amended by GASB Statement No. 30, “Risk Management Omnibus,” which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. Estimates were calculated based upon an independent actuarial evaluation of claims payable. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claims adjustment expenses. The School District is responsible for all claims.

Changes in claims activity for employee health care benefits for the past two fiscal years are as follows:

	Balance at <u>Beginning of Year</u>	Current Year <u>Claims</u>	Claim <u>Payments</u>	Balance at <u>End of Year</u>
2016	\$2,569,000	\$17,678,264	\$17,714,264	\$2,533,000
2017	2,533,000	19,572,329	19,630,329	2,475,000

Workers’ Compensation

Beginning January 1 2015, the School District participated in the Ohio SchoolComp Group Retrospective Rating Program. CompManagement LLC is the claims administrator. The risk exposure in the Group program is lower because it is capped at 15 percent of the standard premium whereas the Individual program is capped at 200 percent. Claims costs are paid by the group not the

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School District. In addition, retrospective refunds are achieved when the standard premium of the group exceeds the developed claims costs. BWC will be transitioning to a prospective billing system that collects premiums before extending coverage.

2017 Workers' Compensation Comparison	Individual Retrospective Rating	Group Retrospective Rating
	<u> </u>	<u> </u>
Premium Payment (Less 50% Credit)	\$581,569	\$1,500,640
Estimated Claims Cost (Over 10 Years)	785,745	0
Estimated Rebate at 20%	0	(249,334)
Estimated Net Premium	<u>\$1,367,314</u>	<u>\$1,251,306</u>
Premium Payment	\$2,614,604	\$1,500,640
BWC Assessments	128,892	0
Maximum Group Retro Assessment at 15%	0	187,000
Maximum Risk Exposure	<u>\$2,743,496</u>	<u>\$1,687,640</u>

For calendar years 2006 – December 31 2014, the School District participated in an Individual Retrospective Rating Program. This alternative rating plan allows employers to initially pay a low premium upfront while assuming the responsibility of paying the costs of the claims that occur for the injury year for a ten-year period. Under this Program, the District’s maximum payment is 200 percent of the initial premium in total and the loss for any School individual is limited to \$400,000.

The following table summarizes claims payable during the fiscal year:

	Balance at <u>Beginning of Year</u>	Current Year <u>Claims</u>	Claim <u>Payments</u>	Balance at <u>End of Year</u>
2016	\$2,340,073	\$350,135	\$1,086,336	\$1,603,872
2017	1,603,872	520,090	849,476	1,274,486

Note 11 - 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.

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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.

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:

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	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 years 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, 2017, 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 \$4,431,446 for fiscal year 2017. Of this amount \$125,363 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 system administered by STRS. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-alone financial report that includes financial statements, required supplementary information, and detailed information about STRS' fiduciary net position. That report can be obtained by writing to STRS, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Web site at www.strsoh.org.

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

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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 26 years of service, or 31 years of service regardless of age. Eligibility changes will be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60.

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, 12 percent of the 14 percent member rate goes to the DC Plan and the remaining 2 percent is applied 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 service. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity after termination of employment at age 50 or later.

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 to 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, 2017, the employer rate was 14 percent and the plan members were also required to contribute 14 percent of covered salary. The statutory member contribution rate was increased one percent to 14 percent on July 1, 2016. The fiscal year 2017 contribution rates were equal to the statutory maximum rates.

The School District's contractually required contributions to STRS was \$9,004,223 for fiscal year 2017. Of this amount \$1,357,460 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, 2016, 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	1.14207510%	0.66010532%	
Proportion of the Net Pension Liability			
Current Measurement Date	<u>1.10498760%</u>	<u>0.61418087%</u>	
Change in Proportionate Share	<u><u>-0.03708750%</u></u>	<u><u>-0.04592445%</u></u>	
Proportionate Share of the Net			
Pension Liability	\$80,874,898	\$205,584,852	\$286,459,750
Pension Expense	\$7,852,081	\$11,449,068	\$19,301,149

At June 30, 2017, 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	\$1,090,816	\$8,306,616	\$9,397,432
Changes of assumptions	5,398,842	0	5,398,842
Net difference between projected and actual earnings on pension plan investments	6,671,005	17,069,066	23,740,071
School District contributions subsequent to the measurement date	<u>4,431,446</u>	<u>9,004,223</u>	<u>13,435,669</u>
Total Deferred Outflows of Resources	<u><u>\$17,592,109</u></u>	<u><u>\$34,379,905</u></u>	<u><u>\$51,972,014</u></u>

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	SERS	STRS	Total
Deferred Inflows of Resources:			
Changes in Proportionate Share and Difference between School District contributions and proportionate share of contributions	\$1,434,185	\$13,785,735	\$15,219,920

\$13,435,669 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, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2018	\$2,734,238	\$249,339	\$2,983,577
2019	2,729,431	249,339	2,978,770
2020	4,345,169	6,799,219	11,144,388
2021	1,917,640	4,292,050	6,209,690
Total	\$11,726,478	\$11,589,947	\$23,316,425

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, 2016, compared with June 30, 2015, are presented below:

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	June 30, 2016	June 30, 2015
Wage Inflation	3.00 percent	3.25 percent
Future Salary Increases, including inflation	3.50 percent to 18.20 percent	4.00 percent to 22.00 percent
COLA or Ad Hoc COLA	3 percent	3 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation	7.75 percent net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal	Entry Age Normal

For 2016, the mortality assumptions are that mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. For 2015, the mortality assumptions were based on the 1994 Group Annuity Mortality Table set back one year for both men and women. Special mortality tables were used for the period after disability retirement.

The most recent experience study was completed for the five year period ended June 30, 2015.

The long-term return expectation for the Pension Plan Investments has been determined by 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 expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalanced uncorrelated asset classes.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	1.00 %	0.50 %
US Stocks	22.50	4.75
Non-US Stocks	22.50	7.00
Fixed Income	19.00	1.50
Private Equity	10.00	8.00
Real Assets	15.00	5.00
Multi-Asset Strategies	10.00	3.00
Total	<u>100.00 %</u>	

Discount Rate The total pension liability was calculated using the discount rate of 7.50 percent. A discount rate of 7.75 percent was used in the prior measurement period. 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 (7.50 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.

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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 7.50 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 (6.50 percent), or one percentage point higher (8.50 percent) than the current rate.

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
School District's proportionate share of the net pension liability	\$107,073,323	\$80,874,898	\$58,945,724

Actuarial Assumptions - STRS

The total pension liability in the June 30, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
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, including inflation
Cost-of-Living Adjustments (COLA)	2 percent simple applied as follows: for members retiring before August 1, 2013, 2 percent per year; for members retiring August 1, 2013, or later, 2 percent COLA commences on fifth anniversary of retirement date.

Mortality rates were based on the RP-2000 Combined Mortality Table (Projection 2022—Scale AA) for Males and Females. Males' ages are set back two years through age 89 and no set back for age 90 and above. Females younger than age 80 are set back four years, one year set back from age 80 through 89, and no set back from age 90 and above.

Actuarial assumptions used in the June 30, 2016, valuation are based on the results of an actuarial experience study, effective July 1, 2012.

STRS' investment consultant develops an estimate range 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:

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Asset Class	Target Allocation	Long-Term Expected 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	1.00	3.00
Total	100.00 %	7.61 %

* 10 year annualized geometric nominal returns include the real rate of return and inflation of 2.5 percent, and does not include investment expenses. The total fund long-term expected return reflects diversification among the asset classes and therefore is not a weighted average return of the individual asset classes.

Discount Rate The discount rate used to measure the total pension liability was 7.75 percent as of June 30, 2016. 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 of future plan members, are excluded. 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, 2016. 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, 2016.

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	\$273,205,561	\$205,584,852	\$148,542,795

Changes between Measurement Date and Report Date

In March 2017, the STRS Board adopted certain assumption changes which will impact their annual actuarial valuation prepared as of June 30, 2017. The most significant change is a reduction in the discount rate from 7.75 percent to 7.45 percent. In April 2017, the STRS Board voted to suspend

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cost of living adjustments granted on or after July 1, 2017. Although the exact amount of these changes is not known, the overall decrease to School District's NPL is expected to be significant.

Note 12 - 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. SERS offers several types of health plans from various vendors, including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrator and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively. 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. Active employee members do not contribute to the Health Care Plan. The SERS Retirement Board established the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2017, no allocation of covered payroll was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2017, this amount was \$23,500. 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 2017, the School District's surcharge obligation was \$457,167.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contributions for health care for the fiscal years ended June 30, 2017, 2016, and 2015 were \$457,167, \$311,759, and \$754,093, respectively. The full amount has been contributed for fiscal years 2017, 2016 and 2015.

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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 partial 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 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, 2017, June 30, 2016 and June 30, 2015, STRS Ohio did not allocate any employer contributions to post-employment health care.

Note 13 - Employee Benefits

Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Vacation days are credited to classified employees each month and may be accrued up to a maximum of the number of days earned during the fiscal year. Vacation days in excess of the annual number of days earned by the employee may be carried forward only with the approval of the superintendent. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers 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 a maximum of 250 days. Upon retirement, payment is made for one-fourth of the total accumulated and unused sick leave, up to a maximum of 180 days for teachers and administrators and 160 days for classified employees. In addition, classified employees are subject to the following additional sick leave based on length of service:

<u>Length of Service</u>	<u>Pay-days</u>
Less than five years	0 Days
Five years to 15 years	30 Days
15 years to 25 years	35 Days
Over 25 years	45 Days

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Professional staff members are eligible to accumulate sick days in a severance account once they have accumulated the maximum 250 days of sick leave. These excess days may not be used as sick leave days or “catastrophic illness” donations. Accumulated severance account days will be paid for one-fourth of the accumulated balance, up to a maximum of 45 days.

Insurance

The School District provides life insurance and accidental death and dismemberment insurance to employees through Hartford Insurance Company.

Deferred Compensation

School District employees may participate in the Ohio Public Employees Deferred Compensation Plan. This plan was created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plan, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

Note 14 - Long-Term Obligations

The changes in the School District’s long-term obligations during fiscal year 2017 were as follows:

	Balance 6/30/2016	Increase	Decrease	Balance 6/30/2017	Due within One Year
<u>General Obligation Bonds:</u>					
2012 Equipment Acquisition:					
2.0-3.0 percent	\$2,120,000	\$0	\$280,000	\$1,840,000	\$285,000
2013 School Construction					
Refunding Bonds Series A					
1.5-5.0 percent					
Serial Bonds	72,080,000	0	8,985,000	63,095,000	9,345,000
2013 School Construction					
Refunding Bonds Series B					
2.0-3.0 percent	2,805,000	0	325,000	2,480,000	330,000
2014 School Construction and					
Improvement Unlimited Tax					
Bonds Series 2014 1.0 - 5.0 percent	90,330,000	0	220,000	90,110,000	225,000
Add: Unamortized Bond Premium	26,226,206	0	2,913,107	23,313,099	
2017 School Bus Acquisition Bonds	0	9,730,755	2,500,000	7,230,755	1,050,703
Total General Obligation Bonds	\$193,561,206	\$9,730,755	\$15,223,107	\$188,068,854	\$11,235,703

(Continued)

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	Balance 6/30/2016	Increase	Decrease	Balance 6/30/2017	Due within One Year
Other Long-Term Liabilities:					
QZAB Bonds - 0.0 percent	\$10,000,000	\$0	\$10,000,000	\$0	\$0
Refunded Certificates of Participation	13,135,000	0	630,000	12,505,000	675,000
Add: Unamortized Note Premium	474,358	0	36,963	437,395	0
Net Pension Liability					
SERS	65,167,913	15,706,985	0	80,874,898	0
STRS	182,433,802	23,151,050	0	205,584,852	0
Total Net Pension Liability	247,601,715	38,858,035	0	286,459,750	0
Compensated Absences Payable	4,168,527	351,402	341,390	4,178,539	539,112
Claims Payable	4,136,872	18,910,211	19,297,597	3,749,486	2,684,417
Total Other Long-Term Liabilities	<u>279,516,472</u>	<u>58,119,648</u>	<u>30,305,950</u>	<u>307,330,170</u>	<u>3,898,529</u>
Long-Term Obligations	<u>\$473,077,678</u>	<u>\$67,850,403</u>	<u>\$45,529,057</u>	<u>\$495,399,024</u>	<u>\$15,134,232</u>

During fiscal year 2012, the School District issued \$2,495,000 in Equipment Acquisition Bonds for the purchase of equipment for the School District. The bonds were issued for a ten-year period with final date of December 1, 2022 and rates ranging from 2.0 to 3.0 percent.

On March 28, 2013, the School District issued \$94,504,989 (\$87,910,000 in serial bonds and \$6,594,989 in capital appreciation bonds) in 2013 School Construction Refunding Bonds Series A for the purpose of current refunding \$95,505,000 of outstanding 2003 D School Construction Bonds. The bonds were issued for a 9 year period with final maturity on December 1, 2022. The refunding bonds are not subject to redemption prior to stated maturity.

On March 28, 2013, the School District issued \$3,780,000 in 2013 School Construction Refunding Bonds Series B for the purpose of current refunding \$3,740,000 of outstanding 2003 B School Construction Bonds. The bonds were issued for a 10 year period with final maturity at December 1, 2023. The refunding bonds are not subject to redemption prior to stated maturity.

On October 1, 2014, the School District issued \$90,360,000 School Facilities Construction and Improvement Unlimited Tax Refunding Bonds, Series 2014. The bonds were issued for the purpose of currently refunding the \$93,450,000 School Facilities Construction and Improvement Unlimited Tax Refunding Notes.

On May 2, 2017, the School District issued \$9,730,755 School Buses Acquisition Bonds. The bonds were issued for the purpose of purchasing 115 new school buses. The bonds were issued for a seven year period with a final date of November 2, 2023 with a rate of 2.06 percent. At fiscal year-end the School District had \$7,230,755 in unspent proceeds.

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Annual debt service requirements to maturity for the general obligation bonds are as follows:

Fiscal Year Ended June 30,	General Obligation Bonds		
	Principal	Interest	Total
2018	\$11,235,703	\$7,375,783	\$18,611,486
2019	11,772,458	6,889,902	18,662,360
2020	12,229,665	6,406,658	18,636,323
2021	12,707,331	5,865,940	18,573,271
2022	13,285,467	5,271,481	18,556,948
2023-2027	52,605,131	18,223,054	70,828,185
2028-2032	50,920,000	5,780,250	56,700,250
Total	<u>\$164,755,755</u>	<u>\$55,813,068</u>	<u>\$220,568,823</u>

Qualified Zone Academy Bond - In August 2000, the School District was authorized to issue \$10 million in Quality Zone Academy Bonds (QZAB) in accordance with Section 226 of the Taxpayer Relief Act of 1997 (Public Law 105-34) for use in the renovations of the Stivers Middle School and the creation of an arts program in Dayton. On December 30, 2002, the School District issued the \$10 million QZAB that matures on December 30, 2016. The entire principal balance of \$10 million is due at maturity, and the bonds do not bear interest. To satisfy escrow requirements of the program, the School District placed \$5.1 million, which has a current fair value of \$9.9 million, in an escrow account with a local bank. The QZAB matured and were paid off during fiscal year 2017.

Certificates of Participation - During fiscal year 2012, the School District issued \$14,735,000 in Refunded Certificates of Participation to refund the 2004 Certificates of Participation. The certificates of participation were issued for a 17-year period with final maturity on December 1, 2028.

Annual debt service requirements to maturity for the certificate of participation are as follows:

Fiscal Year Ended June 30,	Principal	Interest	Total
2018	\$675,000	\$504,200	\$1,179,200
2019	730,000	481,300	1,211,300
2020	785,000	452,825	1,237,825
2021	850,000	420,125	1,270,125
2022	915,000	389,400	1,304,400
2023-2027	5,670,000	1,279,400	6,949,400
2028-2029	2,880,000	117,000	2,997,000
Total	<u>\$12,505,000</u>	<u>\$3,644,250</u>	<u>\$16,149,250</u>

The School District pays obligations related to employee compensation from the fund benefitting from their service. Compensated absences will be paid from General Fund, Auxiliary Services Fund, Alternative Schools Fund, Welcome Stadium Fund, Title VI-B Fund, Career Technical Education Fund, Title I School Improvement Stimulus A Fund, Title I Fund, EHA Preschool Grant

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

for the Handicapped, Title VI-R Classroom Size Reduction Fund, Food Service Fund, and Retrospective Workers' Comp Fund.

There is no repayment schedule for the net pension liability. However, employer pension contributions are made from the following funds: General Fund, Auxiliary Services Fund, Alternative Schools Fund, Welcome Stadium Fund, Title VI-B Fund, Career Technical Education Fund, Title I School Improvement Stimulus A Fund, Title I Fund, EHA Preschool Grant for the Handicapped, Title VI-R Classroom Size Reduction Fund, Food Service Fund, and Retrospective Workers' Comp Fund. For additional information related to the net pension liability see Note 11.

Due to the magnitude of the school facilities construction project, the debt issued by the School District exceeded the overall debt margin as permitted by Ohio statute. However, the School District was declared a "special needs" school district, as defined by Section 133.06 of the Ohio Revised Code, by the Superintendent of Public Instruction. Under this special exemption, the School District's capacity for additional debt is approximately \$15.7 million.

Note 15 - Interfund Activity

Advances

As of June 30, 2017, the General Fund had an interfund receivable of \$2,621,144, while the nonmajor governmental funds had interfund payables of \$2,621,144.

General Fund advances are made to move unrestricted balances to support programs and projects accounted for in other funds. Advancing monies to other funds is necessary due to timing differences in the receiving of grant monies. When the monies are finally received, the grant fund will use these restricted monies to reimburse the General Fund for the initial advance expected to be repaid within a year.

Transfers

As of June 30, 2017, the General Fund had transfers in of \$25,791 from nonmajor governmental funds due to the closeout of various funds. The General fund also had a \$10 transfer out to programs accounted for in other funds.

Note 16 - Set-Aside Calculations

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 fiscal year must be held in cash at fiscal year-end and carried forward to be used for the same purposes in future fiscal years.

The following cash basis information identifies the change in the fiscal year-end set-aside amount

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

for capital acquisitions. Disclosure of this information is required by State statute.

	Capital Acquisitions
Set Aside Balance as of June 30, 2016	\$0
Current Fiscal Year Set-Aside Requirement	2,307,041
Current Fiscal Year Revenue Off-Sets	(589,406)
Qualifying Disbursements	(1,717,635)
Set Aside Balance as of June 30, 2017	\$0

Amounts of offsets and qualifying disbursements presented in the table for the capital acquisitions were limited to those necessary to reduce the fiscal year-end balance to zero.

Note 17 – Significant Commitments

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 fiscal year were as follows:

General Fund	\$4,325,038
Nonmajor Funds	4,195,586
Total	\$8,520,624

Note 18 – 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 governmental funds. The constraints placed on fund balance for the major governmental funds and other governmental funds are as follows:

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

Fund Balances	General Fund	Bond Retirement Fund	Nonmajor Governmental Funds	Total
<i>Nonspendable</i>				
Unclaimed Monies	\$254,742	\$0	\$0	\$254,742
<i>Restricted for</i>				
Debt Service	0	5,897,731	0	5,897,731
Permanent Improvements	0	0	19,104,665	19,104,665
Welcome Stadium	0	0	150,112	150,112
Food Service Operations	0	0	12,300,241	12,300,241
Special Trust	0	0	202,875	202,875
District Managed Student Activities	0	0	145,341	145,341
Maintenance of Classroom Facilities	0	0	4,071,683	4,071,683
State and Federal Grants	0	0	1,285,005	1,285,005
<i>Total Restricted</i>	0	5,897,731	37,259,922	43,157,653
<i>Committed to</i>				
Purchases On Order:				
Professional/Technical Services	866,294	0	0	866,294
Property Services	21,925	0	0	21,925
Supplies and Materials for Operation	153,748	0	0	153,748
Communications	3,793	0	0	3,793
Capital Improvements	15,172	0	0	15,172
Other Purchases on Order	27,598	0	0	27,598
<i>Total Committed</i>	1,088,530	0	0	1,088,530
<i>Assigned to</i>				
Professional/Technical Services	715,581	0	0	715,581
Property Services	251,067	0	0	251,067
Communications	207,181	0	0	207,181
Tuition and Other Similar Payments	85,925	0	0	85,925
Pupil Transportation	55,418	0	0	55,418
Other Purchased Services	51,601	0	0	51,601
Textbooks	508,772	0	0	508,772
Supplies and Materials for Operation	64,804	0	0	64,804
Equipment	\$91,194	\$0	\$0	\$91,194

(Continued)

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

Fund Balances	General Fund	Bond Retirement Fund	Nonmajor Governmental Funds	Total
<i>Assigned to</i>				
Vehicles	\$184,331	\$0	\$0	\$184,331
Other Purchased Services	325,060	0	0	325,060
2018 Operations	23,969,874	0	0	23,969,874
<i>Total Assigned</i>	<u>26,510,808</u>	<u>0</u>	<u>0</u>	<u>26,510,808</u>
<i>Unassigned (Deficit)</i>	<u>24,970,212</u>	<u>0</u>	<u>(287,554)</u>	<u>24,682,658</u>
<i>Total Fund Balances</i>	<u>\$52,824,292</u>	<u>\$5,897,731</u>	<u>\$36,972,368</u>	<u>\$95,694,391</u>

Note 19 - Contingencies

Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and 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, 2017, 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. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional ODE adjustments for fiscal year 2017 are not finalized. As a result, the impact of future FTE adjustments on the fiscal year 2017 financial statements is not determinable, at this time. Management believes this may result in either an additional receivable to, or a liability of, the School District.

Litigation

The School District is party to legal proceedings. The School District is of the opinion that the ultimate disposition of claims will not have a material effect, if any, on the financial condition of the School District.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2017

Note 20 – Tax Abatement Agreements

School District property taxes were reduced as follows under multiple Community Reinvestment Area and Enterprise Zone Tax exemption agreements entered into by the City of Dayton:

<u>Tax Abatement Program</u>	<u>School District Taxes Abated</u>
CRA	\$897,193
Ezone	260,148
Total	<u>\$1,157,341</u>

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO
 LAST FOUR FISCAL YEARS (1)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
School District's Proportion of the Net Pension Liability	1.10498760%	1.14207510%	1.15324200%	1.15324200%
School District's Proportionate Share of the Net Pension Liability	\$80,874,898	\$65,167,913	\$58,364,921	\$68,579,600
School District's Covered Payroll	\$38,855,764	\$34,818,629	\$34,187,458	\$32,957,366
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	208.14%	187.16%	170.72%	208.09%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.98%	69.16%	71.70%	65.52%

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

Amounts presented as of the School District's measurement date which is the prior fiscal year end.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 STATE TEACHERS RETIREMENT SYSTEM OF OHIO
 LAST FOUR FISCAL YEARS (1)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
School District's Proportion of the Net Pension Liability	0.61418087%	0.66010532%	0.68206506%	0.68206506%
School District's Proportionate Share of the Net Pension Liability	\$205,584,852	\$182,433,802	\$165,901,827	\$197,621,172
School District's Covered Payroll	\$70,308,157	\$68,088,093	\$69,673,843	\$71,077,531
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	292.41%	267.94%	238.11%	278.04%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.80%	72.10%	74.70%	69.30%

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

Amounts presented as of the School District's measurement date which is the prior fiscal year end.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$4,431,446	\$5,439,807	\$4,589,095	\$4,738,382
Contributions in Relation to the Contractually Required Contribution	<u>(4,431,446)</u>	<u>(5,439,807)</u>	<u>(4,589,095)</u>	<u>(4,738,382)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll	\$31,653,186	\$38,855,764	\$34,818,629	\$34,187,458
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	13.18%	13.86%

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$4,561,300	\$4,611,327	\$3,905,320	\$6,186,558	\$3,297,255	\$2,951,749
<u>(4,561,300)</u>	<u>(4,611,327)</u>	<u>(3,905,320)</u>	<u>(6,186,558)</u>	<u>(3,297,255)</u>	<u>(2,951,749)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$32,957,366	\$34,284,961	\$31,068,577	\$45,690,978	\$33,508,691	\$30,058,548
13.84%	13.45%	12.57%	13.54%	9.84%	9.82%

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
 STATE TEACHERS RETIREMENT SYSTEM OF OHIO
 LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$9,004,223	\$9,843,142	\$9,532,333	\$9,057,600
Contributions in Relation to the Contractually Required Contribution	<u>(9,004,223)</u>	<u>(9,843,142)</u>	<u>(9,532,333)</u>	<u>(9,057,600)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll	\$64,315,879	\$70,308,157	\$68,088,093	\$69,673,843
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	13.00%

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$9,240,079	\$9,622,262	\$10,057,416	\$10,165,329	\$10,031,773	\$9,421,069
<u>(9,240,079)</u>	<u>(9,622,262)</u>	<u>(10,057,416)</u>	<u>(10,165,329)</u>	<u>(10,031,773)</u>	<u>(9,421,069)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$71,077,531	\$74,017,400	\$77,364,738	\$78,194,838	\$77,167,485	\$72,469,762
13.00%	13.00%	13.00%	13.00%	13.00%	13.00%

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2017

Changes in Assumptions - SERS

Amounts reported for fiscal year 2017 incorporate changes in assumptions used by SERS in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in fiscal year 2016 and prior are presented below:

	<u>Fiscal Year 2017</u>	<u>Fiscal Year 2016 and Prior</u>
Wage Inflation	3.00 percent	3.25 percent
Future Salary Increases, including inflation	3.50 percent to 18.20 percent	4.00 percent to 22.00 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation	7.75 percent net of investments expense, including inflation

Amounts reported for fiscal year 2017 use mortality assumptions with mortality rates that are based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. Amounts reported for fiscal year 2016 and prior, use mortality assumptions that are based on the 1994 Group Annuity Mortality Table set back one year for both men and women. Special mortality tables were used for the period after disability retirement.

**Combining Financial Statements and
Individual Fund Schedules**

Dayton City School District
Nonmajor Fund Descriptions

Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted or committed by law and administrative action to expenditures for specified purposes other than debt service or capital projects. The following are descriptions of the School District's nonmajor special revenue funds.

Nonmajor Special Revenue Funds

Other Grants Fund

A fund used to account for and report specific revenue sources, except for State and federal grants, that are legally restricted to expenditures for specified purposes.

Education Foundation Fund

A fund provided to account for and report General Fund transfers and the proceeds of any bequest or gift given to the School District without condition or limitations. Funds are to be used for operating or capital costs for programs designed to enhance or promote education within the School District. Budgetary information for the Education Foundation special revenue fund is not reported because it is not included in the entity for which the "appropriate budget" is adopted and does not maintain separate budgetary records.

Maintenance of Classroom Facilities Fund

A fund used to account for and report tax dollars collected from a one-mill property tax levy, which is restricted to provide for the maintenance of classroom facilities.

District Managed Student Activities Fund

A fund used to account for and report local monies restricted to assist student activities, which are managed by School District personnel. This fund would usually include athletic programs, but could also include the band, cheerleaders, flag corps, and other similar types of activities.

Auxiliary Services Fund

A fund used to account for and report State grant monies restricted to providing services and materials to pupils attending non-public schools within the School District.

Public School Preschool Fund

A fund used to account for and report restricted State grant monies used to fund the preschool program required by State Law to be provided to three- and four-year old children of income-eligible families.

Data Communications Fund

A fund used to account for and report State grant monies restricted for the purpose of accessing the Ohio Education Computer Network.

(continued)

Dayton City School District
Nonmajor Fund Descriptions
(continued)

Vocational Education Enhancement Fund

A fund used to account for and report grant monies restricted for providing vocational education enhancements that expand the number of students enrolled in tech programs, and also enables students to develop career plans, to identify initial educational and career goals, and to develop a career passport which provides a clear understanding of the student's knowledge, skills and credentials to present to future employers, universities, and other training institutes. This fund is also used to replace or update equipment essential for the instruction of students in job skills taught as part of a vocational program or programs approved for such instruction by the State Board of Education.

Alternative Schools Fund

A fund used to account for and report grant monies restricted for providing alternative education programs for existing and new at-risk and delinquent youths.

Miscellaneous State Grants Fund

A fund used to account for and report restricted revenues received from State agencies which are not classified elsewhere.

Race to the Top Fund

A fund used to account for and report federal funds restricted for the development of assessments to measure student achievement against standards designed to ensure that all students gain the knowledge and skills needed to succeed in college and the workplace.

Title VI-B Fund

A fund used to account for and report restricted monies received under a federal grant to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full education opportunities to handicapped children at the elementary and secondary levels.

Career Technical Education Fund

A fund used to account for and report restricted revenues provided to boards of education, teacher training instructions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects.

Title I School Improvement Stimulus A Fund

A fund used to account for and report federal funds restricted to providing supplemental funding to economically disadvantaged districts and some of their eligible schools for improving educational outcomes for students who are failing or at risk of failing to meet State standards.

(continued)

Dayton City School District
Nonmajor Fund Descriptions
(continued)

Stimulus School Improvement Subsidy G Fund

A fund used to account for and report restricted federal grant monies provided to School District buildings through a competitive process in implementing a school improvement plan that is focused on the specific reasons that caused the building to be identified for school improvement under the No Child Left Behind Act.

Dropout Prevention and Intervention Fund

A fund used to account for and report federal monies restricted for elementary and secondary school programs designed to assist students to meet grade promotion and graduation standards.

Title I Fund

A fund used to account for and report restricted monies received under a federal grant to assist schools in meeting the special needs of educationally deprived children.

EHA Preschool Grants for the Handicapped Fund

A fund used to account for and report federal grant dollars restricted to improve and expand the services for handicapped children ages three to five years.

Title VI-R Classroom Size Reduction Fund

A fund used to account for and report restricted monies to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund

A fund used to account for and report restricted federal grant monies received, which are not classified elsewhere.

Special Trust Fund

A fund used to account for and report restricted monies held by the School District, which were donated by individuals, private organizations, other governments and/or other funds, to be used for School District related activities.

Food Service Fund

A fund used to account for and report financial transactions restricted to the School District's food service operations.

Welcome Stadium Fund

A fund used to account for and report the restricted financial transactions associated with the rental and operating costs for the School District owned stadium.

Uniform School Supplies Fund

A fund used to account for and report the purchase and sale of school supplies for use in the School District. This fund is included with the General Fund for GAAP reporting as it does not have restricted or committed revenue source.

(continued)

Dayton City School District
Nonmajor Fund Descriptions
(continued)

Other Grant Rotary Fund

A fund used to account for and report a grant that Wright State University receives from the Department of Education. A portion of the grant is received by the School District, from Wright State University, for the Reading Recovery Program. This fund is included with the General Fund for GAAP reporting as it does not have restricted or committed revenue source.

Public School Support Fund

A fund used to account for and report specific local revenue sources (other than taxes) generated by individual school buildings (i.e. sale of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs. This fund is included with the General Fund for GAAP reporting as it does not have restricted or committed revenue source.

Dayton City School District
Nonmajor Fund Descriptions
(continued)

Capital Projects Funds

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects, other than those financed by proprietary funds.

Nonmajor Capital Projects Funds

Permanent Improvement Fund

A fund used to account for and report restricted resources, including a local property tax levy, restricted for the acquisition or maintenance of general capital assets.

Classroom Facilities Fund

The Classroom Facilities Fund accounts for and reports restricted financial resources, including intergovernmental capital grants, proceeds from the sale of debt obligations and interest received, and construction costs associated with the basic requirements of the master plan associated with the School District's school facilities projects. This fund had no budgeted activity during fiscal year 2017. Therefore, no budgetary statement is presented.

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DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2017

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$20,108,462	\$19,067,792	\$39,176,254
Cash and Cash Equivalents with Fiscal Agent	873,995	0	873,995
Receivables:			
Property and Other Local Taxes	1,048,213	1,048,213	2,096,426
Accounts	20,582	0	20,582
Intergovernmental	10,012,610	0	10,012,610
Accrued Interest	12,993	0	12,993
Total Assets	<u>\$32,076,855</u>	<u>\$20,116,005</u>	<u>\$52,192,860</u>
<u>Liabilities:</u>			
Accounts Payable	\$615,367	\$0	\$615,367
Accrued Wages and Benefits Payable	1,312,414	0	1,312,414
Intergovernmental Payable	619,436	0	619,436
Interfund Payable	2,621,144	0	2,621,144
Matured Compensated Absences Payable	14,320	0	14,320
Total Liabilities	<u>5,182,681</u>	<u>0</u>	<u>5,182,681</u>
<u>Deferred Inflows of Resources:</u>			
Property and Other Local Taxes	551,399	551,399	1,102,798
Unavailable Revenue	8,475,072	459,941	8,935,013
Total Deferred Inflows of Resources	<u>9,026,471</u>	<u>1,011,340</u>	<u>10,037,811</u>
<u>Fund Balances:</u>			
Restricted	18,155,257	19,104,665	37,259,922
Unassigned (Deficit)	(287,554)	0	(287,554)
Total Fund Balances	<u>17,867,703</u>	<u>19,104,665</u>	<u>36,972,368</u>
Total Deferred Inflows of Resources and Fund Balances	<u>\$32,076,855</u>	<u>\$20,116,005</u>	<u>\$52,192,860</u>

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Property and Other Local Taxes	\$593,171	\$593,171	\$1,186,342
Intergovernmental	36,705,549	170,009	36,875,558
Investment Earnings	204,051	13,307	217,358
Gifts and Donations	250	0	250
Customer Sales and Services	1,012,988	0	1,012,988
Extracurricular Activities	583,389	0	583,389
Miscellaneous	146,886	0	146,886
Total Revenues	39,246,284	776,487	40,022,771
Expenditures:			
Current:			
Instruction:			
Regular	6,764,589	0	6,764,589
Special	10,296,549	0	10,296,549
Vocational	393,550	0	393,550
Support Services:			
Pupils	1,405,314	0	1,405,314
Instructional Staff	4,745,698	0	4,745,698
Administration	537,054	0	537,054
Fiscal	390,732	12,640	403,372
Operation and Maintenance of Plant	1,369,871	0	1,369,871
Pupil Transportation	622,639	0	622,639
Central	8,223	0	8,223
Operation of Non-Instructional Services	11,073,084	0	11,073,084
Extracurricular Activities	471,253	0	471,253
Debt Service:			
Principal Retirement	0	11,235,000	11,235,000
Interest and Fiscal Charges	0	611,325	611,325
Total Expenditures	38,078,556	11,858,965	49,937,521
Excess of Revenues Over (Under) Expenditures	1,167,728	(11,082,478)	(9,914,750)
Other Financing Sources (Uses):			
Transfers In	10	0	10
Transfers Out	(25,791)	0	(25,791)
Total Other Financing Sources (Uses)	(25,781)	0	(25,781)
Net Change in Fund Balance	1,141,947	(11,082,478)	(9,940,531)
Fund Balance at Beginning of Year	16,725,756	30,187,143	46,912,899
Fund Balance at End of Year	\$17,867,703	\$19,104,665	\$36,972,368

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2017

	Other Grants Fund	Education Foundation Fund	Maintenance of Classroom Facilities Fund	District Managed Student Activities Fund
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$268,672	\$0	\$4,049,268	\$155,959
Cash and Cash Equivalents with Fiscal Agent	0	873,995	0	0
<u>Receivables:</u>				
Property and Other Local Taxes	0	0	1,048,213	0
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Accrued Interest	0	0	0	0
Total Assets	\$268,672	\$873,995	\$5,097,481	\$155,959
<u>Liabilities:</u>				
Accounts Payable	\$1,643	\$0	\$14,458	\$9,858
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	188	0	0	760
Interfund Payable	0	200,000	0	0
Matured Compensated Absences Payable	0	0	0	0
Total Liabilities	1,831	200,000	14,458	10,618
<u>Deferred Inflows of Resources:</u>				
Property and Other Local Taxes	0	0	551,399	0
Unavailable Revenue	0	0	459,941	0
Total Deferred Inflows of Resources	0	0	1,011,340	0
<u>Fund Balances:</u>				
Restricted	266,841	673,995	4,071,683	145,341
Unassigned (Deficit)	0	0	0	0
Total Fund Balances (Deficit)	266,841	673,995	4,071,683	145,341
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$268,672	\$873,995	\$5,097,481	\$155,959

Auxiliary Services Fund	Public School Preschool Fund	Data Communications Fund	Vocational Education Enhancement Fund	Alternative Schools Fund	Miscellaneous State Grants Fund
\$375,280	\$395,726	\$50,574	\$0	\$0	\$28,495
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	762,800	0	5,000	54,017	0
745	0	0	0	0	0
<u>\$376,025</u>	<u>\$1,158,526</u>	<u>\$50,574</u>	<u>\$5,000</u>	<u>\$54,017</u>	<u>\$28,495</u>
\$113,369	\$0	\$0	\$0	\$0	\$0
21,768	0	0	0	0	0
13,249	239,600	0	0	0	0
0	395,730	0	5,000	0	0
0	0	0	0	0	0
<u>148,386</u>	<u>635,330</u>	<u>0</u>	<u>5,000</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
0	522,515	0	0	54,017	0
0	522,515	0	0	54,017	0
227,639	681	50,574	0	0	28,495
0	0	0	0	0	0
<u>227,639</u>	<u>681</u>	<u>50,574</u>	<u>0</u>	<u>0</u>	<u>28,495</u>
<u>\$376,025</u>	<u>\$1,158,526</u>	<u>\$50,574</u>	<u>\$5,000</u>	<u>\$54,017</u>	<u>\$28,495</u>

(continued)

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2017
 (continued)

	Title VI-B Fund	Career Technical Education Fund	Title I School Improvement Stimulus A Fund
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$413,257	\$75,459	\$12,923
Cash and Cash Equivalents with Fiscal Agent	0	0	0
Receivables:			
Property and Other Local Taxes	0	0	0
Accounts	0	0	0
Intergovernmental	2,306,407	285,681	272,812
Accrued Interest	0	0	0
Total Assets	\$2,719,664	\$361,140	\$285,735
<u>Liabilities:</u>			
Accounts Payable	\$5,119	\$31,181	\$0
Accrued Wages and Benefits Payable	153,681	0	94,731
Intergovernmental Payable	44,408	0	17,025
Interfund Payable	523,266	95,979	0
Matured Compensated Absences Payable	683	0	0
Total Liabilities	727,157	127,160	111,756
<u>Deferred Inflows of Resources:</u>			
Property and Other Local Taxes	0	0	0
Unavailable Revenue	1,961,161	238,007	219,540
Total Deferred Inflows of Resources	1,961,161	238,007	219,540
<u>Fund Balances:</u>			
Restricted	31,346	0	0
Unassigned (Deficit)	0	(4,027)	(45,561)
Total Fund Balances (Deficit)	31,346	(4,027)	(45,561)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$2,719,664	\$361,140	\$285,735

Stimulus School Improvement Subsidy G Fund	Dropout Prevention and Intervention Fund	Title I Fund	EHA Preschool Grants for the Handicapped Fund	Title VI-R Classroom Size Reduction Fund	Miscellaneous Federal Grants Fund
\$96,320	\$26,952	\$907,599	\$2,541	\$228,836	\$60,259
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
698,752	116,481	4,118,591	37,683	1,198,283	156,103
0	0	0	0	0	0
<u>\$795,072</u>	<u>\$143,433</u>	<u>\$5,026,190</u>	<u>\$40,224</u>	<u>\$1,427,119</u>	<u>\$216,362</u>
\$80,358	\$3,338	\$188,535	\$0	\$36,505	\$4,480
45,586	8,531	750,424	11,427	153,049	0
10,941	1,527	128,873	1,703	22,303	0
132,551	53,590	750,000	3,148	373,452	88,428
0	0	12,292	0	0	0
<u>269,436</u>	<u>66,986</u>	<u>1,830,124</u>	<u>16,278</u>	<u>585,309</u>	<u>92,908</u>
0	0	0	0	0	0
<u>575,542</u>	<u>87,929</u>	<u>3,251,374</u>	<u>18,512</u>	<u>944,307</u>	<u>142,227</u>
<u>575,542</u>	<u>87,929</u>	<u>3,251,374</u>	<u>18,512</u>	<u>944,307</u>	<u>142,227</u>
0	0	0	5,434	0	0
<u>(49,906)</u>	<u>(11,482)</u>	<u>(55,308)</u>	<u>0</u>	<u>(102,497)</u>	<u>(18,773)</u>
<u>(49,906)</u>	<u>(11,482)</u>	<u>(55,308)</u>	<u>5,434</u>	<u>(102,497)</u>	<u>(18,773)</u>
<u>\$795,072</u>	<u>\$143,433</u>	<u>\$5,026,190</u>	<u>\$40,224</u>	<u>\$1,427,119</u>	<u>\$216,362</u>

(continued)

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2017
 (continued)

	Special Trust Fund	Food Service Fund	Welcome Stadium Fund	Total
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$202,875	\$12,598,254	\$159,213	\$20,108,462
Cash and Cash Equivalents with Fiscal Agent	0	0	0	873,995
<u>Receivables:</u>				
Property and Other Local Taxes	0	0	0	1,048,213
Accounts	0	20,582	0	20,582
Intergovernmental	0	0	0	10,012,610
Accrued Interest	0	12,248	0	12,993
Total Assets	\$202,875	\$12,631,084	\$159,213	\$32,076,855
<u>Liabilities:</u>				
Accounts Payable	\$0	\$126,449	\$74	\$615,367
Accrued Wages and Benefits Payable	0	72,965	252	1,312,414
Intergovernmental Payable	0	130,084	8,775	619,436
Interfund Payable	0	0	0	2,621,144
Matured Compensated Absences Payable	0	1,345	0	14,320
Total Liabilities	0	330,843	9,101	5,182,681
<u>Deferred Inflows of Resources:</u>				
Property and Other Local Taxes	0	0	0	551,399
Unavailable Revenue	0	0	0	8,475,072
Total Deferred Inflows of Resources	0	0	0	9,026,471
<u>Fund Balances:</u>				
Restricted	202,875	12,300,241	150,112	18,155,257
Unassigned (Deficit)	0	0	0	(287,554)
Total Fund Balances (Deficit)	202,875	12,300,241	150,112	17,867,703
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$202,875	\$12,631,084	\$159,213	\$32,076,855

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DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Other Grants Fund	Education Foundation Fund	Maintenance of Classroom Facilities Fund	District Managed Student Activities Fund
Revenues:				
Property and Other Local Taxes	\$0	\$0	\$593,171	\$0
Intergovernmental	0	0	649,078	0
Investment Earnings	0	98,739	0	0
Gifts and Donations	0	250	0	0
Customer Sales and Services	0	0	0	70
Extracurricular Activities	0	0	0	183,017
Miscellaneous	63,412	0	0	0
Total Revenues	63,412	98,989	1,242,249	183,087
Expenditures:				
Current:				
Instruction:				
Regular	3,871	0	0	0
Special	875	0	0	0
Vocational	0	0	0	0
Support Services:				
Pupils	11,377	0	0	0
Instructional Staff	4,912	0	938,348	0
Administration	0	10,632	0	0
Fiscal	0	0	12,035	0
Operation and Maintenance of Plant	0	0	1,297,562	0
Pupil Transportation	0	0	0	0
Central	2,410	0	0	0
Operation of Non-Instructional Services	0	1,000	14,458	0
Extracurricular Activities	405	0	0	144,821
Total Expenditures	23,850	11,632	2,262,403	144,821
Excess of Revenues Over (Under) Expenditures	39,562	87,357	(1,020,154)	38,266
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	39,562	87,357	(1,020,154)	38,266
Fund Balance (Deficit) at Beginning of Year	227,279	586,638	5,091,837	107,075
Fund Balance (Deficit) at End of Year	\$266,841	\$673,995	\$4,071,683	\$145,341

Auxiliary Services Fund	Public School Preschool Fund	Data Communications Fund	Vocational Education Enhancement Fund	Alternative Schools Fund	Miscellaneous State Grants Fund
\$0	\$0	\$0	\$0	\$0	\$0
1,663,890	881,485	50,400	6,200	96,137	0
5,932	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>1,669,822</u>	<u>881,485</u>	<u>50,400</u>	<u>6,200</u>	<u>96,137</u>	<u>0</u>
0	0	0	1,200	0	4,761
0	880,800	0	0	0	0
0	0	0	0	0	0
0	0	0	0	95,158	0
0	0	0	5,000	913	0
0	0	0	0	0	0
0	670	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	4,510	0	0	0
1,964,172	0	0	0	0	0
0	0	0	0	0	0
<u>1,964,172</u>	<u>881,470</u>	<u>4,510</u>	<u>6,200</u>	<u>96,071</u>	<u>4,761</u>
<u>(294,350)</u>	<u>15</u>	<u>45,890</u>	<u>0</u>	<u>66</u>	<u>(4,761)</u>
0	0	0	0	10	0
0	(21,441)	0	0	0	0
<u>0</u>	<u>(21,441)</u>	<u>0</u>	<u>0</u>	<u>10</u>	<u>0</u>
(294,350)	(21,426)	45,890	0	76	(4,761)
<u>521,989</u>	<u>22,107</u>	<u>4,684</u>	<u>0</u>	<u>(76)</u>	<u>33,256</u>
<u>\$227,639</u>	<u>\$681</u>	<u>\$50,574</u>	<u>\$0</u>	<u>\$0</u>	<u>\$28,495</u>

(continued)

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(continued)

	Race to the Top Fund	Title VI-B Fund	Career Technical Education Fund
Revenues:			
Property and Other Local Taxes	\$0	\$0	\$0
Intergovernmental	563	4,283,688	476,333
Investment Earnings	0	0	0
Gifts and Donations	0	0	0
Customer Sales and Services	0	0	0
Extracurricular Activities	0	0	0
Miscellaneous	0	0	0
Total Revenues	563	4,283,688	476,333
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Special	0	2,035,750	0
Vocational	0	0	393,550
Support Services:			
Pupils	0	1,057,391	16,847
Instructional Staff	0	836,940	29,739
Administration	0	58,430	31,000
Fiscal	0	74,993	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	0	1,303
Operation of Non-Instructional Services	0	190,007	0
Extracurricular Activities	0	0	0
Total Expenditures	0	4,253,511	472,439
Excess of Revenues Over (Under) Expenditures	563	30,177	3,894
Other Financing Sources (Uses):			
Transfers In	0	0	0
Transfers Out	(2,181)	0	(540)
Total Other Financing Sources (Uses)	(2,181)	0	(540)
Net Change in Fund Balance	(1,618)	30,177	3,354
Fund Balance (Deficit) at Beginning of Year	1,618	1,169	(7,381)
Fund Balance (Deficit) at End of Year	\$0	\$31,346	(\$4,027)

Title I School Improvement Stimulus A Fund	Stimulus School Improvement Subsidy G Fund	Dropout Prevention and Intervention Fund	Title I Fund	EHA Preschool Grants for the Handicapped Fund	Title VI-R Classroom Size Reduction Fund
\$0	\$0	\$0	\$0	\$0	\$0
1,753,898	270,817	166,180	14,043,841	205,048	1,916,914
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>1,753,898</u>	<u>270,817</u>	<u>166,180</u>	<u>14,043,841</u>	<u>205,048</u>	<u>1,916,914</u>
1,774,469	60,081	0	4,793,491	0	126,716
0	1,205	85,445	6,829,610	193,089	0
0	0	0	0	0	0
0	826	34,140	158,958	0	0
6,000	206,936	41,500	819,451	3,554	1,846,544
0	61,258	0	359,939	0	0
0	0	4,424	172,958	3,558	21,534
0	0	0	0	0	0
0	0	615	611,254	0	0
0	0	0	0	0	0
0	0	9,579	330,194	0	31,818
0	0	0	0	0	0
<u>1,780,469</u>	<u>330,306</u>	<u>175,703</u>	<u>14,075,855</u>	<u>200,201</u>	<u>2,026,612</u>
<u>(26,571)</u>	<u>(59,489)</u>	<u>(9,523)</u>	<u>(32,014)</u>	<u>4,847</u>	<u>(109,698)</u>
0	0	0	0	0	0
0	0	(1,629)	0	0	0
<u>0</u>	<u>0</u>	<u>(1,629)</u>	<u>0</u>	<u>0</u>	<u>0</u>
(26,571)	(59,489)	(11,152)	(32,014)	4,847	(109,698)
(18,990)	9,583	(330)	(23,294)	587	7,201
<u>(\$45,561)</u>	<u>(\$49,906)</u>	<u>(\$11,482)</u>	<u>(\$55,308)</u>	<u>\$5,434</u>	<u>(\$102,497)</u>

(continued)

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
(continued)

	Miscellaneous Federal Grants Fund	Special Trust Fund	Food Service Fund	Welcome Stadium Fund	Total
Revenues:					
Property and Other Local Taxes	\$0	\$0	\$0	\$0	\$593,171
Intergovernmental	316,254	0	9,924,823	0	36,705,549
Investment Earnings	0	0	99,380	0	204,051
Gifts and Donations	0	0	0	0	250
Customer Sales and Services	0	0	1,012,918	0	1,012,988
Extracurricular Activities	0	0	11	400,361	583,389
Miscellaneous	0	0	82,384	1,090	146,886
Total Revenues	316,254	0	11,119,516	401,451	39,246,284
Expenditures:					
Current:					
Instruction:					
Regular	0	0	0	0	6,764,589
Special	269,775	0	0	0	10,296,549
Vocational	0	0	0	0	393,550
Support Services:					
Pupils	30,617	0	0	0	1,405,314
Instructional Staff	5,861	0	0	0	4,745,698
Administration	15,795	0	0	0	537,054
Fiscal	2,313	0	98,247	0	390,732
Operation and Maintenance of Plant	0	0	6,724	65,585	1,369,871
Pupil Transportation	10,770	0	0	0	622,639
Central	0	0	0	0	8,223
Operation of Non-Instructional Services	0	0	8,531,856	0	11,073,084
Extracurricular Activities	0	0	0	326,027	471,253
Total Expenditures	335,131	0	8,636,827	391,612	38,078,556
Excess of Revenues Over (Under) Expenditures	(18,877)	0	2,482,689	9,839	1,167,728
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	10
Transfers Out	0	0	0	0	(25,791)
Total Other Financing Sources (Uses)	0	0	0	0	(25,781)
Net Change in Fund Balance	(18,877)	0	2,482,689	9,839	1,141,947
Fund Balance (Deficit) at Beginning of Year	104	202,875	9,817,552	140,273	16,725,756
Fund Balance (Deficit) at End of Year	(\$18,773)	\$202,875	\$12,300,241	\$150,112	\$17,867,703

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DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 JUNE 30, 2017

	Permanent Improvement Fund
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	\$19,067,792
Receivables:	
Property and Other Local Taxes	1,048,213
Total Assets	\$20,116,005
<u>Deferred Inflows of Resources:</u>	
Property and Other Local Taxes	\$551,399
Unavailable Revenue	459,941
Total Deferred Inflows of Resources	1,011,340
<u>Fund Balances:</u>	
Restricted	19,104,665
Total Deferred Inflows of Resources and Fund Balance	\$20,116,005

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Permanent Improvement Fund	Classroom Facilities Fund	Total Nonmajor Capital Projects Funds
Revenues:			
Property and Other Local Taxes	\$593,171	\$0	\$593,171
Intergovernmental	170,009	0	170,009
Investment Earnings	0	13,307	13,307
	<u>763,180</u>	<u>13,307</u>	<u>776,487</u>
Total Revenues			
Expenditures:			
Support Services:			
Fiscal	12,640	0	12,640
Debt Service:			
Principal Retirement	1,235,000	10,000,000	11,235,000
Interest and Fiscal Charges	611,325	0	611,325
	<u>1,858,965</u>	<u>10,000,000</u>	<u>11,858,965</u>
Total Expenditures			
Excess of Revenues Under Expenditures	<u>(1,095,785)</u>	<u>(9,986,693)</u>	<u>(11,082,478)</u>
Net Change in Fund Balance	(1,095,785)	(9,986,693)	(11,082,478)
Fund Balance at Beginning of Year	<u>20,200,450</u>	<u>9,986,693</u>	<u>30,187,143</u>
Fund Balance at End of Year	<u><u>\$19,104,665</u></u>	<u><u>\$0</u></u>	<u><u>\$19,104,665</u></u>

Internal Service Funds

INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of services provided by one department to other department of the School District on a cost-reimbursement basis.

Warehouse Fund

A fund used to account for and report the intra-district function of central warehousing for the School District.

Self-Insurance Fund

To account for and report the payment of all School District employees' health and dental insurance claims.

Retrospective Workers' Comp Fund

To account for and report the accumulation of resources from the funds in which employees are paid which will be used to pay the premiums and claims related to the School District's participation in the Ohio Bureau of Workers' Compensation Retrospective Rating Program.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
COMBINING STATEMENT OF FUND NET POSITION
ALL INTERNAL SERVICE FUNDS
JUNE 30, 2017

	Warehouse Fund	Self- Insurance Fund	Retrospective Workers' Comp Fund	Total
Assets:				
Current Assets:				
Equity in Pooled Cash and Cash Equivalents	\$67,948	\$26,676,781	\$4,335,216	\$31,079,945
Prepaid Items	0	0	740,986	740,986
Total Assets	<u>67,948</u>	<u>26,676,781</u>	<u>5,076,202</u>	<u>31,820,931</u>
Liabilities:				
Current Liabilities:				
Accounts Payable	4,230	0	53,158	57,388
Accrued Wages and Benefits Payable	0	0	4,186	4,186
Intergovernmental Payable	0	0	1,702	1,702
Accrued Vacation Leave Payable	0	0	4,606	4,606
Claims Payable	0	2,475,000	209,417	2,684,417
Compensated Absences Payable	0	0	1,443	1,443
Total Current Liabilities	<u>4,230</u>	<u>2,475,000</u>	<u>274,512</u>	<u>2,753,742</u>
Non-Current Liabilities:				
Claims Payable	0	0	1,065,069	1,065,069
Compensated Absences Payable	0	0	9,743	9,743
Total Non-Current Liabilities	<u>0</u>	<u>0</u>	<u>1,074,812</u>	<u>1,074,812</u>
Total Liabilities	<u>4,230</u>	<u>2,475,000</u>	<u>1,349,324</u>	<u>3,828,554</u>
Net Position:				
Unrestricted	<u>\$63,718</u>	<u>\$24,201,781</u>	<u>\$3,726,878</u>	<u>\$27,992,377</u>

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Warehouse Fund	Self- Insurance Fund	Retrospective Workers' Comp Fund	Total
Operating Revenues:				
Charges for Services	\$0	\$26,300,007	\$1,127,789	\$27,427,796
Other Revenues	0	249	1,461	1,710
Total Operating Revenues	0	26,300,256	1,129,250	27,429,506
Operating Expenses:				
Salaries	0	0	51,358	51,358
Fringe Benefits	0	0	23,262	23,262
Purchased Services	19,745	1,523,437	996,088	2,539,270
Claims	0	19,572,329	520,090	20,092,419
Supplies and Materials	4,334	0	0	4,334
Total Operating Expenses	24,079	21,095,766	1,590,798	22,710,643
Change in Net Position	(24,079)	5,204,490	(461,548)	4,718,863
Net Position at Beginning of Year	87,797	18,997,291	4,188,426	23,273,514
Net Position at End of Year	<u>\$63,718</u>	<u>\$24,201,781</u>	<u>\$3,726,878</u>	<u>\$27,992,377</u>

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Warehouse Fund	Self-Insurance Fund	Retrospective Workers' Comp Fund	Total
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities:				
Cash Received from Interfund Services Provided	\$0	\$26,300,256	\$1,127,789	\$27,428,045
Cash Received from Other Operating Revenues	0	0	1,461	1,461
Cash Payments to Suppliers for Goods	(20,116)	(1,523,437)	(1,724,700)	(3,268,253)
Cash Payments to Employees for Services and Benefits	0	0	(107,495)	(107,495)
Cash Payments for Claims	0	(19,630,329)	(849,476)	(20,479,805)
Net Increase (Decrease) in Cash and Cash Equivalents	(20,116)	5,146,490	(1,552,421)	3,573,953
Cash and Cash Equivalents Beginning of Year	88,064	21,530,291	5,887,637	27,505,992
Cash and Cash Equivalents End of Year	\$67,948	\$26,676,781	\$4,335,216	\$31,079,945
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Operating Income (Loss)	(\$24,079)	\$5,204,490	(\$461,548)	\$4,718,863
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Increase in Prepaid Items	0	0	(740,986)	(740,986)
Increase (Decrease) in Accounts Payable	3,963	0	(13,412)	(9,449)
Decrease in Accrued Wages and Benefits Payable	0	0	(1,442)	(1,442)
Decrease in Intergovernmental Payable	0	0	(2,575)	(2,575)
Decrease in Accrued Vacation Leave Payable	0	0	(3,376)	(3,376)
Decrease in Claims Payable	0	(58,000)	(329,386)	(387,386)
Increase in Compensated Absences Payable	0	0	304	304
Net Cash Provided by (Used for) Operating Activities	(\$20,116)	\$5,146,490	(\$1,552,421)	\$3,573,953

Fiduciary Fund

AGENCY FUND

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

OHSAA District Managed Activity Fund

To account for and report those assets held by the School District as an agent for Ohio High School Athletic Association.

Student Managed Activities Fund

To account for and report the resources that belong to the various student groups in the School District. This fund accounts for student activity programs which have student participation in the activity and have students involved in the management of the program.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
OHSAA District Managed Activity Fund				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$172,736	\$23,436	\$37,163	\$159,009
Liabilities:				
Undistributed Monies	\$172,736	\$23,436	\$37,163	\$159,009
Student Managed Activities Fund				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$200,650	\$155,246	\$137,052	\$218,844
Liabilities:				
Due to Students	\$200,650	\$155,246	\$137,052	\$218,844
Total				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$373,386	\$178,682	\$174,215	\$377,853
Liabilities:				
Undistributed Monies	\$172,736	\$23,436	\$37,163	\$159,009
Due to Students	200,650	155,246	137,052	218,844
Total Liabilities	\$373,386	\$178,682	\$174,215	\$377,853

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BOND RETIREMENT FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Property and Other Local Taxes	\$16,306,669	\$16,306,601	(\$68)
Intergovernmental	3,652,244	3,622,384	(29,860)
Total Revenues	<u>19,958,913</u>	<u>19,928,985</u>	<u>(29,928)</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	344,500	344,342	158
Debt Service:			
Principal Retirement	9,205,000	9,205,000	0
Interest and Fiscal Charges	9,700,758	7,572,725	2,128,033
Total Expenditures	<u>19,250,258</u>	<u>17,122,067</u>	<u>2,128,191</u>
Excess of Revenues Over Expenditures	<u>708,655</u>	<u>2,806,918</u>	<u>2,098,263</u>
Other Financing Sources (Uses):			
Advances In	3,902,361	3,902,361	0
Advances Out	(3,902,361)	(3,902,361)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	708,655	2,806,918	2,098,263
Fund Balance at Beginning of Year	<u>1,999,347</u>	<u>1,999,347</u>	<u>0</u>
Fund Balance at End of Year	<u>\$2,708,002</u>	<u>\$4,806,265</u>	<u>\$2,098,263</u>

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
OTHER GRANTS FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Miscellaneous	\$67,000	\$63,412	(\$3,588)
Expenditures:			
Current:			
Instruction:			
Regular	37,839	5,423	32,416
Special	10,914	875	10,039
Support Services:			
Pupils	197,543	38,747	158,796
Instructional Staff	36,621	11,097	25,524
Administration	340	0	340
Operation and Maintenance of Plant	370	0	370
Central	6,430	2,410	4,020
Total Expenditures	290,057	58,552	231,505
Net Change in Fund Balance	(223,057)	4,860	227,917
Fund Balance at Beginning of Year	220,234	220,234	0
Prior Year Encumbrances Appropriated	8,481	8,481	0
Fund Balance at End of Year	\$5,658	\$233,575	\$227,917

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
MAINTENANCE OF CLASSROOM FACILITIES FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Property and Other Local Taxes	\$590,143	\$589,406	(\$737)
Intergovernmental	650,770	649,079	(1,691)
Total Revenues	<u>1,240,913</u>	<u>1,238,485</u>	<u>(2,428)</u>
Expenditures:			
Current:			
Support Services:			
Instructional Staff	1,537,291	1,537,243	48
Fiscal	13,200	12,035	1,165
Operation and Maintenance of Plant	1,940,067	1,432,429	507,638
Total Expenditures	<u>3,490,558</u>	<u>2,981,707</u>	<u>508,851</u>
Net Change in Fund Balance	(2,249,645)	(1,743,222)	506,423
Fund Balance at Beginning of Year	4,039,852	4,039,852	0
Prior Year Encumbrances Appropriated	1,675,859	1,675,859	0
Fund Balance at End of Year	<u><u>\$3,466,066</u></u>	<u><u>\$3,972,489</u></u>	<u><u>\$506,423</u></u>

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DISTRICT MANAGED STUDENT ACTIVITIES FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Extracurricular Activities	\$187,175	\$183,343	(\$3,832)
Customer Sales and Services	0	70	70
Total Revenues	<u>187,175</u>	<u>183,413</u>	<u>(3,762)</u>
Expenditures:			
Current:			
Extracurricular Activities	<u>299,307</u>	<u>161,519</u>	<u>137,788</u>
Net Change in Fund Balance	(112,132)	21,894	134,026
Fund Balance at Beginning of Year	86,837	86,837	0
Prior Year Encumbrances Appropriated	<u>20,292</u>	<u>20,292</u>	<u>0</u>
Fund Balance at End of Year	<u><u>(\$5,003)</u></u>	<u><u>\$129,023</u></u>	<u><u>\$134,026</u></u>

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
AUXILIARY SERVICES FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$1,661,397	\$1,663,891	\$2,494
Interest	8,558	6,064	(2,494)
Total Revenues	1,669,955	1,669,955	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	2,357,317	2,292,549	64,768
Net Change in Fund Balance	(687,362)	(622,594)	64,768
Fund Balance at Beginning of Year	310,527	310,527	0
Prior Year Encumbrances Appropriated	411,898	411,898	0
Fund Balance at End of Year	<u>\$35,063</u>	<u>\$99,831</u>	<u>\$64,768</u>

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
PUBLIC SCHOOL PRESCHOOL FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$765,470	\$765,470	\$0
Expenditures:			
Current:			
Instruction:			
Special	1,153,730	1,153,730	0
Support Services:			
Fiscal	670	670	0
Total Expenditures	1,154,400	1,154,400	0
Excess of Revenues Under Expenditures	(388,930)	(388,930)	0
Other Financing Sources (Uses):			
Transfers Out	(21,442)	(21,442)	0
Advances In	395,730	395,730	0
Advances Out	(150,517)	(150,517)	0
Total Other Financing Sources (Uses)	223,771	223,771	0
Net Change in Fund Balance	(165,159)	(165,159)	0
Fund Balance (Deficit) at Beginning of Year	(6,799)	(6,799)	0
Prior Year Encumbrances Appropriated	171,958	171,958	
Fund Balance at End of Year	\$0	\$0	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DATA COMMUNICATIONS FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$50,400	\$50,400	\$0
Expenditures:			
Current:			
Support Services:			
Central	78,585	78,410	175
Net Change in Fund Balance	(28,185)	(28,010)	175
Fund Balance at Beginning of Year	85	85	0
Prior Year Encumbrances Appropriated	28,100	28,100	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$175</u>	<u>\$175</u>

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
VOCATIONAL EDUCATION ENHANCEMENT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$7,019	\$2,019	(\$5,000)
Expenditures:			
Current:			
Instruction:			
Regular	2,019	2,019	0
Support Services:			
Instructional Staff	5,000	5,000	0
Total Expenditures	7,019	7,019	0
Excess of Revenues Under Expenditures	0	(5,000)	(5,000)
Other Financing Uses:			
Advances Out	(2,820)	(2,820)	0
Net Change in Fund Balance	(2,820)	(7,820)	(5,000)
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	2,820	2,820	0
Fund Balance (Deficit) at End of Year	\$0	(\$5,000)	(\$5,000)

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ALTERNATIVE SCHOOLS FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$97,580	\$97,570	(\$10)
Expenditures:			
Current:			
Support Services:			
Pupils	95,224	95,224	0
Instructional Staff	913	913	0
Total Expenditures	96,137	96,137	0
Excess of Revenues Over Expenditures	1,443	1,433	(10)
Other Financing Sources (Uses):			
Transfers In	0	10	10
Advances Out	(4,750)	(4,750)	0
Total Other Financing Sources (Uses)	(4,750)	(4,740)	10
Net Change in Fund Balance	(3,307)	(3,307)	0
Fund Balance (Deficit) at Beginning of Year	(1,436)	(1,436)	0
Prior Year Encumbrances Appropriated	4,743	4,743	0
Fund Balance at End of Year	\$0	\$0	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 MISCELLANEOUS STATE GRANTS FUND - BUDGET AND ACTUAL (NON-GAAP)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Instruction:			
Regular	18,628	5,191	13,437
Support Services:			
Central	14,630	0	14,630
Net Change in Fund Balance	(33,258)	(5,191)	28,067
Fund Balance at Beginning of Year	33,258	33,258	0
Fund Balance at End of Year	\$0	\$28,067	\$28,067

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
RACE TO THE TOP FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:	\$0	\$0	\$0
Expenditures:	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Uses:			
Transfers Out	<u>(2,181)</u>	<u>(2,181)</u>	<u>0</u>
Net Change in Fund Balance	(2,181)	(2,181)	0
Fund Balance at Beginning of Year	2,179	2,179	0
Prior Year Encumbrances Appropriated	<u>2</u>	<u>2</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TITLE VI-B FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$4,121,261	\$4,121,261	\$0
Expenditures:			
Current:			
Instruction:			
Special	2,093,211	2,093,211	0
Support Services:			
Pupils	1,439,471	1,439,471	0
Instructional Staff	923,683	923,683	0
Administration	59,203	59,203	0
Fiscal	74,993	74,993	0
Operation of Non-Instructional Services	208,879	208,879	0
Total Expenditures	4,799,440	4,799,440	0
Excess of Revenues Under Expenditures	(678,179)	(678,179)	0
Other Financing Sources (Uses):			
Advances In	523,266	523,266	0
Advances Out	(182,848)	(182,848)	0
Total Other Financing Sources (Uses)	340,418	340,418	0
Net Change in Fund Balance	(337,761)	(337,761)	0
Fund Balance at Beginning of Year	5	5	0
Prior Year Encumbrances Appropriated	337,756	337,756	0
Fund Balance at End of Year	\$0	\$0	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
CAREER TECHNICAL EDUCATION FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$459,529	\$459,529	\$0
Expenditures:			
Current:			
Instruction:			
Vocational	460,924	460,924	0
Support Services:			
Pupils	19,676	19,676	0
Instructional Staff	35,066	35,066	0
Administration	31,000	31,000	0
Central	2,893	2,893	0
Total Expenditures	549,559	549,559	0
Excess of Revenues Under Expenditures	(90,030)	(90,030)	0
Other Financing Sources (Uses):			
Transfers Out	(540)	(540)	0
Advances In	95,979	95,979	0
Advances Out	(31,210)	(31,210)	0
Total Other Financing Sources (Uses)	64,229	64,229	0
Net Change in Fund Balance	(25,801)	(25,801)	0
Fund Balance (Deficit) at Beginning of Year	(5,408)	(5,408)	0
Prior Year Encumbrances Appropriated	31,209	31,209	0
Fund Balance at End of Year	\$0	\$0	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TITLE I SCHOOL IMPROVEMENT STIMULUS A FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$1,802,325	\$1,802,325	\$0
Expenditures:			
Current:			
Instruction:			
Other	1,833,121	1,833,121	0
Support Services:			
Instructional Staff	6,087	6,087	0
Total Expenditures	1,839,208	1,839,208	0
Net Change in Fund Balance	(36,883)	(36,883)	0
Fund Balance at Beginning of Year	46,443	46,443	0
Fund Balance at End of Year	\$9,560	\$9,560	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
STIMULUS SCHOOL IMPROVEMENT SUBSIDY G FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$332,878	\$332,878	\$0
Expenditures:			
Current:			
Instruction:			
Special	1,405	1,405	0
Other	109,073	109,073	0
Support Services:			
Pupils	4,664	4,664	0
Instructional Staff	185,638	185,638	0
Administration	55,539	55,539	0
Total Expenditures	356,319	356,319	0
Excess of Revenues Under Expenditures	(23,441)	(23,441)	0
Other Financing Sources (Uses):			
Advances In	132,551	132,551	0
Advances Out	(130,508)	(130,508)	0
Total Other Financing Sources (Uses)	2,043	2,043	0
Net Change in Fund Balance	(21,398)	(21,398)	0
Fund Balance (Deficit) at Beginning of Year	(109,110)	(109,110)	0
Prior Year Encumbrances Appropriated	130,508	130,508	0
Fund Balance at End of Year	\$0	\$0	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DROPOUT PREVENTION AND INTERVENTION FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$171,751	\$171,751	\$0
Expenditures:			
Current:			
Instruction:			
Special	87,485	87,485	0
Support Services:			
Pupils	37,504	37,504	0
Instructional Staff	56,719	56,719	0
Fiscal	4,424	4,424	0
Pupil Transportation	1,000	1,000	0
Operation of Non-Instructional Services	14,850	14,850	0
Total Expenditures	201,982	201,982	0
Excess of Revenues Under Expenditures	(30,231)	(30,231)	0
Other Financing Sources (Uses):			
Transfers Out	(1,629)	(1,629)	0
Advances In	53,590	53,590	0
Advances Out	(29,262)	(29,262)	0
Total Other Financing Sources (Uses)	22,699	22,699	0
Net Change in Fund Balance	(7,532)	(7,532)	0
Fund Balance (Deficit) at Beginning of Year	(20,185)	(20,185)	0
Prior Year Encumbrances Appropriated	29,264	29,264	0
Fund Balance at End of Year	\$1,547	\$1,547	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TITLE I FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$14,013,823	\$14,013,823	\$0
Expenditures:			
Current:			
Instruction:			
Special	7,473,333	7,473,333	0
Other Instruction	4,717,691	4,717,691	0
Support Services:			
Pupils	174,703	174,703	0
Instructional Staff	841,882	841,882	0
Administration	389,539	389,539	0
Fiscal	172,958	172,958	0
Pupil Transportation	665,966	665,966	0
Operation of Non-Instructional Services	399,011	399,011	0
Total Expenditures	14,835,083	14,835,083	0
Excess of Revenues Under Expenditures	(821,260)	(821,260)	0
Other Financing Sources (Uses):			
Advances In	750,000	750,000	0
Advances Out	(289,072)	(289,072)	0
Total Other Financing Sources (Uses)	460,928	460,928	0
Net Change in Fund Balance	(360,332)	(360,332)	0
Fund Balance at Beginning of Year	1,205	1,205	0
Prior Year Encumbrances Appropriated	405,233	405,233	0
Fund Balance at End of Year	\$46,106	\$46,106	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
EHA PRESCHOOL GRANTS FOR THE HANDICAPPED FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$202,546	\$202,546	\$0
Expenditures:			
Current:			
Instruction:			
Special	202,908	202,908	0
Support Services:			
Instructional Staff	3,800	3,800	0
Fiscal	3,559	3,559	0
Total Expenditures	210,267	210,267	0
Excess of Revenues Under Expenditures	(7,721)	(7,721)	0
Other Financing Sources:			
Advances In	3,148	3,148	0
Net Change in Fund Balance	(4,573)	(4,573)	0
Fund Balance at Beginning of Year	4,573	4,573	0
Fund Balance at End of Year	\$0	\$0	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TITLE VI-R CLASSROOM SIZE REDUCTION FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$1,845,112	\$1,845,112	\$0
Expenditures:			
Current:			
Instruction:			
Other	117,081	117,081	0
Support Services:			
Instructional Staff	1,942,512	1,942,512	0
Fiscal	21,534	21,534	0
Operation of Non-Instructional Services	41,292	41,292	0
Total Expenditures	2,122,419	2,122,419	0
Excess of Revenues Under Expenditures	(277,307)	(277,307)	0
Other Financing Sources (Uses):			
Advances In	373,452	373,452	0
Advances Out	(575)	(575)	0
Total Other Financing Sources (Uses)	372,877	372,877	0
Net Change in Fund Balance	95,570	95,570	0
Fund Balance (Deficit) at Beginning of Year	(96,148)	(96,148)	0
Prior Year Encumbrances Appropriated	578	578	0
Fund Balance at End of Year	\$0	\$0	\$0

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
MISCELLANEOUS FEDERAL GRANTS FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$316,505	\$316,505	\$0
Expenditures:			
Current:			
Instruction:			
Special	126,145	126,145	0
Other	173,042	173,042	0
Support Services:			
Pupils	41,847	39,579	2,268
Instructional Staff	13,433	13,433	0
Administration	15,795	15,795	0
Fiscal	2,313	2,313	0
Pupil Transportation	10,805	10,805	0
Total Expenditures	383,380	381,112	2,268
Excess of Revenues Under Expenditures	(66,875)	(64,607)	2,268
Other Financing Sources (Uses):			
Advances In	88,429	88,429	0
Advances Out	(36,714)	(36,714)	0
Total Other Financing Sources (Uses)	51,715	51,715	0
Net Change in Fund Balance	(15,160)	(12,892)	2,268
Fund Balance at Beginning of Year	22,786	22,786	0
Prior Year Encumbrances Appropriated	4,242	4,242	0
Fund Balance at End of Year	\$11,868	\$14,136	\$2,268

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL TRUST FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:	\$0	\$0	\$0
Expenditures:			
Current:			
Support Services:			
Pupils	195,135	0	195,135
Instructional Staff	7,740	0	7,740
Total Expenditures	202,875	0	202,875
Net Change in Fund Balance	(202,875)	0	202,875
Fund Balance at Beginning of Year	202,875	202,875	0
Fund Balance at End of Year	\$0	\$202,875	\$202,875

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOOD SERVICE FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Intergovernmental	\$9,950,450	\$9,924,823	(\$25,627)
Interest	125,000	101,329	(23,671)
Customer Sales and Services	1,010,650	1,012,918	2,268
Extracurricular Activities	0	11	11
Miscellaneous	65,000	61,802	(3,198)
Total Revenues	11,151,100	11,100,883	(50,217)
Expenditures:			
Current:			
Support Services:			
Fiscal	98,247	98,247	0
Operation of Non-Instructional Services	16,657,995	10,396,792	6,261,203
Total Expenditures	16,756,242	10,495,039	6,261,203
Net Change in Fund Balance	(5,605,142)	605,844	6,210,986
Fund Balance at Beginning of Year	9,159,603	9,159,603	0
Prior Year Encumbrances Appropriated	1,278,744	1,278,744	0
Fund Balance at End of Year	\$4,833,205	\$11,044,191	\$6,210,986

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
WELCOME STADIUM FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Extracurricular Activities	\$406,350	\$401,215	(\$5,135)
Miscellaneous	1,100	1,090	(10)
Total Revenues	<u>407,450</u>	<u>402,305</u>	<u>(5,145)</u>
Expenditures:			
Current:			
Support Services:			
Operation and Maintenance of Plant	64,789	64,789	0
Extracurricular Activities	369,104	353,477	15,627
Total Expenditures	<u>433,893</u>	<u>418,266</u>	<u>15,627</u>
Net Change in Fund Balance	(26,443)	(15,961)	10,482
Fund Balance at Beginning of Year	123,454	123,454	0
Prior Year Encumbrances Appropriated	<u>23,894</u>	<u>23,894</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$120,905</u></u>	<u><u>\$131,387</u></u>	<u><u>\$10,482</u></u>

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
UNIFORM SCHOOL SUPPLIES FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Extracurricular Activities	\$315	\$281	(\$34)
Expenditures:			
Current:			
Instruction:			
Regular	31,029	5,012	26,017
Net Change in Fund Balance	(30,714)	(4,731)	25,983
Fund Balance at Beginning of Year	30,548	30,548	0
Prior Year Encumbrances Appropriated	200	200	0
Fund Balance at End of Year	\$34	\$26,017	\$25,983

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 OTHER GRANT ROTARY FUND - BUDGET (NON-GAAP) AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Extracurricular Activities	\$13,230	\$13,100	(\$130)
Expenditures:			
Current:			
Instruction:			
Regular	<u>101,204</u>	<u>6,925</u>	<u>94,279</u>
Net Change in Fund Balance	(87,974)	6,175	94,149
Fund Balance at Beginning of Year	<u>88,604</u>	<u>88,604</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$630</u></u>	<u><u>\$94,779</u></u>	<u><u>\$94,149</u></u>

DAYTON SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
PUBLIC SCHOOL SUPPORT FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Extracurricular Activities	\$146,100	\$140,094	(\$6,006)
Miscellaneous	5,400	3,571	(1,829)
Total Revenues	<u>151,500</u>	<u>143,665</u>	<u>(7,835)</u>
Expenditures:			
Current:			
Instruction:			
Regular	788,051	309,032	479,019
Special	2,461	745	1,716
Adult/Continuing	80,932	0	80,932
Support Services:			
Instructional Staff	6,250	727	5,523
Operation and Maintenance of Plant	285	0	285
Extracurricular Activities	3,250	400	2,850
Total Expenditures	<u>881,229</u>	<u>310,904</u>	<u>570,325</u>
Excess of Revenues Under Expenditures	(729,729)	(167,239)	562,490
Other Financing Uses:			
Refund of Prior Year Expenditures	(500)	(500)	0
Net Change in Fund Balance	(730,229)	(167,739)	562,490
Fund Balance at Beginning of Year	621,108	621,108	0
Prior Year Encumbrances Appropriated	<u>119,553</u>	<u>119,553</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$10,432</u></u>	<u><u>\$572,922</u></u>	<u><u>\$562,490</u></u>

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
PERMANENT IMPROVEMENT FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Taxes	\$600,143	\$589,406	(\$10,737)
Intergovernmental	170,857	170,009	(848)
Total Revenues	771,000	759,415	(11,585)
Expenditures:			
Current:			
Support Services:			
Fiscal	47,575	12,640	34,935
Debt Service:			
Principal Retirement	1,235,000	1,235,000	0
Interest and Fiscal Charges	611,325	611,325	0
Total Expenditures	1,893,900	1,858,965	34,935
Net Change in Fund Balance	(1,122,900)	(1,099,550)	23,350
Fund Balance at Beginning of Year	20,167,358	20,167,358	0
Fund Balance at End of Year	\$19,044,458	\$19,067,808	\$23,350

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
WAREHOUSE FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:	\$0	\$0	\$0
Expenses:			
Purchased Services	82,064	28,382	53,682
Supplies and Materials	6,000	5,058	942
Total Expenses	88,064	33,440	54,624
Net Change in Fund Equity	(88,064)	(33,440)	54,624
Fund Equity at Beginning of Year	86,145	86,145	0
Prior Year Encumbrances Appropriated	1,919	1,919	0
Fund Equity at End of Year	\$0	\$54,624	\$54,624

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
SELF-INSURANCE FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$26,300,000	\$26,300,007	\$7
Other Revenue	250	249	(1)
Total Revenues	<u>26,300,250</u>	<u>26,300,256</u>	<u>6</u>
Expenses:			
Purchased Services	2,220,071	1,524,173	695,898
Claims	23,780,000	19,630,329	4,149,671
Other	10,000	0	10,000
Total Expenses	<u>26,010,071</u>	<u>21,154,502</u>	<u>4,855,569</u>
Net Change in Fund Equity	290,179	5,145,754	4,855,575
Fund Equity at Beginning of Year	21,520,219	21,520,219	0
Prior Year Encumbrances Appropriated	<u>10,072</u>	<u>10,072</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$21,820,470</u></u>	<u><u>\$26,676,045</u></u>	<u><u>\$4,855,575</u></u>

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
RETROSPECTIVE WORKERS' COMP FUND - BUDGET AND ACTUAL (NON-GAAP)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

	Final Budget	Actual	Variance with Final Budget
Revenues:			
Charges for Services	\$1,130,000	\$1,127,789	(\$2,211)
Other Revenue	0	1,461	1,461
Total Revenues	<u>1,130,000</u>	<u>1,129,250</u>	<u>(750)</u>
Expenses:			
Salaries	85,088	85,088	0
Fringe Benefits	33,162	22,407	10,755
Purchased Services	616,586	351,553	265,033
Other	2,331,486	2,331,448	38
Total Expenses	<u>3,066,322</u>	<u>2,790,496</u>	<u>275,826</u>
Net Change in Fund Equity	(1,936,322)	(1,661,246)	275,076
Fund Equity at Beginning of Year	5,819,172	5,819,172	0
Prior Year Encumbrances Appropriated	<u>68,465</u>	<u>68,465</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$3,951,315</u></u>	<u><u>\$4,226,391</u></u>	<u><u>\$275,076</u></u>

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STATISTICAL SECTION

This part of the 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.

Contents:

Financial Trends

These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time. These schedules can be found on pages 136 to 145.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the School District's most significant local revenue source, the property tax. These schedules can be found on pages 146 to 153.

Debt Capacity

These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt, as well as, the School District's ability to issue additional debt in the future. These schedules can be found on pages 154 to 159.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the School District's financial activities take place. These schedules can be found on pages 160 to 161.

Operating Information

These schedules contain information about the School District's operation and resources to help the reader understand how the School District's financial information relates to the services provided and activities performed. These schedules can be found on pages 162 to 167.

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

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Net Position:				
Net Investment in Capital Assets	\$156,806,490	\$204,395,827	\$274,083,127	\$239,262,065
Restricted	165,443,307	141,858,409	80,259,977	106,882,904
Unrestricted (Deficit)	<u>19,671,988</u>	<u>18,542,406</u>	<u>25,248,921</u>	<u>47,908,184</u>
Total Net Position	<u>\$341,921,785</u>	<u>\$364,796,642</u>	<u>\$379,592,025</u>	<u>\$394,053,153</u>

(1) The School District implemented GASB 68 in fiscal year 2015. The effects of GASB 68 are first reflected in 2014.

(2) Restated for Capital Assets

<u>2012</u>	<u>2013</u>	<u>2014 (1)</u>	<u>2015 (1)</u>	<u>2016 (2)</u>	<u>2017</u>
\$262,446,792	\$254,064,580	\$250,180,477	\$242,654,442	\$224,381,505	\$236,749,978
66,107,281	74,987,306	81,075,660	69,804,020	70,332,894	56,255,643
<u>46,815,756</u>	<u>36,993,228</u>	<u>(214,121,742)</u>	<u>(189,844,884)</u>	<u>(162,246,002)</u>	<u>(131,198,472)</u>
<u><u>\$375,369,829</u></u>	<u><u>\$366,045,114</u></u>	<u><u>\$117,134,395</u></u>	<u><u>\$122,613,578</u></u>	<u><u>\$132,468,397</u></u>	<u><u>\$161,807,149</u></u>

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	2008	2009	2010	2011
Program Revenues:				
Charges for Services and Sales:				
Regular Instruction	\$1,341,082	\$2,386,406	\$1,789,584	\$3,220,136
Special Instruction	100,636	0	0	0
Vocational	0	0	0	0
Adult/Continuing	0	0	0	0
Pupils	0	0	0	0
Instructional Staff	0	0	0	0
Operation & Maintenance of Plant	0	0	0	0
Non-Instructional Services	1,510,104	1,751,167	1,475,801	1,227,808
Extracurricular Activities	1,144,216	636,536	628,574	686,070
Other	1,064,374	305,335	745,087	915,281
Total Charges for Services and Sales	<u>5,160,412</u>	<u>5,079,444</u>	<u>4,639,046</u>	<u>6,049,295</u>
Operating Grants and Contributions	59,341,676	66,429,355	57,533,689	29,137,438
Capital Grants and Contributions	<u>443,277</u>	<u>939,577</u>	<u>0</u>	<u>0</u>
Total Program Revenues	<u>64,945,365</u>	<u>72,448,376</u>	<u>62,172,735</u>	<u>35,186,733</u>
Expenses:				
Instruction	95,084,453	98,856,366	96,506,253	95,366,779
Pupils	10,155,766	10,819,918	9,677,972	11,333,241
Instructional Staff	13,464,968	15,699,017	18,484,817	17,859,066
Board of Education	1,525,305	703,373	1,083,663	747,968
Administration	12,003,326	16,305,055	18,587,883	15,189,457
Fiscal	4,289,621	3,779,802	3,700,471	3,614,243
Business	2,145,686	1,682,577	1,500,067	1,543,948
Operation and Maintenance of Plant	22,628,479	22,091,652	22,163,606	20,595,511
Pupil Transportation	18,765,970	15,992,195	16,741,034	17,954,929
Central	6,615,020	7,753,959	7,291,951	7,798,118
Non-Instructional Services	69,946,502	72,023,470	73,765,748	72,608,042
Extracurricular Activities	1,458,700	1,932,220	1,997,118	1,885,787
Interest and Fiscal Charges	11,951,294	11,693,210	12,029,713	10,796,083
Unallocated Depreciation	4,603,690	3,392,488	5,123,531	5,819,416
Total Expenses	<u>274,638,780</u>	<u>282,725,302</u>	<u>288,653,827</u>	<u>283,112,588</u>
Net Expense	<u>(\$209,693,415)</u>	<u>(\$210,276,926)</u>	<u>(\$226,481,092)</u>	<u>(\$247,925,855)</u>

2012	2013	2014 (1)	2015 (1)	2016	2017
\$2,353,387	\$1,322,960	\$1,925,139	\$1,558,648	\$1,023,739	\$2,033,105
0	0	0	0	0	357
0	106	0	91,301	0	0
0	7,008	0	0	0	0
0	6,422	6,664	1,338	1,056	0
0	5,577	5,207	3,136	1,205	502
0	679,896	468,285	531,011	508,289	507,482
1,062,209	1,037,089	1,028,938	1,139,326	1,075,285	1,012,929
576,411	502,723	1,174,278	491,572	511,825	516,446
729,560	0	98	0	0	0
4,721,567	3,561,781	4,608,609	3,816,332	3,121,399	4,070,821
55,397,307	53,460,982	54,267,485	53,064,184	54,697,539	57,363,082
0	0	0	0	0	0
60,118,874	57,022,763	58,876,094	56,880,516	57,818,938	61,433,903
94,121,187	95,802,036	165,244,985	162,223,202	158,603,649	181,469,724
11,415,832	10,584,362	11,763,457	12,245,548	11,857,314	13,284,123
18,606,460	17,008,329	8,835,834	8,399,226	7,505,008	6,487,960
660,791	1,149,317	927,658	824,985	1,092,545	861,197
18,505,586	14,929,426	13,636,472	12,466,220	11,170,471	13,103,567
4,596,315	3,826,663	5,217,631	4,528,097	4,391,805	3,874,989
2,578,038	2,550,132	2,399,243	2,024,427	1,931,662	2,161,019
21,073,668	19,227,426	20,987,840	20,446,564	17,809,132	19,573,799
17,184,232	17,396,242	16,306,093	15,730,944	14,481,316	14,329,075
10,263,636	9,027,827	7,476,402	7,908,228	10,860,544	9,689,687
69,881,407	69,883,726	10,339,937	10,310,798	10,336,925	10,440,099
1,773,357	1,779,626	1,984,798	2,004,762	1,887,419	2,356,238
9,954,404	6,046,324	6,134,499	9,636,179	7,263,128	6,331,021
9,694,823	8,420,106	9,276,491	19,201,699	10,183,860	8,409,649
290,309,736	277,631,542	280,531,340	287,950,879	269,374,778	292,372,147
(\$230,190,862)	(\$220,608,779)	(\$221,655,246)	(\$231,070,363)	(\$211,555,840)	(\$230,938,244)

(continued)

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(continued)

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Net Expense	(\$209,693,415)	(\$210,276,926)	(\$226,481,092)	(\$247,925,855)
General Revenues:				
Property Taxes Levied for:				
General Purposes	65,646,213	66,244,784	63,864,510	74,266,805
Debt Service	12,834,750	12,081,522	11,412,497	14,750,041
Capital Projects	725,811	686,935	654,684	773,364
Other Purposes	725,812	686,936	654,683	773,364
Grants and Entitlements Not Restricted to Specific Programs	113,682,762	143,522,125	166,650,134	160,821,538
Investment Earnings	14,276,257	4,745,892	(6,557,960)	5,801,584
Gifts and Donations	0	0	0	0
Gain on Sale of Capital Assets	0	0	0	0
Miscellaneous	5,422,664	5,183,589	4,624,342	5,200,287
Special Item	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total General Revenues and Special Item	<u>213,314,269</u>	<u>233,151,783</u>	<u>241,302,890</u>	<u>262,386,983</u>
Change in Net Position	<u>\$3,620,854</u>	<u>\$22,874,857</u>	<u>\$14,821,798</u>	<u>\$14,461,128</u>

- (1) The School District implemented GASB 68
in fiscal year 2015.

<u>2012</u>	<u>2013</u>	<u>2014 (1)</u>	<u>2015 (1)</u>	<u>2016</u>	<u>2017</u>
(\$230,190,862)	(\$220,608,779)	(\$221,655,246)	(\$231,070,363)	(\$211,555,840)	(\$230,938,244)
49,195,475	56,770,433	64,113,221	63,695,828	55,650,757	61,270,639
9,936,314	14,468,317	15,677,509	14,428,103	14,871,710	18,923,300
522,806	585,370	658,127	651,848	554,973	613,974
522,806	585,368	658,127	651,848	554,973	613,974
142,564,676	138,351,191	142,562,668	155,167,829	164,370,431	175,258,952
2,150,190	(399,516)	360,954	716,208	582,471	432,947
0	7,245	0	0	0	0
130,000	0	0	0	0	472,798
6,485,271	915,656	1,894,166	1,237,882	2,291,425	2,690,412
0	0	(775,455)	0	0	0
<u>211,507,538</u>	<u>211,284,064</u>	<u>225,149,317</u>	<u>236,549,546</u>	<u>238,876,740</u>	<u>260,276,996</u>
<u>(\$18,683,324)</u>	<u>(\$9,324,715)</u>	<u>\$3,494,071</u>	<u>\$5,479,183</u>	<u>\$27,320,900</u>	<u>\$29,338,752</u>

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

**FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)**

	2008	2009	2010	2011
General Fund:				
Nonspendable	\$0	\$0	\$894,677	\$1,183,167
Committed	0	0	0	0
Assigned	0	0	347,205	87,383
Unassigned (Deficit)	0	0	4,498,288	8,739,049
Reserved	5,211,314	6,289,229	0	0
Unreserved (Deficit)	(319,010)	279,230	0	0
Total General Fund	\$4,892,304	\$6,568,459	\$5,740,170	\$10,009,599
All Other Governmental Funds:				
Nonspendable	\$0	\$0	\$201,138	\$119,182
Restricted	0	0	147,679,559	94,212,021
Unassigned (Deficit)	0	0	(2,609,600)	(2,737,367)
Reserved	42,417,236	61,517,410	0	0
Unreserved, Reported in:				
Special Revenue Funds	4,921,336	4,716,508	0	0
Debt Service Fund	13,977,212	11,899,467	0	0
Capital Projects Funds	133,053,990	102,417,098	0	0
Total All Other Governmental Funds	\$194,369,774	\$180,550,483	\$145,271,097	\$91,593,836

Notes:

The School District implemented GASB 54 in fiscal year 2011.
The effects of GASB 54 are first reflected in 2010.

2012	2013	2014	2015	2016	2017
\$1,120,782	\$161,798	\$161,798	\$245,050	\$255,012	\$254,742
0	0	0	0	0	1,088,530
109,751	4,117,751	0	3,065,044	4,850,790	26,510,808
16,705,284	0	(3,784,487)	1,037,233	17,769,798	24,970,212
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$17,935,817</u>	<u>\$4,279,549</u>	<u>(\$3,622,689)</u>	<u>\$4,347,327</u>	<u>\$22,875,600</u>	<u>\$52,824,292</u>
\$56,420	\$0	\$0	\$0	\$0	\$0
61,541,462	58,376,847	61,958,295	52,251,761	49,809,881	43,157,653
(2,157,329)	(374,324)	(61,071)	(79,987)	(50,071)	(287,554)
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$59,440,553</u>	<u>\$58,002,523</u>	<u>\$61,897,224</u>	<u>\$52,171,774</u>	<u>\$49,759,810</u>	<u>\$42,870,099</u>

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)**

	2008	2009	2010	2011
Revenues:				
Property and Other Local Taxes	\$81,561,049	\$76,223,293	\$69,279,536	\$72,603,902
Intergovernmental	226,479,942	233,641,391	243,734,419	220,348,538
Investment Earnings	13,782,073	5,782,612	1,427,190	1,774,828
Tuition and Fees	2,103,573	2,105,684	1,285,216	2,764,195
All Other Revenues	8,591,424	7,732,819	8,075,526	8,512,622
Total Revenue	332,518,061	325,485,799	323,801,887	306,004,085
Expenditures:				
Current:				
Instruction	91,854,848	99,360,164	97,474,076	97,124,824
Support Services:				
Pupils	10,214,217	10,671,850	9,421,194	11,509,619
Instructional Staff	13,614,035	15,418,891	18,457,903	18,142,239
Board of Education	1,515,645	704,595	1,043,473	732,653
Administration	12,102,344	16,112,024	18,431,062	15,194,443
Fiscal and Business	5,714,758	5,414,391	5,171,192	5,118,077
Operation and Maintenance of Plant	22,612,843	22,020,305	21,924,172	20,512,238
Pupil Transportation	17,289,289	15,292,841	18,108,151	17,123,253
Central	6,332,612	7,546,319	6,762,566	7,687,374
Operation of Non-Instructional Services	69,785,072	71,922,219	73,427,459	72,775,088
Extracurricular Activities	1,422,323	1,910,692	1,953,493	1,871,742
Capital Outlay	120,414,866	51,779,324	76,457,572	67,536,348
Debt Service:				
Principal Retirement	6,631,517	6,855,890	7,531,334	7,842,900
Interest and Fiscal Charges	11,969,440	12,133,216	12,479,835	11,246,601
Current Refunding	0	0	0	0
Swap Termination Fee	0	0	0	0
Accretion	0	0	0	0
Advance Refunding Escrow	0	0	0	0
Issuance Costs	0	0	0	0
Total Expenditures	391,473,809	337,142,721	368,643,482	354,417,399
Excess of Revenues Over (Under) Expenditures	(58,955,748)	(11,656,922)	(44,841,595)	(48,413,314)
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	91,060	98,849	0	0
Current Refunding Bonds Issued	0	0	0	0
Current Refunding	0	0	0	0
Refunding Bonds Issued	0	0	0	0
Proceeds from Sale of Bonds	0	0	0	0
Proceeds from Sale of Notes	0	0	0	0
Premium on Issuance of Bonds	0	0	0	0
Premium on Issuance of Refunding Bonds	0	0	0	0
Payment to Refunding Bonds Escrow Agent	0	0	0	0
Refunding Notes Issued	0	0	0	0
Proceeds from Sale of Options	0	0	9,685,000	0
Transfers In	20,600,018	23,006,814	3,460,042	1,500,000
Transfers Out	(21,219,717)	(23,591,877)	(4,384,707)	(2,494,518)
Total Other Financing Sources (Uses)	(528,639)	(486,214)	8,760,335	(994,518)
Net Change in Fund Balance	(\$59,484,387)	(\$12,143,136)	(\$36,081,260)	(\$49,407,832)
<i>Debt Service as a Percentage of Noncapital Expenditures</i>				
	6.86%	6.65%	6.85%	6.65%

2012	2013	2014	2015	2016	2017
\$68,395,202	\$67,189,704	\$72,959,640	\$76,057,644	\$70,689,022	\$76,922,252
204,754,204	191,347,183	195,779,510	210,204,788	217,267,692	234,958,262
1,170,074	575,840	431,199	678,042	788,163	438,879
2,181,368	1,164,730	1,778,113	1,385,333	856,717	1,881,080
9,043,234	3,339,508	5,024,191	3,585,361	4,558,182	4,880,403
<u>285,544,082</u>	<u>263,616,965</u>	<u>275,972,653</u>	<u>291,911,168</u>	<u>294,159,776</u>	<u>319,080,876</u>
91,211,967	95,154,860	164,797,627	168,714,248	161,718,118	179,261,613
11,282,269	10,919,710	12,469,823	12,972,711	12,934,081	13,635,860
18,516,548	17,431,368	9,901,114	9,086,069	8,538,368	7,044,938
629,222	1,135,863	945,478	826,304	1,096,913	1,046,439
18,434,096	14,333,319	14,390,511	13,275,087	12,370,757	13,339,243
7,137,785	6,286,960	7,462,445	6,582,722	6,422,319	5,819,090
20,812,849	19,504,200	21,627,130	21,040,285	18,897,455	19,398,218
18,317,466	16,296,573	15,176,922	14,325,323	13,914,950	13,283,292
10,532,374	8,877,094	7,223,004	7,614,338	10,610,970	9,578,828
69,737,428	70,402,708	10,963,005	10,779,206	11,154,107	11,073,084
1,732,629	1,697,331	1,931,923	2,010,106	1,914,757	2,153,672
24,089,932	908,877	369,545	412,868	0	0
9,582,257	7,960,000	8,310,000	7,849,989	9,945,000	22,940,000
10,384,326	6,647,585	6,992,202	11,501,207	8,525,672	8,184,050
0	0	5,000	5,425,000	0	0
0	12,955,000	0	17,846,129	0	0
0	0	0	2,120,011	0	0
0	2,280,563	0	0	0	0
292,498	0	0	0	0	0
<u>312,693,646</u>	<u>292,792,011</u>	<u>282,565,729</u>	<u>312,381,603</u>	<u>278,043,467</u>	<u>306,758,327</u>
<u>(27,149,564)</u>	<u>(29,175,046)</u>	<u>(6,593,076)</u>	<u>(20,470,435)</u>	<u>16,116,309</u>	<u>12,322,549</u>
130,000	0	1,700,567	0	0	1,005,677
0	0	0	90,360,000	0	0
0	0	(93,445,000)	(88,025,000)	0	0
14,735,000	98,284,989	93,445,000	0	0	0
0	0	0	0	0	9,730,755
2,495,000	0	0	0	0	0
64,898	0	0	0	0	0
628,370	16,438,446	884,972	16,380,001	0	0
(15,130,769)	(194,092,687)	0	0	0	0
0	93,450,000	0	0	0	0
0	0	0	0	0	0
16,179,663	1,242,486	279,315	21,500,000	373,348	25,801
<u>(16,179,663)</u>	<u>(1,242,486)</u>	<u>(279,315)</u>	<u>(21,500,000)</u>	<u>(373,348)</u>	<u>(25,801)</u>
<u>2,922,499</u>	<u>14,080,748</u>	<u>2,585,539</u>	<u>18,715,001</u>	<u>0</u>	<u>10,736,432</u>
<u>(\$24,227,065)</u>	<u>(\$15,094,298)</u>	<u>(\$4,007,537)</u>	<u>(\$1,755,434)</u>	<u>\$16,116,309</u>	<u>\$23,058,981</u>
6.98%	5.00%	5.42%	6.88%	6.65%	10.17%

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

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

Collection Year	Real Property		Public Utility Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2017	\$1,320,040,540	\$3,771,544,400	\$103,127,550	\$264,850,299
2016	1,322,350,390	3,778,143,971	96,310,250	247,342,233
2015	1,328,401,510	4,189,555,171	93,576,040	232,153,620
2014	1,466,344,310	4,189,555,171	90,396,100	232,153,620
2013	1,459,489,480	4,169,969,943	82,448,800	211,743,509
2012	1,513,906,510	4,325,447,171	76,811,230	197,265,204
2011	1,747,249,560	4,992,141,600	74,225,500	190,624,580
2010	1,770,190,640	5,057,687,543	72,227,100	185,850,333
2009	1,794,498,110	5,130,285,140	72,915,370	184,430,587
2008	1,849,984,400	5,285,669,714	71,137,000	182,692,750

Source: Montgomery County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the Auditor.

Notes:

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 property tax has been phased out, and during the phase out period, all general business tangible personal property was assessed at 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out the tangible personal property tax on local and inter-exchange telephone companies, at 5 percent for 2010. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers, (except telephone companies whose last year to pay tangible personal property tax was 2010)

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 and 2 1/2 percent rollback and the homestead exemption before being billed.

Tangible Personal Property		Total		Total Direct Tax Rate	Assessed Value Ratio
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$0	\$0	\$1,423,168,090	\$4,036,394,699	\$83.35	35.3%
0	0	1,418,660,640	4,025,486,204	81.35	35.2%
0	0	1,421,977,550	4,421,708,791	79.85	35.2
0	0	1,556,740,410	4,421,708,791	79.85	35.2
0	0	1,541,938,280	4,381,713,452	79.85	35.2
0	0	1,590,717,740	4,522,712,376	77.52	35.2
0	0	1,821,475,060	5,182,766,180	76.52	35.1
2,404,820	9,619,280	1,844,822,560	5,253,157,156	75.75	35.1
15,661,840	20,882,453	1,883,075,320	5,335,598,180	75.75	35.3
93,440,335	1,495,045,360	2,014,561,735	6,963,407,824	70.85	28.9

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 ASSESSED VALUATION)
LAST TEN CALENDAR YEARS

School District Millage					
YEAR	Operating	Debt Service	Permanent Improvement	Maintenance and Upkeep	Total
2017	\$67.55	\$14.80	\$0.50	\$0.50	\$83.35
2016	67.55	12.80	0.50	0.50	81.35
2015	67.55	11.30	0.50	0.50	79.85
2014	67.55	11.30	0.50	0.50	79.85
2013	67.55	11.30	0.50	0.50	79.85
2012	67.55	8.97	0.50	0.50	77.52
2011	67.55	7.97	0.50	0.50	76.52
2010	67.55	7.20	0.50	0.50	75.75
2009	67.55	7.20	0.50	0.50	75.75
2008	62.65	7.20	0.50	0.50	70.85

Source: Montgomery County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the Auditor.

Notes:

(a) Overlapping millage presented is total millage for the subdivision.

Overlapping Millage (a)

Montgomery County	City of Dayton	Dayton Montgomery County Library	City of Trotwood	City of Riverside	Harrison Township	Jefferson Township
\$22.94	\$10.00	\$3.31	\$23.80	\$11.34	\$42.97	\$26.19
22.94	10.00	3.31	23.80	11.34	36.97	18.59
21.94	10.00	3.31	23.80	11.34	32.97	18.59
20.94	10.00	3.31	23.80	11.34	28.97	18.59
20.94	10.00	3.31	19.65	11.34	24.97	18.59
20.94	10.00	1.75	19.65	11.34	24.97	18.59
20.94	10.00	1.75	19.65	11.34	24.97	18.59
20.94	10.00	1.75	19.65	11.34	23.97	18.59
20.94	10.00	1.25	16.65	11.34	23.97	18.59
20.24	10.00	1.25	17.39	11.34	21.00	18.59

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**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**
PRINCIPAL PROPERTY TAX PAYERS
CURRENT FISCAL YEAR AND NINE YEARS AGO

<u>Name of Taxpayer</u>	<u>Fiscal Year 2017</u>			<u>Fiscal Year 2008</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Assessed Value</u>	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Assessed Value</u>
Dayton Power and Light Company	\$83,642,850	1	5.88%	\$55,590,060	1	2.76%
Vectren Energy Delivery of Ohio	19,716,310	2	1.39%	13,318,170	3	0.66%
City of Dayton	7,073,750	3	0.50%	8,309,220	4	0.41%
KND Real Estate 29 LLC	6,551,310	4	0.46%	N/A	N/A	N/A
GLP CAPITAL LP	5,964,560	5	0.42%	N/A	N/A	N/A
Dayton Hotel II LLC	5,171,320	6	0.36%	N/A	N/A	N/A
Miami Valley Hospital	4,463,460	7	0.31%	N/A	N/A	N/A
Elizabeth Place Holdings LLC	4,006,500	8	0.28%	N/A	N/A	N/A
Ducru SPE LLC	3,953,770	9	0.28%	N/A	N/A	N/A
Premier Plaza LP	3,567,170	10	0.25%	N/A	N/A	N/A
NCR Corporation	N/A	N/A	N/A	13,775,960	2	0.68%
Delphi Automotive Systems	N/A	N/A	N/A	8,155,430	5	0.40%
BEHR Dayton Terminal	N/A	N/A	N/A	8,141,850	6	0.40%
Dayton Heart Hospital	N/A	N/A	N/A	8,124,900	7	0.40%
Ohio Bell Telephone Company	N/A	N/A	N/A	8,030,750	8	0.40%
Marriot International	N/A	N/A	N/A	7,492,620	9	0.37%
Tital Loan Investments	N/A	N/A	N/A	6,803,520	10	0.34%
Subtotal	144,111,000		10.13%	137,742,480		6.82%
All Other Taxpayers	<u>1,279,057,090</u>		<u>89.87%</u>	<u>1,876,819,255</u>		<u>93.18%</u>
Total Assessed Valuation	<u>\$1,423,168,090</u>		<u>100.00%</u>	<u>\$2,014,561,735</u>		<u>100.00%</u>

Source: Montgomery County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the Auditor.

N/A - Information not available

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN CALENDAR YEARS

Collection Year (1)	Current Levy	Current Tax Collections (2)	Percent of Current Levy Collected	Delinquent Tax Collections (3)
2017	\$92,168,355	\$81,918,270	88.9%	\$6,999,474
2016	88,811,780	77,956,516	87.8	7,396,544
2015	86,119,321	75,356,526	87.5	7,212,382
2014	89,028,266	76,612,394	86.1	6,855,700
2013	87,607,359	75,771,460	86.5	5,573,767
2012	85,956,230	71,914,936	83.7	5,706,881
2011	88,240,878	75,895,004	86.0	4,540,620
2010	87,326,213	74,670,801	85.5	4,924,943
2009	88,548,073	77,026,897	87.0	6,180,051
2008	85,494,306	76,484,514	89.5	7,561,992

Source: Montgomery County Auditor - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the Auditor.

Notes:

- (1) Represents collection year. 2017 information represents tax levies and collections through November 1, 2017.
- (2) State reimbursements of rollback and homestead exemptions are included.
- (3) 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.
- (4) Penalties and interest are included since by Ohio law they become part of the tax obligation as assessment occurs.

Total Tax Collections	Total Collection As a Percent of Current Levy	Outstanding Delinquent Taxes (4)	Delinquent Taxes to Current Tax Levy
\$88,917,744	96.5%	\$57,005,426	61.8%
85,353,060	96.1	52,505,792	59.1
82,568,908	95.9	50,246,721	58.3
83,468,094	93.8	46,862,257	52.6
81,345,227	92.9	38,441,505	43.9
77,621,817	90.3	34,825,288	40.5
80,435,624	91.2	43,043,091	48.8
79,595,744	91.1	24,878,970	28.5
83,206,948	94.0	17,328,667	19.6
84,046,506	98.3	15,259,202	17.8

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

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

Year	General Bonded Debt	Percentage of Total Assessed Property Value (a)	Per Capita (b)	Other Debt Obligations	
	General Obligation Bonds			Long-Term Notes Payable	Certificates of Participation
2017	\$188,068,854	13.21%	\$1,339	\$0	\$12,942,395
2016	193,561,206	13.64	1,377	0	13,609,358
2015	205,191,960	14.43	1,455	0	14,231,321
2014	109,785,910	7.05	768	94,058,117	14,803,284
2013	117,683,113	7.63	833	94,289,559	15,320,247
2012	209,887,137	13.19	1,483	1,050,000	15,357,210
2011	214,669,313	11.79	1,517	1,400,000	14,760,000
2010	221,745,305	12.02	1,441	1,750,000	15,070,000
2009	228,566,297	12.14	1,458	2,100,000	15,350,000
2008	234,767,289	11.65	1,478	2,450,000	15,600,000

Notes:

- (1) The School District reports only governmental activities and has no component units.
- (2) Details of the School District's outstanding debt can be found in Note 14 to the Notes to the Basic Financial Statements.
- (a) See assessed and estimated actual value of taxable property for total assessed property value.
- (b) See demographics schedule for personal income and population data, which are reported on a calendar year basis.
- (3) 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.

<u>Other Debt Obligations</u>		<u>Total Outstanding Debt Obligations</u>	<u>Percentage of Personal Income (b)</u>	<u>Per Capita (b)</u>
<u>QZAB Bonds</u>	<u>Capital Leases</u>			
\$0	\$0	\$201,011,249	8.26%	\$1,431
10,000,000	0	217,170,564	8.94	1,545
10,000,000	0	229,423,281	9.90	1,627
10,000,000	0	228,647,311	9.71	1,595
10,000,000	0	237,292,919	10.22	1,679
10,000,000	0	236,294,347	14.85	1,670
10,000,000	2,072,257	242,901,570	11.40	1,716
10,000,000	2,705,157	251,270,462	11.71	1,633
10,000,000	3,311,491	259,327,788	10.96	1,654
10,000,000	3,892,381	266,709,670	13.14	1,679

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	2008	2009	2010	2011
Total Assessed Property Value	\$2,014,561,735	\$1,883,075,320	\$1,844,822,560	\$1,821,475,060
Overall Direct Debt Limitation:				
Bond Debt Limit (a)	181,310,556	169,476,779	166,034,030	163,932,755
Net Bond Indebtedness (c)	<u>(210,667,788)</u>	<u>(207,070,533)</u>	<u>(204,107,463)</u>	<u>(199,510,750)</u>
Overall Debt Margin (b)	<u>(\$29,357,232)</u>	<u>(\$37,593,754)</u>	<u>(\$38,073,433)</u>	<u>(\$35,577,995)</u>
<i>Total net bonded debt applicable to the limit as a percentage of overall direct debt limitation</i>	116.19%	122.18%	122.93%	121.70%
Unvoted Direct Debt Limitation:				
Unvoted Debt Limit (a)	\$2,014,562	\$1,883,075	\$1,844,823	\$1,821,475
Unvoted Debt Outstanding	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Debt Margin	<u>\$2,014,562</u>	<u>\$1,883,075</u>	<u>\$1,844,823</u>	<u>\$1,821,475</u>
<i>Total unvoted debt applicable to the limit as a percentage of unvoted direct debt limitation</i>	0.00%	0.00%	0.00%	0.00%

Source: Montgomery County Auditor and School District's financial records

Notes:

- (a) Ohio Bond Law sets a limit of 9% for voted debt, 9/10 of 1% for energy conservation and 1/10 of 1% for unvoted debt.
- (b) The Superintendent of Public Instruction in Ohio, in accordance with Ohio Revised Code Section 133.06(E), certified the School District as an "Approved Special Needs District" in 2003, which enabled the School District to issue bonded debt in excess of the limits statutorily set by the Ohio Bond Law.
- (c) Starting in 2013, this amount comes directly from the School Districts Bond Counsel.

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$1,590,717,740	\$1,541,938,280	\$1,556,740,410	\$1,421,977,550	\$1,418,660,640	\$1,423,168,090
143,164,597 <u>(195,632,944)</u>	138,774,445 <u>(183,897,917)</u>	140,106,637 <u>(183,654,989)</u>	127,977,980 <u>(177,961,090)</u>	127,679,458 <u>(153,348,814)</u>	128,085,128 <u>(143,756,539)</u>
<u><u>(\$52,468,347)</u></u>	<u><u>(\$45,123,472)</u></u>	<u><u>(\$43,548,352)</u></u>	<u><u>(\$49,983,110)</u></u>	<u><u>(\$25,669,355)</u></u>	<u><u>(\$15,671,410)</u></u>
<i>136.65%</i>	<i>132.52%</i>	<i>131.08%</i>	<i>139.06%</i>	<i>120.10%</i>	<i>112.24%</i>
\$1,590,718 <u>0</u>	\$1,541,938 <u>0</u>	\$1,556,740 <u>0</u>	\$1,421,978 <u>0</u>	\$1,418,661 <u>0</u>	\$1,423,168 <u>0</u>
<u><u>\$1,590,718</u></u>	<u><u>\$1,541,938</u></u>	<u><u>\$1,556,740</u></u>	<u><u>\$1,421,978</u></u>	<u><u>\$1,418,661</u></u>	<u><u>\$1,423,168</u></u>
<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>	<i>0.00%</i>

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2017**

<u>Governmental Unit (1)</u>		<u>Net Debt Outstanding</u>	<u>Estimated Percentage Applicable (a)</u>	<u>Amount Applicable to School District</u>
Montgomery County	(b)	\$24,354,890	15.62%	\$3,803,761
City of Dayton	(b)	33,645,334	99.96%	33,633,282
City of Riverside	(b)	7,796,778	17.27%	1,346,216
City of Trotwood	(b)	12,819,149	16.79%	<u>2,152,117</u>
Subtotal, Overlapping Debt				40,935,376
School District Direct Debt			100.00%	<u>201,011,249</u>
Total Direct and Overlapping Debt				<u><u>\$241,946,625</u></u>

Source: Ohio Municipal Advisory Council

Notes:

- (1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the School District. This process recognizes that, when considering the School District's ability to issue and repay long-term debt, the entire burden borne by the residents and businesses should be taken into account.
- (a) Percentages were determined by dividing the assessed valuation of the subdivision located within the boundaries of the School District by the total assessed value of the subdivision.
- (b) Debt outstanding is as of December 31, 2016.

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS

Year	Revenue	Tax Anticipation Notes (a)		Coverage
		Principal	Interest	
2017	\$0	\$0	\$0	0.000%
2016	0	0	0	0.000
2015	615,618	350,000	6,405	1.727
2014	590,795	350,000	19,215	1.600
2013	557,340	350,000	32,132	1.459
2012	580,343	350,000	44,835	1.470
2011	618,623	350,000	57,645	1.518
2010	590,217	350,000	70,277	1.404
2009	665,845	350,000	83,265	1.537
2008	743,728	350,000	96,289	1.666

Notes:

- (1) Details regarding the School District's outstanding debt can be found in Note 14 to the Basic Financial Statements.
- (a) These bonds are backed by the tax revenues collected on a one-half of one mill permanent improvement levy approved by voters in calendar year 2002. These bonds were retired in fiscal year 2015.

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN CALENDAR YEARS

Year	City of Dayton Population (1)	Personal Income (2)	Per Capita Personal Income	Unemployment Rate (3)
2016	140,489	\$2,433,257,471	\$17,320	4.6%
2015	140,599	2,429,752,839	17,281	4.7
2014	141,003	2,316,256,281	16,427	4.7
2013	143,355	2,354,892,585	16,427	5.4
2012	141,359	2,322,104,293	16,427	6.8
2011	141,527	1,590,717,740	11,240	9.8
2010	141,527	2,130,738,407	15,055	11.3
2009	153,843	2,144,937,339	13,942	12.1
2008	156,771	2,366,597,490	15,096	12.1
2007	158,873	2,029,749,085	12,776	7.2

Source:: (1) U.S. Census Bureau and Miami Valley Regional Planning Commission, reported on calendar year-end.
 (2) Ohio Department of Taxation. Current year amounts are not available, therefore estimates based on trends were used to calculate this amount.
 (3) Ohio Labor Market Information, reported on calendar year-end

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	Fiscal Year 2017			Fiscal Year 2008		
	Employees (a)	Rank	Percentage of Total Employees	Employees (a)	Rank	Percentage of Total Employees
Wright Patterson Air Force Base	27,500	1	40.10%	N/A	N/A	N/A
Premier Health Partners	14,135	2	20.61%	N/A	N/A	N/A
Kettering Medical Center Network	5,029	3	7.33%	N/A	N/A	N/A
Montgomery County	4,559	4	6.65%	5,294	2	17.41%
Kroger Co.	4,100	5	5.98%	N/A	N/A	N/A
LexisNexis	3,100	6	4.52%	N/A	N/A	N/A
Wright State University	2,948	7	4.30%	N/A	N/A	N/A
Sinclair Community College	2,726	8	3.98%	2,303	7	7.57%
AK Steel Corporation	2,400	10	3.50%	N/A	N/A	N/A
Dayton City School District	2,079	9	3.03%	3,150	3	10.36%
Miami Valley Hospital	N/A	N/A	N/A	5,833	1	19.18%
Good Samaritan Hospital	N/A	N/A	N/A	2,938	4	9.66%
City of Dayton	N/A	N/A	N/A	2,767	5	9.10%
University of Dayton	N/A	N/A	N/A	2,722	6	8.95%
Grandview Hospital	N/A	N/A	N/A	1,881	7	6.19%
Childrens Medical Center	N/A	N/A	N/A	1,800	9	5.92%
Veterns Administration	N/A	N/A	N/A	1,717	10	5.65%
Total	68,576		100.00%	30,405		100.00%

Source: City of Dayton/Dayton Business Journal

Notes:

- (1) Data is presented for the Dayton Metropolitan Area which does not have the same boundaries as Dayton City School District, however, this was the only data available.
- (a) Amount reported is employee headcount which differs from the "Full Time Equivalent" numbers reported elsewhere in this section.

N/A - Information not available

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

**OPERATING STATISTICS
LAST TEN FISCAL YEARS**

Year	Average Daily Membership	Operating Expenditures (1)	Cost per Pupil	Percentage Change (2)	Expenses (3)	Cost per Pupil
2017	13,317	\$264,561,193	\$19,866	9.73%	\$283,962,498	\$21,323
2016	13,721	248,418,688	18,105	-5.75	259,190,918	18,890
2015	13,350	256,447,193	19,210	1.15	268,749,180	20,131
2014	13,516	255,925,977	18,935	0.27	271,254,849	20,069
2013	13,616	202,959,747	14,906	1.02	269,211,436	19,772
2012	14,179	209,215,309	14,755	0.92	280,614,913	19,791
2011	14,174	207,237,315	14,621	-5.07	283,112,588	19,974
2010	13,664	210,456,733	15,402	8.77	286,809,065	20,990
2009	14,393	203,818,669	14,161	17.26	282,725,302	19,643
2008	16,157	195,120,251	12,077	-11.76	274,638,780	16,998

Notes:

(1) Operating expenditures are total governmental fund expenditures less capital outlay, debt service and intergovernmental expenditures which are recorded as non-instructional services and represent pass-through payments from the State of Ohio to charter schools within the School District boundaries.

(2) Decrease in operating costs reported for 2008 was due to budget reductions implemented by the School District as part of its "fiscal recovery plan" developed to avoid a cash deficit during the fiscal year.

(3) Expenses are total government wide expenses less unallocated depreciation.

<u>Percentage Change</u>	<u>Number of Teaching Staff</u>	<u>Pupil-Teacher Ratio</u>	<u>Percentage of Free or Reduced Price Meals</u>
12.88%	1,048	12.71	100.00%
-6.16	1,042	13.17	100.00
0.31	1,033	12.92	100.00
1.50	1,053	12.84	100.00
-0.10	1,086	12.54	96.53
-0.92	1,178	12.04	77.90
-4.84	1,038	13.66	81.78
6.86	1,052	12.99	74.56
15.56	1,146	12.56	74.56
-4.75	1,163	13.89	68.60

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

FULL-TIME EQUIVALENT SCHOOL DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Official/Administrative										
Asst. Principal	13	20	22	24	18	17	21	21	22	26
Principals	35	35	32	34	30	30	32	32	28	28
Superintendent	1	1	1	1	1	1	1	1	1	1
Supervisor/Manager	39	40	41	36	38	40	40	10	9	12
Treasurer	1	1	1	1	1	2	2	1	1	1
Coordinator	10	12	14	12	12	13	17	30	25	7
Director	11	10	11	11	18	16	16	38	32	40
Other Official/Administrative	5	4	4	3	4	5	5	2	6	17
Totals	<u>115</u>	<u>123</u>	<u>126</u>	<u>122</u>	<u>122</u>	<u>124</u>	<u>134</u>	<u>135</u>	<u>124</u>	<u>132</u>
Professional - Educational/Other										
Curriculum Specialist	38	48	67	66	23	22	24	5	0	0
Counseling	12	14	14	14	12	13	13	13	12	12
Librarian/Media	10	10	9	8	7	7	7	7	5	3
Remedial Specialist	5	29	23	29	18	5	7	9	17	12
Tutor/Small Group Instructor	37	7	0	0	29	29	31	8	3	2
Supplemental Service Teacher (Special Education)	36	77	66	60	40	45	48	66	50	49
General Education	640	586	610	614	574	586	654	575	544	600
Gifted and Talented	0	4	3	4	3	3	3	3	9	9
Preschool Special Education	0	29	33	33	32	32	32	36	42	43
Special Education	204	205	210	195	194	186	186	152	168	147
Career-Technical Programs/Pathways	41	38	24	23	23	22	22	24	26	23
Art Education K-8	0	27	24	23	22	24	24	33	30	27
Music Education K-8	0	38	39	36	24	21	21	27	26	25
Physical Education K-8	0	41	39	33	32	36	36	3	34	35
Other Professional	66	16	17	14	4	20	20	51	23	38
Psychologist	13	19	18	18	13	14	14	12	16	15
Registered Nursing	28	29	29	30	22	21	21	28	24	26
Speech and Language Therapist	18	19	17	20	19	17	17	13	12	11
Occupational Therapist	11	6	9	7	8	7	7	5	6	10
Educational Interpreter	19	18	16	16	13	12	12	13	14	16
Other Professional - Other	54	31	31	32	38	26	26	28	22	21
Totals	<u>1,232</u>	<u>1,291</u>	<u>1,298</u>	<u>1,275</u>	<u>1,150</u>	<u>1,148</u>	<u>1,225</u>	<u>1,111</u>	<u>1,083</u>	<u>1,124</u>
Technical/Office/Clerical										
Instructional Paraprofessional	17	264	296	283	236	232	234	258	235	230
Other Technical	12	13	14	13	8	12	12	4	4	9
Clerical	166	150	146	137	127	115	116	105	95	82
Teaching Aide	268	36	41	47	41	43	44	43	40	33
Other Office/Clerical	2	2	3	3	3	2	2	5	5	6
Totals	<u>465</u>	<u>465</u>	<u>500</u>	<u>483</u>	<u>415</u>	<u>404</u>	<u>408</u>	<u>415</u>	<u>379</u>	<u>360</u>
Crafts and Trades/Operative										
Mechanic	18	17	16	15	17	20	16	19	14	14
Other Crafts and Trades	41	38	40	38	38	36	36	35	35	30
Vehicle Operator (other than buses)	12	12	12	11	11	11	11	11	10	8
Vehicle Operator (buses)	206	199	215	203	181	156	156	161	166	162
Other Operative	9	9	9	9	9	8	8	4	1	0
Totals	<u>286</u>	<u>275</u>	<u>292</u>	<u>276</u>	<u>256</u>	<u>231</u>	<u>227</u>	<u>230</u>	<u>226</u>	<u>214</u>
Service Work/Laborer										
Custodian	150	146	145	127	117	114	115	115	101	107
Food Service	144	137	129	128	116	108	118	99	97	90
Guard/Watchman	20	23	24	24	26	25	22	31	28	29
Other Service Worker/Laborer	21	24	19	19	21	19	19	22	24	23
Totals	<u>335</u>	<u>330</u>	<u>317</u>	<u>298</u>	<u>280</u>	<u>266</u>	<u>274</u>	<u>267</u>	<u>250</u>	<u>249</u>
Totals	<u><u>2,433</u></u>	<u><u>2,484</u></u>	<u><u>2,533</u></u>	<u><u>2,454</u></u>	<u><u>2,223</u></u>	<u><u>2,173</u></u>	<u><u>2,268</u></u>	<u><u>2,158</u></u>	<u><u>2,062</u></u>	<u><u>2,079</u></u>

Source: Ohio Department of Education EMIS records

DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO
 TEACHER EDUCATION AND EXPERIENCE
 JUNE 30, 2017

Degree	Number of Teachers	Percentage of Total
Bachelor's Degree	250	23.85%
Bachelor's + 18 Semester Hours of Graduate Credit	81	7.73
Master's Degree	556	53.05
Master's Degree + 30 Semester Hours of Graduate Credit	147	14.03
Doctorate Degree	14	1.34
Total	<u>1,048</u>	<u>100%</u>

Years of Experience	Number of Teachers	Percentage of Total
0-5	529	50.48%
6-10	130	12.40
11-15	138	13.17
16 and Over	251	23.95
Total	<u>1,048</u>	<u>100.00%</u>

Source: Dayton City School District Human Resources Records

**DAYTON CITY SCHOOL DISTRICT
MONTGOMERY COUNTY, OHIO**

CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS

	2008	2009	2010	2011
School Buildings:				
Elementary (PK-8)				
Buildings	24	19	19	22
Square Feet	1,709,892	1,684,130	1,473,978	1,461,913
Capacity	11,881	12,144	10,338	10,662
Enrollment	10,379	10,146	9,612	9,726
Middle (a)				
Buildings	1	-	-	-
Square Feet	189,424	-	-	-
Capacity	937	-	-	-
Enrollment	667	-	-	-
High				
Buildings	6	4	4	4
Square Feet	1,135,725	1,024,448	714,815	986,583
Capacity	6,017	5,094	4,192	5,119
Enrollment	4,384	4,247	4,052	4,114
Other				
Buildings	5	11	9	3
Square Feet	259,066	197,391	779,764	220,282
Capacity	2,092	1,666	4,689	1,248
Enrollment	(b)	(b)	(b)	334
Administrative Building:				
Buildings	2	1	1	1
Square Feet	220,500	150,000	150,000	150,000
Service Buildings:				
Buildings	4	5	5	6
Square Feet	120,564	224,639	224,639	191,474
Transportation:				
Garages	1	1	1	1
Buses	226	237	239	223
Athletics:				
Facility	1	1	1	1
Football Fields	8	8	9	10
Soccer Fields	4	4	4	4
Running Tracks	6	6	6	6
Baseball/Softball Fields	5	8	9	17
Swimming Pools	1	-	-	-
Playgrounds	37	44	44	44
Tennis Courts	11	16	16	16

Source: Dayton City Schools Records

Notes:

- (a) These buildings are not used starting fiscal year 2009 due to the district's decision not to have separate middle schools. All the middle schools are closed. They merged the middle and the elementary schools together and formed PK-8 schools.
- (b) These buildings represent combination and alternative center. Enrollment for these buildings are included in the appropriate level above.

2012	2013	2014	2015	2016	2017
22	22	22	21	21	21
1,584,111	1,584,111	1,536,502	1,536,502	1,536,502	1,536,502
10,453	10,453	10,035	9,931	9,931	9,931
10,060	10,419	9,178	8,951	9,347	9,412
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4	4	6	6	6	6
514,184	923,077	923,077	923,077	923,077	923,077
2,910	4,708	4,708	4,708	4,708	4,708
4,087	3,460	4,160	4,192	4,165	3,861
4	2	1	1	1	1
558,675	149,782	98,934	98,934	98,934	98,934
3,046	1,248	919	919	919	919
1,964	297	178	207	209	44
1	1	1	1	1	1
150,000	150,000	150,000	150,000	150,000	150,000
4	4	4	4	4	4
106,399	106,399	106,399	106,399	106,399	106,399
1	1	1	1	1	1
225	216	200	196	196	196
1	1	1	1	1	1
11	11	11	11	11	11
6	6	6	6	6	6
7	7	7	7	7	7
21	21	21	21	21	21
-	-	-	-	-	-
48	48	48	48	48	48
23	23	23	23	23	23

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Vision

We are a professional and highly motivated team collaborating with parents and community stakeholders in a city of learners, guided by mutual accountability and cultural competence, to create an academic, tech-savvy, physical, emotional, social and safe environment where education takes place.