



Comprehensive Annual Financial Report

Fiscal Year End
June 30, 2019

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Hilliard City School District

Hilliard, Ohio



Comprehensive Annual Financial Report

For Fiscal Year Ended June 30, 2019

Issued by:
Office of the Treasurer

Brian W. Wilson
Treasurer/C.F.O.

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HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

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Introductory Section



Hilliard City School District Hilliard, Ohio

Board of Education

| | | Term on Board |
|--------------|------------------------|----------------------|
| Paul Lambert | Member, President | 1/1/10 – 12/31/21 |
| Mark Abate | Member, Vice-President | 1/1/18 – 12/31/21 |
| Heather Keck | Member | 1/1/12 – 12/31/19 |
| Nadia Long | Member | 1/1/16 – 12/31/19 |
| Lisa Whiting | Member | 1/1/07 – 12/31/21 |

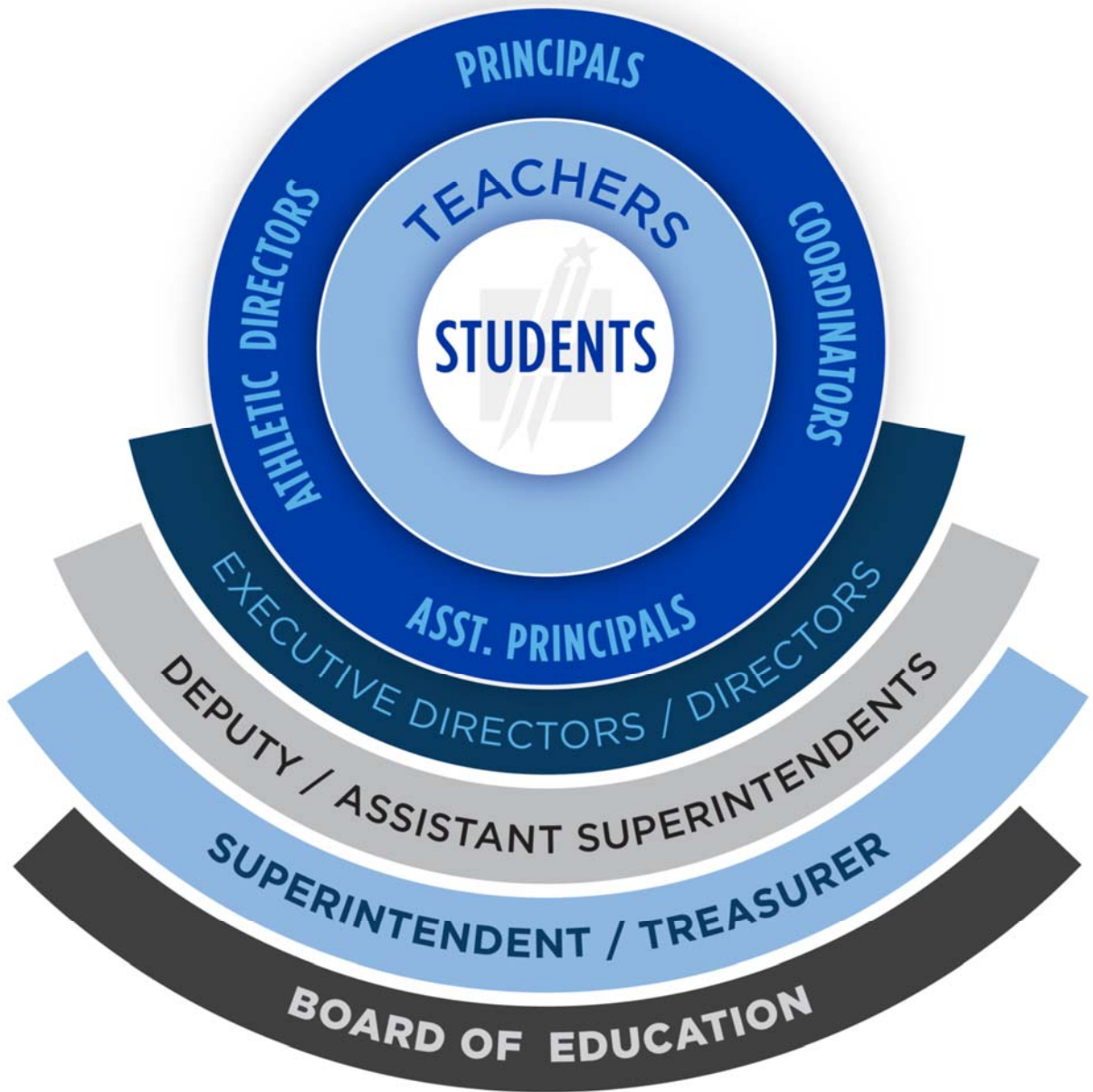
Administration

| | |
|----------------------|--|
| John C. Marschhausen | Superintendent |
| Brian W. Wilson | Treasurer/CFO |
| Mike McDonough | Deputy Superintendent |
| Vicky Clark | Assistant Superintendent |
| Roy Walker | Executive Director of Human Resources |
| Rich Boettner | Chief Technology Officer |
| Cliff Hetzel | Director of Business |
| Jennifer Lowery | Director of Special Education |
| Dawn Sayre | Director of Middle Level Curriculum |
| Cori Kindl | Director of Professional Development |
| Herb Higginbotham | Director of Elementary Curriculum |
| John Bandow | Director of HS Curriculum & College Partnerships |
| Stacie Raterman | Director of Communications |
| Mark Tremayne | Director of Innovation and Extended Learning |
| Mark Pohlman | Director of Instructional Technology |
| Michael Abraham | Director of Student Well-Being |
| Molly Walker | Director of Social & Emotional Learning |

Building Principals

| | |
|----------------------|---------------------------------|
| Aaron Cookson | Davidson High School |
| Joyce Brickley | Darby High School |
| Mindy Mordarski | Bradley High School |
| Matthew Trombitas | Heritage Middle School |
| Barry Bay | Memorial Middle School |
| Chad Schulte | Weaver Middle School |
| Craig Vroom | Innovative Learning Hub |
| Lauren Schmidt | Hilliard Station Sixth Grade |
| Jessica Rardon | Hilliard Tharp Sixth Grade |
| Samantha Chatman | Alton Darby Elementary |
| Kevin Landon | Avery Elementary |
| Matthew Sparks | Beacon Elementary |
| Stephanie Borlaza | Britton Elementary |
| Kate Miller | Brown Elementary |
| Cindy Teske | Darby Creek Elementary |
| Kayla Pinnick | Hilliard Crossing Elementary |
| Hilary Sloat | Hilliard Horizon Elementary |
| Katie Windham | Hoffman Trails Elementary |
| Jaclyn Prati | J.W. Reason Elementary |
| Michael Heitzman | Norwich Elementary |
| Sharon Balduf | Norwich Elementary |
| Kevin Buchman | Ridgewood Elementary |
| Tamar Campbell-Sauer | Scioto Darby Elementary |
| Samantha Althouse | Washington Elementary |
| Brian Hart | Hilliard City Schools Preschool |

Organizational Chart



[Adoption date: August 14, 2001]
[Re-adoption date: January 24, 2005]
[Re-adoption date: January 22, 2007]
[Re-adoption date: April 27, 2009]
[Re-adoption date: December 14, 2009]
[Re-adoption date: February 13, 2012]
[Re-adoption date: May 11, 2015]
[Re-adoption date: April 11, 2018]

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Hilliard City School District

John Marschhausen, PhD, Superintendent • Brian W. Wilson, Treasurer/CFO

December 12, 2019

To the Citizens and Board of Education of the Hilliard City School District:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Hilliard City School District (the "District"). This CAFR, which includes an unmodified opinion from the Auditor of the State of Ohio, conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rest with the District's management. To the best of our knowledge and belief, this CAFR and the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

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

In addition to providing these general activities the District has administrative responsibility for state funds distributed to St. Brendan's School, Sunrise Academy and G.E.C. School, private schools located within the District boundaries. In accordance with GASB Statement 24, this responsibility is included in the reporting entity as a special revenue fund. While these organizations share operational and service similarity with the District, all are separate and distinct entities. Because of their independent nature, these organizations' financial statements are not included in this report.

PROFILE OF THE SCHOOL DISTRICT

The District was organized in the late 1800's and is a fiscally independent political subdivision of the State of Ohio. The District is a public school system located primarily in Franklin County, with a small portion (less than 1%) extending into Union County. The District's area is approximately 60 square miles in and around the City of Hilliard. Also included are portions of the cities of Columbus and Dublin, as well as Norwich, Brown, Washington, Prairie, and Franklin Townships. Located approximately 15 miles northwest of the downtown area of the City of Columbus, the District is largely suburban in character and continues to be one of the growing school districts in the State of Ohio.

The Board of Education (the "Board") of the District is composed of five members elected at large by the citizens of the District. The Board serves as the taxing authority, contracting body, and policy

Ready For Tomorrow

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www.hilliardschools.org

HILLIARD CITY SCHOOL DISTRICT

initiator for the operation of the District. The Board is responsible for the adoption of the annual operating budget and the approval of all expenditures of the District. The Board is a body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code, and has only those powers and authority conferred upon it by the Code.

The District had an estimated enrollment of 16,621 students for the fiscal year end June 30, 2019 compared to 16,524 students for the fiscal year ended June 30, 2018. This makes the District the eighth largest public school district in the State of Ohio. These students are housed in 14 elementary schools (grades pre-k to 5), 2 sixth grade centers, 3 middle schools (grades 7 to 8), 3 comprehensive high schools (grades 9 to 12), and an Innovative Learning Campus that offers programs for students in grades 7 through 12. The age of buildings varies with the oldest built in 1956 and the latest which opened in the fall of 2018. Of the District's 23 instructional buildings, 13 have been built since 1989 of which 5 opened in 2002, 1 in 2007, 1 in 2009, and 1 in 2018. Additionally, the District operates a central administration/support services facility and a transportation depot. The District estimates enrollment to be 16,505; 16,531; and 16,534 for the fiscal years ended June 30, 2020, 2021, and 2022 respectively. The District's enrollment figures do not include students living within the District's attendance area who attend charter schools. Currently, the District has 336 students attending 44 different charter schools.

Economic Condition and Outlook

Local Economy - The District is in the Columbus, Ohio Metropolitan Statistical Area (MSA), which is comprised of the counties of Delaware, Fairfield, Franklin, Licking, Madison, Morrow, Pickaway and Union, and is the thirty-second largest MSA of 362 in the United States at the time of the 2010 census.

Employment in Franklin County has increased slightly with unemployment in June of 2019 of approximately 3.7% decreasing from 4.5% as of June 2018. Employment in the District is diversified with a majority in the service sector. The two largest employers in the District are the District itself with 1,884 employees and Cellco Partnership dba Verizon, a telecommunications service company, with 1,242 employees. The next two largest employers in the District are in the Columbus portion and they are West-Ward Pharmaceuticals Corp, a pharmaceutical company with approximately 1,074 employees and UPS, a package delivery service with approximately 800 employees. Employers in the Hilliard portion of the District include BMW Financial Services with 838 employees. Additionally, the District is home to many trucking and small manufacturing companies as a result of Interstates 270 and 70 intersecting the District.

The City of Columbus and the City of Hilliard are aggressive in recruiting new businesses and will make use of all economic incentives to increase the tax base. Both entities have made use of tax abatements and Tax Increment Financing to attract businesses. Through negotiations with the cities the District has been reimbursed for property taxes it would have otherwise collected ranging from complete reimbursements to the minimums required by law.

Long-term Financial Planning – The financial forecast of General Fund operations for the next five years demonstrates that the District's fiscal year 2019 ending General Fund cash balance is projected to be approximately at \$69,733,275. The District does not project any negative cash balances as of our May 2019 forecast, however, we forecast a rapidly declining fund balance by FY2021 as we enter our next projected levy cycle.

The projected General Fund balance could be impacted by future negotiated agreements with our classified and certified unions. The current agreements expire in June 2021. Any impact from future negotiations is not known at this time.

HILLIARD CITY SCHOOL DISTRICT

Governor DeWine scrapped the prior school funding formula. For the current budget he guaranteed school funding at the prior year level for all school districts and added funding for wrap around services targeted on “student wellness and success”. These new funds are to be spent on mental health counseling, mentoring, wraparound supports and after-school programs. If Districts already offer these services, they can use these funds to continue these services. Based on simulations our District should see a 2.4% increase in funding for FY20 and a 1% increase for FY21. The Governor did not propose a complete overhaul of the funding formula as the legislature has been working on a new funding model for the past year and he wants them to have a chance to propose a solution. At this time, we do not know how the final version of the new formula will impact our District.

MAJOR INITIATIVES AND ACCOMPLISHMENTS

Accomplishments for 2019

Financial – The District received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association for the twenty-third consecutive year and the Award for Outstanding Achievement in Popular Annual Financial Reporting for the twelfth consecutive year. In addition, the District received the Meritorious Budget Award from the Association of School Business Officials International for the twelfth time for the FY2019 budget document.

Instruction – Based on the most recent ODE Local Report Card Data available the District earned an overall grade of C. The District is not happy with this performance and will look to make changes to benefit our students.

The District continues to expand offerings of the Innovative Learning Center. Through the Innovative Learning Center, students are able to earn both college credits and professional certifications to prepare them for tomorrow. We now offer classes at the campus where the student numbers are too small to offer at a middle or high school. By offering the classes at the Innovative Learning Campus to all the middle and high schools we have sufficient demand to make the classes viable.

Operations – The new Memorial Middle School was successfully opened for the start of the 2019 school. This also allowed for the old Memorial Middle School to become the new Station Sixth Grade building and the old Station Sixth Grade building to be added to the Innovative Learning Center which is now the Innovative Learning Center Campus. The new Station Sixth Grade building has a greater capacity than the prior building which allows for all students in this building to feed to Heritage Middle School or Memorial Middle School. All students at Tharp Sixth Grade building now feed directly to Weaver Middle School.

Initiatives for 2020

Financial – The District will continue to use financial benchmarking data to analyze the effectiveness of all functions in the District. As further investigation points out areas where the opportunity exists for increased efficiencies, work with administrators responsible for the function to see where changes can be made.

Instruction – The District will focus on four areas this year:

1. Through personalized learning experiences, students will make a year’s worth of academic growth or more by May 29, 2020.
2. Instructional staff will design and implement learning experiences which encourage students to explore and discover their individual interests by May 29, 2020.

HILLIARD CITY SCHOOL DISTRICT

3. All staff will create and foster a culture that embraces the whole child and enhances student well-being by May 29, 2020.
4. District academic leadership is working with the District Management Group on an audit of special education and elementary education. This will allow us to align resources and methods to help our staff help our students perform to the best of their abilities.

Operations – The District will reengage the Facilities Task Force and recruit additional stakeholders to conduct and facilitate the creation of a Master Facility Plan to review all District facilities and identify capital improvement needs for the future.

The District will also Monitor, maintain and improve security requirements for surveillance and access at each building.

FINANCIAL INFORMATION

Internal Controls

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

Budgetary Controls

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the alternative tax budget document, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control required by the Ohio Revised Code is at the fund level. The level of budgetary control imposed by the District (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level for all funds. Any budgetary modifications at these levels may only be made by resolution of the Board of Education. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated.

Independent Audit

The Uniform Guidance requires an annual audit by independent accountants. Kennedy Cotrell Richards conducted the District's 2019 fiscal year audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Uniform Guidance. The auditor's report on the basic financial statements is included in the financial section of this report.

HILLIARD CITY SCHOOL DISTRICT

Awards

GFOA Certificate of Achievement - The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Hilliard City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018.

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

Acknowledgements

Preparation of this report could not have been accomplished without the support and hard work of the staff of the Treasurer's office, Superintendent's office, and the School-Community Relations office. Credit must also be given to the Board of Education. Without their leadership and commitment to excellence this report would not be possible.

Respectfully submitted,



Brian W. Wilson
Treasurer/CFO



John Marschhausen, PhD
Superintendent



Government Finance Officers Association

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

Presented to

**Hilliard City School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morill

Executive Director/CEO

Financial Section



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INDEPENDENT AUDITOR'S REPORT

Hilliard City School District
Franklin County
2140 Atlas Street
Columbus, Ohio 43228

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Hilliard City School District, Franklin County, Ohio (the District), as of and for the year ended June 30, 2019, 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 the Hilliard City School District, Franklin County, Ohio, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include management's discussion and analysis, required budgetary comparison schedule, and schedules of net pension and other post-employment benefit liabilities and pension and other post-employment benefit 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 12, 2019 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.

KENNEDY COTTRELL RICHARDS LLC

A handwritten signature in black ink that reads "Kennedy Cottrell Richards LLC". The signature is written in a cursive, flowing style.

Gahanna, Ohio
December 12, 2019

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**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019
UNAUDITED

As management of the Hilliard City School District (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2019. We encourage readers to consider the information presented here in conjunction with our letter of transmittal at the front of this report and the District's financial statement, which follow this section.

Financial Highlights

Key financial highlights for 2019 are as follows:

- The liabilities and deferred inflows of resources of the District exceeded its assets and deferred outflows of resources at the close of the most recent fiscal year by \$69.1 million (negative net position).
- The District's total net position increased by \$43.7 million during the fiscal year.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$138.2 million, an increase of \$3.4 million in comparison with the prior fiscal year. Of this amount, \$46.5 million is available for spending at the District's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned balance for the general fund was \$47.1 million, or 23.6% of total general fund expenditures.

Reporting the District as a Whole

The Statement of Net Position and Statement of Activities

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps answer this question. These statements include all assets, deferred outflows, liabilities and deferred inflows using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year revenues and expenses are taken into consideration regardless of when cash is received or paid.

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

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019
UNAUDITED

Reporting the District's Most Significant Funds

Fund Financial Statements

Our analysis of the District's major funds appears on the fund financial statements beginning with the Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances. These statements provide detailed information about the most significant funds—not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's three types of funds, governmental, proprietary, and fiduciary, use different accounting approaches as further described in the notes to the basic financial statements.

Governmental Funds

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

Proprietary Funds

The District's proprietary fund is the Self Insurance Internal Service Fund used to account for interfund charges and claims payments applicable to the District's group health insurance plan. The activity of the self-insurance fund is included within governmental activities in the government-wide financial statements.

Fiduciary Funds

The District's fiduciary funds are Student-managed Activities and the District Administration agency funds. The District's fiduciary activities are reported in the Statement of Fiduciary Assets and Liabilities. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, liabilities and deferred inflows exceeded assets and deferred outflows by \$69.1 million according to the Statement of Net Position at the close of the most recent fiscal year.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019
UNAUDITED

A comparative analysis of fiscal year 2019 to 2018 follows from the Statements of Net Position:

| Net Position Governmental Activities | 2019 | 2018 |
|---|-----------------|------------------|
| Current and Other Assets | \$ 268,825,484 | \$ 261,767,813 |
| Capital Assets | 162,827,539 | 163,430,586 |
| Net OPEB Asset | 13,961,264 | - |
| Total Assets | 445,614,287 | 425,198,399 |
| Unamortized Amount on Refunding | 5,674,131 | 6,342,262 |
| Pension | 65,252,287 | 78,670,599 |
| OPEB | 3,681,529 | 2,528,948 |
| Total Deferred Outflows of Resources | 74,607,947 | 87,541,809 |
| Current Liabilities | 31,313,085 | 34,327,749 |
| Long-term Liabilities: | | |
| Due Within One Year | 15,868,963 | 16,876,258 |
| Due in More Than One Year: | | |
| Net Pension Liability | 233,652,692 | 246,227,044 |
| Net OPEB Liability | 20,104,018 | 52,071,101 |
| Other Amounts | 158,577,096 | 173,099,013 |
| Total Liabilities | 459,515,854 | 522,601,165 |
| Property Taxes | 91,581,106 | 86,961,609 |
| Pension | 14,718,820 | 9,708,844 |
| OPEB | 23,498,686 | 6,303,772 |
| Total Deferred Inflows of Resources | 129,798,612 | 102,974,225 |
| Net Investment in Capital Assets | 37,530,655 | 37,274,183 |
| Restricted | 29,112,039 | 27,421,755 |
| Unrestricted | (135,734,926) | (177,531,120) |
| Total Net Position | \$ (69,092,232) | \$ (112,835,182) |

The net pension and net OPEB liabilities, net OPEB asset and related deferred outflows and inflows of resources all fluctuated significantly in comparison with the prior fiscal year-end. These fluctuations are primarily the result of changes in benefit terms, changes in actuarial assumptions, and greater than expected returns on pension plan investments.

Current and Other Assets increased significantly in comparison with the prior fiscal year-end. This increase is the result of an increase in assessed valuation.

Long-term Liabilities decreased significantly in comparison with the prior fiscal year-end. This decrease is primarily the result of a decrease in total general obligation bonded debt as a result of debt principal reduction payments during the fiscal year.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019
UNAUDITED

A large portion of the District's net position reflects its investment in capital assets less depreciation and any related debt used to acquire those assets that is still outstanding. As of June 30, 2019 this portion of net position is positive which reflects the District has \$37.5 million more in capital assets, net of accumulated depreciation, than debt. The District uses capital assets to provide services; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves usually are not used to liquidate these liabilities.

A portion of the District's net position (42.1%) represents resources subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the ongoing obligations to citizens and creditors. Unrestricted net position increased by 23.5% from 2018.

Governmental Activities

Net position of the District's governmental activities increased by \$43.7 million. The details of this increase in net position are as follows:

| | 2019 | 2018 |
|--------------------------------------|-----------------|------------------|
| Program Revenues | | |
| Charges for Services | \$ 8,452,682 | \$ 8,759,306 |
| Operating Grants | 10,470,433 | 9,283,093 |
| Capital Grants | 73,910 | 15,058 |
| General Revenues | | |
| Property Taxes | 154,152,306 | 151,442,430 |
| Unrestricted Grants and Entitlements | 67,740,618 | 65,816,549 |
| Payments in Lieu of Taxes | 5,896,843 | 3,844,522 |
| Investment Earnings | 3,132,504 | 1,248,862 |
| Miscellaneous | 1,910,863 | 1,576,912 |
| Total Revenues | 251,830,159 | 241,986,732 |
| Program Expenses | | |
| Instructional | 117,606,238 | 53,508,825 |
| Support Services | 70,515,793 | 54,342,565 |
| Food Service Operations | 5,609,918 | 5,493,374 |
| Community Services | 3,455,574 | 3,392,268 |
| Extracurricular Activities | 4,663,758 | 2,303,442 |
| Interest and Fiscal Charges | 6,235,928 | 5,798,027 |
| Total Expenses | 208,087,209 | 124,838,501 |
| Change in Net Position | 43,742,950 | 117,148,231 |
| Net Position at Beginning of Year | (112,835,182) | (229,983,413) |
| Net Position at End of Year | \$ (69,092,232) | \$ (112,835,182) |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019
UNAUDITED

Property taxes and payments in lieu of taxes both increased in comparison with the prior fiscal year. These increases are the result of an increase in assessed valuation and an increase in the amount of property taxes available for advance.

Total Expenses increased significantly in comparison with the prior fiscal year. This increase is primarily the result of an increase in pension and OPEB expense from negative \$88.2 million in fiscal year 2018 to negative \$6.0 million in fiscal year 2019. This increase is primarily the result of changes in benefit terms, changes in actuarial assumptions, and a decrease in returns on pension plan investments, while still greater than expected.

The Statement of Activities shows the cost of program services and the charges for services and operating grants and contributions offsetting those services. The table below reflects the cost of program services and the net cost of those services after taking into account the program revenues for the governmental activities. General revenues including tax revenue, investment earnings and unrestricted State entitlements must support the net cost of program services.

| Programs | Total Cost of Services | | Net Cost of Services | |
|-----------------------------|------------------------|-----------------------|-----------------------|-----------------------|
| | 2019 | 2018 | 2019 | 2018 |
| Instructional | \$ 117,606,238 | \$ 53,508,825 | \$ 110,506,952 | \$ 46,296,711 |
| Support Services | 70,515,793 | 54,342,565 | 69,761,957 | 53,854,242 |
| Food Service | 5,609,918 | 5,493,374 | (463,902) | 205,393 |
| Community Services | 3,455,574 | 3,392,268 | (420,141) | (400,989) |
| Extracurricular Activities | 4,663,758 | 2,303,442 | 3,713,739 | 1,270,967 |
| Interest and Fiscal Charges | 6,235,928 | 5,798,027 | 5,991,579 | 5,554,720 |
| Total | <u>\$ 208,087,209</u> | <u>\$ 124,838,501</u> | <u>\$ 189,090,184</u> | <u>\$ 106,781,044</u> |

Local property taxes make up 66.2% of total general revenues for governmental activities. The net services column reflects the need for \$189.1 million of support indicating the reliance on general revenues to support governmental activities.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019
UNAUDITED

The District's Funds

The District's governmental funds reported a combined fund balance of \$138.2 million which represents an increase of \$3.4 million as compared to last year according to the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances. This is mainly due to an increase in payments in lieu of taxes, state grants and investment earnings. The schedule below shows the fund balance and the total change in fund balance from June 30, 2018 to 2019.

| | Fund Balance June 30, 2019 | Fund Balance June 30, 2018 | Increase/ (Decrease) |
|--------------------------|-------------------------------|-------------------------------|-------------------------|
| General Fund | \$ 103,392,682 | \$ 93,011,091 | \$ 10,381,591 |
| Bond Retirement Fund | 20,854,410 | 21,539,032 | (684,622) |
| Other Governmental Funds | 13,906,669 | 20,169,327 | (6,262,658) |
| Total | <u>\$ 138,153,761</u> | <u>\$ 134,719,450</u> | <u>\$ 3,434,311</u> |

General Fund

The District's General Fund balance increased as a result of revenues exceeding expenditures due to a 30% increase in public utility personal property value, an increase in unrestricted state grants received during the year and an increase in investment earnings.

| | 2019 | 2018 | Change |
|----------------------------|-----------------------|-----------------------|-------------|
| Revenues by Source: | | | |
| Property Taxes | \$ 132,025,092 | \$ 131,707,770 | 0.2% |
| Payments in Lieu of Taxes | 5,414,955 | 3,844,522 | 40.8% |
| Intergovernmental | 66,452,753 | 64,480,035 | 3.1% |
| Interest Earnings | 2,724,073 | 718,497 | 279.1% |
| Other Revenue | 3,343,440 | 3,633,381 | -8.0% |
| Total Revenues | <u>\$ 209,960,313</u> | <u>\$ 204,384,205</u> | <u>2.7%</u> |

As the table below indicates, the largest portion of General Fund expenditures at 61.5% is for instruction.

| | 2019 | 2018 | Change |
|----------------------------------|-----------------------|-----------------------|-------------|
| Expenditures by Function: | | | |
| Instruction | \$ 122,563,430 | \$ 119,420,801 | 2.6% |
| Support Services | 71,756,908 | 68,537,366 | 4.7% |
| Community Services | 38,814 | 43,326 | -10.4% |
| Extracurricular Activities | 4,425,032 | 4,064,428 | 8.9% |
| Capital Outlay | 259,560 | 511,525 | -49.3% |
| Debt Service | 277,500 | 277,500 | 0.0% |
| Total Expenditures | <u>\$ 199,321,244</u> | <u>\$ 192,854,946</u> | <u>3.4%</u> |

Expenditures are up 3.4% over the prior year. This is due to the negotiated bargaining agreements and pay increases.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019
UNAUDITED

Bond Retirement Fund

The Bond Retirement fund balance has decreased by \$684,622 due to principal and interest payments exceeding revenue collections and transfers in from the General fund. The revenues of the fund are property taxes, calculated by the county auditor, and state homestead and rollback money computed as a percentage of the tax due to the fund. The expenditures of the fund include principal and interest payments as well as county auditor and treasurer fees.

Other Funds

Other governmental funds consist of the Permanent Improvement fund, Building fund and Special Revenue funds. The aggregate fund balance of these funds showed a decrease of \$6.3 million. This is mainly due to the spending of bond proceeds in the Building fund.

General Fund Budget Information

The District's budget is prepared in accordance with Ohio law and is based on the cash basis of accounting, utilizing cash receipts, disbursements and encumbrances. Changes are made to the District's budget as changes in revenues and spending patterns are experienced. Both original appropriations and final appropriations were \$201.5 million.

The District uses the five-year forecast as the original document from which to form the operating budget. After updating the forecast for changes in revenue and expenditure assumptions, the operating budget begins at the school building level. Each school building in the District receives a per pupil allocation augmented with resources for special education students in the specific buildings. Budgets are reviewed periodically to ensure management becomes aware of any variations during the year.

For Fiscal Year 2019, the District budgeted for \$199.4 million in revenues and \$201.5 million in expenditures and a net decrease in fund balance of \$2.1 million. Due in part to an increase in grants received, the District collected \$6.5 million more in revenue than budgeted. The District's spending was pretty much in line with what was budgeted. When taken together, the District actually experienced a net increase of \$6.9 million in fund balances.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2019
UNAUDITED

Capital Assets

At fiscal year-end, the District had \$162.8 million (net of accumulated depreciation) invested in land, buildings and improvements, improvements other than buildings, equipment and vehicles, a decrease of \$603,047 in comparison with the prior fiscal year. This decrease represents the amount in which current year depreciation and disposals of \$9.9 million exceeded current year additions of \$9.3 million.

See note 7 to the basic financial statements for additional information on Capital Assets.

Debt Administration

At fiscal year-end, the District had \$159.8 million in outstanding general obligation bonds and taxable Qualified School Construction Energy Conservation Bonds including unamortized premiums and accretion. These amounts represent decreases of \$14.8 million, and represent the amount in which current year principal payments and amortization, totaling \$16.5 million, exceeded current year accretion of \$1.7 million.

See note 8 to the basic financial statements for additional information on long-term obligations.

Economic Conditions and Outlook

The financial stability of the District is currently in good shape. One challenge facing the District in the near term is the lack of a new state school funding formula. The State froze the current formula for FY20 but provided new funds for student wellness initiatives. Fortunately, Districts are allowed to allocate current expenditures in this area to these new revenues. As our District spends significant dollars for student wellness, we will allocate these expenditures towards these new revenues somewhat mitigating the flat funding for FY20. A bill has been introduced in the State legislature for a new school funding formula. We are hopeful the new formula will be in place for FY21. The first iterations of this formula appear to benefit our District as our student enrollment continues to grow. We do not anticipate a windfall but modest growth. With all this being said, we anticipate being on the ballot in 2020 for a new operating levy as planned since 2016.

The District's contracts with both labor unions went into effect July 1 of 2018 and expire June 30, 2021. Modest increases in salaries with slight changes in health benefits will help to maintain the financial stability of the District.

Request for Information

This financial report is designed to provide the citizens, taxpayers, customers, and creditors with a general overview of the District's finances and to show accountability for the money it receives. Questions concerning any information provided in this report should be addressed to the Treasurer of the Hilliard City School District, 2140 Atlas Street, Columbus, Ohio 43228.

BASIC FINANCIAL STATEMENTS



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**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

**STATEMENT OF NET POSITION
AS OF JUNE 30, 2019**

| | Governmental Activities |
|---|----------------------------|
| Assets: | |
| Cash and Cash Equivalents | \$ 102,895,796 |
| Investments | 14,945 |
| Receivables: | |
| Property Taxes | 155,755,420 |
| Payments in Lieu of Taxes | 4,222,063 |
| Accounts | 178,087 |
| Accrued Interest | 309,837 |
| Due From Other Governments | 2,684,793 |
| Materials and Supplies Inventory | 72,509 |
| Restricted Cash and Cash Equivalents | 2,692,034 |
| Nondepreciable Capital Assets | 14,241,013 |
| Depreciable Capital Assets, Net | 148,586,526 |
| Net OPEB Asset | 13,961,264 |
| Total Assets | 445,614,287 |
| Deferred Outflows of Resources: | |
| Unamortized Amount on Refunding | 5,674,131 |
| Pension | 65,252,287 |
| OPEB | 3,681,529 |
| Total Deferred Outflows of Resources | 74,607,947 |
| Liabilities: | |
| Accounts Payable | 2,330,933 |
| Accrued Wages and Benefits Payable | 21,361,092 |
| Due to Other Governments | 2,913,818 |
| Accrued Interest Payable | 432,393 |
| Claims Payable | 4,274,849 |
| Long-Term Liabilities: | |
| Due Within One Year | 15,868,963 |
| Due in More Than One Year: | |
| Net Pension Liability | 233,652,692 |
| Net OPEB Liability | 20,104,018 |
| Other Amounts Due in More Than One Year | 158,577,096 |
| Total Liabilities | 459,515,854 |
| Deferred Inflows of Resources: | |
| Property and Other Local Taxes | 91,581,106 |
| Pension | 14,718,820 |
| OPEB | 23,498,686 |
| Total Deferred Inflows of Resources | 129,798,612 |
| Net Position: | |
| Net Investment in Capital Assets | 37,530,655 |
| Restricted: | |
| Debt Service | 20,721,250 |
| Capital Projects | 4,992,390 |
| Non-instructional Services | 2,357,787 |
| Locally Funded Programs | 5,364 |
| Extracurricular Activities | 914,012 |
| State Funded Programs | 120,820 |
| Federally Funded Programs | 416 |
| Unrestricted | (135,734,926) |
| Total Net Position | \$ (69,092,232) |

See accompanying notes to the basic financial statements.

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**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Expenses | Program Revenues | | Capital Grants and Contributions | Net (Expense) |
|---------------------------------------|-----------------------|-------------------------|--|--|---|
| | | Charges for Services | Operating Grants and Contributions | | Revenue and Changes in Net Position |
| | | | | | Governmental Activities |
| Governmental Activities: | | | | | |
| Instruction | | | | | |
| Regular | \$ 87,957,340 | \$ 1,255,273 | \$ 374,095 | \$ 73,910 | \$ (86,254,062) |
| Special | 20,141,342 | 266,855 | 3,183,263 | - | (16,691,224) |
| Vocational | 1,758,901 | 28,096 | 318,057 | - | (1,412,748) |
| Other | 7,748,655 | 106,095 | 1,493,642 | - | (6,148,918) |
| Support Services | | | | | |
| Pupils | 14,107,464 | - | 11,204 | - | (14,096,260) |
| Instructional Staff | 10,499,536 | - | 424,775 | - | (10,074,761) |
| Board of Education | 427,855 | - | - | - | (427,855) |
| Administration | 9,648,079 | - | 110,373 | - | (9,537,706) |
| Fiscal | 4,216,379 | - | - | - | (4,216,379) |
| Business | 1,042,888 | - | - | - | (1,042,888) |
| Operation and Maintenance of Plant | 17,594,225 | - | 204,396 | - | (17,389,829) |
| Pupil Transportation | 10,573,131 | - | 3,088 | - | (10,570,043) |
| Central | 2,406,236 | - | - | - | (2,406,236) |
| Food Service Operations | 5,609,918 | 3,057,201 | 3,016,619 | - | 463,902 |
| Community Services | 3,455,574 | 2,867,270 | 1,008,445 | - | 420,141 |
| Extracurricular Activities | 4,663,758 | 871,892 | 78,127 | - | (3,713,739) |
| Interest and Fiscal Charges | 6,235,928 | - | 244,349 | - | (5,991,579) |
| Total Governmental Activities | \$ 208,087,209 | \$ 8,452,682 | \$ 10,470,433 | \$ 73,910 | (189,090,184) |
| General Revenues: | | | | | |
| Property Taxes Levied for: | | | | | |
| General Purposes | | | | | 131,939,616 |
| Debt Service | | | | | 17,659,858 |
| Permanent Improvement | | | | | 4,552,832 |
| Payments in Lieu of Taxes | | | | | 5,896,843 |
| Unrestricted Grants and Entitlements | | | | | 67,740,618 |
| Investment Earnings | | | | | 3,132,504 |
| Miscellaneous | | | | | 1,910,863 |
| Total General Revenues | | | | | 232,833,134 |
| Change in Net Position | | | | | 43,742,950 |
| Net Position Beginning of Year | | | | | (112,835,182) |
| Net Position End of Year | | | | | \$ (69,092,232) |

See accompanying notes to the basic financial statements.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2019

| | General Fund | Bond Retirement Fund | Other Governmental Funds | Total Governmental Funds |
|---|-----------------------|----------------------------|--------------------------------|--------------------------------|
| Assets: | | | | |
| Cash and Cash Equivalents | \$ 69,711,546 | \$ 10,579,361 | \$ 13,216,116 | \$ 93,507,023 |
| Investments | - | - | 14,945 | 14,945 |
| Receivables: | | | | |
| Property Taxes | 133,282,315 | 17,865,016 | 4,608,089 | 155,755,420 |
| Payments in Lieu of Taxes | 4,222,063 | - | - | 4,222,063 |
| Accounts | 156,282 | - | 21,805 | 178,087 |
| Accrued Interest | 309,761 | - | 76 | 309,837 |
| Due From Other Governments | 939,749 | - | 1,745,044 | 2,684,793 |
| Materials and Supplies Inventory | - | - | 72,509 | 72,509 |
| Due From Other Funds | 265,125 | - | - | 265,125 |
| Restricted Cash and Cash Equivalents | - | 2,692,034 | - | 2,692,034 |
| Total Assets | <u>\$ 208,886,841</u> | <u>\$ 31,136,411</u> | <u>\$ 19,678,584</u> | <u>\$ 259,701,836</u> |
| Liabilities: | | | | |
| Current Liabilities: | | | | |
| Accounts Payable | \$ 1,099,417 | \$ - | \$ 1,231,516 | \$ 2,330,933 |
| Accrued Wages and Benefits Payable | 20,633,234 | - | 727,858 | 21,361,092 |
| Due to Other Governments | 2,816,982 | - | 96,836 | 2,913,818 |
| Compensated Absences Payable | 231,509 | - | - | 231,509 |
| Due To Other Funds | - | - | 265,125 | 265,125 |
| Total Liabilities | <u>24,781,142</u> | <u>-</u> | <u>2,321,335</u> | <u>27,102,477</u> |
| Deferred Inflows of Resources: | | | | |
| Property and Other Local Taxes | 78,997,241 | 9,982,768 | 2,601,097 | 91,581,106 |
| Unavailable Revenue | 1,715,776 | 299,233 | 849,483 | 2,864,492 |
| Total Deferred Inflows of Resources | <u>80,713,017</u> | <u>10,282,001</u> | <u>3,450,580</u> | <u>94,445,598</u> |
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Inventory | - | - | 72,509 | 72,509 |
| Restricted: | | | | |
| Debt Service | - | 20,854,410 | - | 20,854,410 |
| Capital Projects | - | - | 8,730,894 | 8,730,894 |
| Non-instructional Services | - | - | 2,067,356 | 2,067,356 |
| Locally Funded Programs | - | - | 5,364 | 5,364 |
| Extracurricular Activities | - | - | 914,012 | 914,012 |
| State Funded Programs | - | - | 120,820 | 120,820 |
| Committed: | | | | |
| Latchkey | - | - | 2,601,534 | 2,601,534 |
| Assigned: | | | | |
| Future Appropriations | 54,151,843 | - | - | 54,151,843 |
| Instructional Services | 155,605 | - | - | 155,605 |
| Support Services | 482,492 | - | - | 482,492 |
| Extracurricular Activities | 3,600 | - | - | 3,600 |
| Capital Projects | 101,696 | - | - | 101,696 |
| Special Building Trust | 252,613 | - | - | 252,613 |
| Rotary Services | 273,266 | - | - | 273,266 |
| Public School Support | 850,052 | - | - | 850,052 |
| Underground Storage Tank | 11,000 | - | - | 11,000 |
| Unassigned | 47,110,515 | - | (605,820) | 46,504,695 |
| Total Fund Balances | <u>103,392,682</u> | <u>20,854,410</u> | <u>13,906,669</u> | <u>138,153,761</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>\$ 208,886,841</u> | <u>\$ 31,136,411</u> | <u>\$ 19,678,584</u> | <u>\$ 259,701,836</u> |

See accompanying notes to the basic financial statements.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2019

| | |
|---|-----------------------------------|
| Total Governmental Fund Balances | \$ 138,153,761 |
| <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. | 162,827,539 |
| Other long-term assets are not available to pay for current period expenditures and therefore are reported as deferred inflows in the funds. | |
| Property Taxes Receivable | 1,189,606 |
| Payments in Lieu of Taxes Receivable | 481,888 |
| Intergovernmental Receivable | 802,227 |
| Interest Receivable | 239,394 |
| Accounts Receivable | 151,377 |
| An internal service fund is used by management to charge the cost of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position. | 5,113,924 |
| The net OPEB asset, net pension liability and net OPEB liability are not due and payable in the current period; therefore, the asset, liability and related deferred inflows/outflows are not reported in governmental funds: | |
| Deferred Outflows - Pension | 65,252,287 |
| Deferred Inflows - Pension | (14,718,820) |
| Net Pension Liability | (233,652,692) |
| Deferred Outflows - OPEB | 3,681,529 |
| Deferred Inflows - OPEB | (23,498,686) |
| Net OPEB Asset | 13,961,264 |
| Net OPEB Liability | (20,104,018) |
| Long-Term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. | |
| Bonds Payable | (159,757,216) |
| Unamortized Amount on Refunding | 5,674,131 |
| Accrued Interest Payable | (432,393) |
| Compensated Absences | (14,457,334) |
| Net Position of Governmental Activities | <u>\$ (69,092,232)</u> |

See accompanying notes to the basic financial statements.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | General Fund | Bond Retirement Fund | Other Governmental Funds | Total Governmental Funds |
|--|-----------------------|----------------------------|--------------------------------|--------------------------------|
| Revenues: | | | | |
| Property Taxes | \$ 132,025,092 | \$ 17,492,853 | \$ 4,555,569 | \$ 154,073,514 |
| Payments in Lieu of Taxes | 5,414,955 | - | - | 5,414,955 |
| Tuition | 1,016,634 | - | 2,854,732 | 3,871,366 |
| Investment Earnings | 2,724,073 | 44,745 | 246,820 | 3,015,638 |
| Other Local Revenues | 1,540,917 | 75,879 | 198,369 | 1,815,165 |
| Intergovernmental - State | 66,126,188 | 1,749,881 | 1,484,734 | 69,360,803 |
| Intergovernmental - Federal | 326,565 | - | 8,424,313 | 8,750,878 |
| Classroom Materials and Fees | 624,800 | - | - | 624,800 |
| Extracurricular Activities | 161,089 | - | 710,803 | 871,892 |
| Food Services | - | - | 3,057,201 | 3,057,201 |
| Total Revenues | 209,960,313 | 19,363,358 | 21,532,541 | 250,856,212 |
| Expenditures: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular | 92,887,074 | - | 4,514,065 | 97,401,139 |
| Special | 19,746,587 | - | 3,015,940 | 22,762,527 |
| Vocational | 2,079,033 | - | - | 2,079,033 |
| Other | 7,850,736 | - | 1,508,238 | 9,358,974 |
| Support services: | | | | |
| Pupils | 16,207,994 | - | 20,138 | 16,228,132 |
| Instructional Staff | 11,648,826 | - | 417,867 | 12,066,693 |
| Board of Education | 427,363 | - | - | 427,363 |
| Administration | 10,328,215 | - | 110,504 | 10,438,719 |
| Fiscal Services | 4,003,923 | 246,643 | 77,264 | 4,327,830 |
| Business | 1,025,137 | - | - | 1,025,137 |
| Operation and Maintenance of Plant | 15,806,672 | - | 941,871 | 16,748,543 |
| Pupil Transportation | 9,877,105 | - | 60,098 | 9,937,203 |
| Central | 2,431,673 | - | - | 2,431,673 |
| Food Service Operations | - | - | 5,419,423 | 5,419,423 |
| Community Services | 38,814 | - | 3,505,684 | 3,544,498 |
| Extracurricular Activities | 4,425,032 | - | 698,891 | 5,123,923 |
| Capital Outlay | 259,560 | - | 7,644,839 | 7,904,399 |
| Debt service: | | | | |
| Principal Retirement | - | 15,040,000 | - | 15,040,000 |
| Interest and Fiscal Charges | 277,500 | 5,058,880 | 17,438 | 5,353,818 |
| Total Expenditures | 199,321,244 | 20,345,523 | 27,952,260 | 247,619,027 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 10,639,069 | (982,165) | (6,419,719) | 3,237,185 |
| Other Financing Sources (Uses): | | | | |
| Sale of Capital Assets | 40,065 | - | 157,061 | 197,126 |
| Transfers In | - | 297,543 | - | 297,543 |
| Transfers Out | (297,543) | - | - | (297,543) |
| Total Other Financing Sources (Uses) | (257,478) | 297,543 | 157,061 | 197,126 |
| Net Change in Fund Balances | 10,381,591 | (684,622) | (6,262,658) | 3,434,311 |
| Fund Balance Beginning of Year | 93,011,091 | 21,539,032 | 20,169,327 | 134,719,450 |
| Fund Balance End of Year | \$ 103,392,682 | \$ 20,854,410 | \$ 13,906,669 | \$ 138,153,761 |

See accompanying notes to the basic financial statements.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN 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, 2019

| | | |
|--|-----------|-------------------|
| Net Change in Fund Balances - Total Governmental Funds | \$ | 3,434,311 |
| <i>Amounts reported for governmental activities in the statement of activities are different because:</i> | | |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. | | |
| Capital Outlay | | 7,904,399 |
| Depreciation | | (8,336,011) |
| The net effect of various miscellaneous transactions involving capital assets (i.e. sales, disposals, trade-ins, and donations). | | |
| Disposals | | (245,345) |
| Donations | | 73,910 |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | | |
| Property Taxes | | 78,792 |
| Payments in Lieu of Taxes | | 481,888 |
| Tuition | | 12,538 |
| Investment Earnings | | 116,866 |
| Intergovernmental Revenues | | (11,269) |
| Classroom Materials and Fees | | 14,885 |
| Other Revenues | | 9,211 |
| Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. | | |
| Pension | | 17,668,548 |
| OPEB | | 353,802 |
| Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB asset/liability are reported as pension expense in the statement of activities. | | |
| Pension | | (23,522,484) |
| OPEB | | 29,532,212 |
| The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. | | |
| Principal Repayments | | 15,040,000 |
| Amortization and Capital Appreciation Bond Accretion | | (909,627) |
| Accrued Interest Payable | | 27,517 |
| Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds. | | |
| Compensated Absences | | (127,705) |
| The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. | | |
| | | 2,146,512 |
| Change in Net Position of Governmental Activities | \$ | 43,742,950 |

See accompanying notes to the basic financial statements.

HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO

STATEMENT OF NET POSITION
PROPRIETARY FUND
AS OF JUNE 30, 2019

| | Governmental Activities |
|-----------------------------|-----------------------------|
| | Internal Service Fund |
| | <u> </u> |
| Current Assets: | |
| Cash and Cash Equivalents | \$ 9,388,773 |
| Total Assets | <u>9,388,773</u> |
| Current Liabilities: | |
| Claims Payable | <u>4,274,849</u> |
| Total Liabilities | <u>4,274,849</u> |
| Net Position: | |
| Unrestricted | 5,113,924 |
| Total Net Position | <u>\$ 5,113,924</u> |

See accompanying notes to the basic financial statements.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Governmental Activities |
|---|----------------------------|
| | Internal Service Fund |
| Operating Revenues: | |
| Charges for Services | \$ 31,569,019 |
| Other | 1,473,824 |
| Total Operating Revenues | 33,042,843 |
| Operating Expenses: | |
| Purchased Services | 3,041,405 |
| Claims and Benefits | 27,854,926 |
| Total Operating Expenses | 30,896,331 |
| Operating Income and Change in Net Position | 2,146,512 |
| Net Position, Beginning of Year | 2,967,412 |
| Net Position, End of Year | \$ 5,113,924 |

See accompanying notes to the basic financial statements.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Governmental Activities |
|---|----------------------------|
| | Internal Service Fund |
| Cash Flows from Operating Activities | |
| Cash Received from Charges for Services | \$ 31,569,019 |
| Cash Received from Other | 1,473,824 |
| Cash Payments for Purchased Services | (3,041,659) |
| Cash Payments for Claims | (27,298,098) |
| Net Cash Provided by Operating Activities | 2,703,086 |
| Increase in Cash and Cash Equivalents | 2,703,086 |
| Cash and Cash Equivalents, Beginning of Year | 6,685,687 |
| Cash and Cash Equivalents, End of Year | \$ 9,388,773 |
| Reconciliation of Operating Income to Net Cash Provided by Operating Activities: | |
| Operating Income | \$ 2,146,512 |
| Change in Assets and Liabilities: | |
| Claims Payable | 556,828 |
| Accounts Payable | (254) |
| Net Cash Provided by Operating Activities | \$ 2,703,086 |

See accompanying notes to the basic financial statements.

HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
AS OF JUNE 30, 2019

| | Agency Fund |
|---------------------------|-------------------|
| Assets | |
| Cash and Cash Equivalents | \$ 645,709 |
| Total Assets | <u>\$ 645,709</u> |
| Liabilities | |
| Accounts Payable | \$ 9,547 |
| Due To Others | 636,162 |
| Total Liabilities | <u>\$ 645,709</u> |

See accompanying notes to the basic financial statements.

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**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 1 – REPORTING ENTITY

The Hilliard City School District (the District) was organized in 1870 and is a fiscally independent political subdivision of the State of Ohio. The District is governed by a five-member board of education (the Board) elected by the citizens of the District.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *“The Financial Reporting Entity”*, as amended by GASB Statement No. 39, *“Determining Whether Certain Organizations are Component Units”*, and GASB Statement No. 61, *“The Financial Reporting Entity Omnibus – an amendment to GASB Statement No. 14 and 34”*, in that the financial statements include all organizations, activities, and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the District only (i.e., there are no component units).

JOINTLY GOVERNED ORGANIZATIONS:

The District is a participant among over 200 educational-focused entities in a jointly governed organization to operate the Metropolitan Educational Technology Association (META). META was formed for the purpose of applying modern technology, with the aid of computers and other electronic equipment, to administrative and instructional functions among member districts. META is governed by a board of directors consisting of a member of the board of education and a member of the administrative staff from each of the participating members. The District does not have an ongoing financial interest in or ongoing financial responsibility for META. Financial statements for META can be obtained from META administrative offices at 2100 City Gate Dr., Columbus, Ohio 43219. During fiscal year 2019, the District paid META \$61,960 for services.

Tolles Career & Technical Center in Madison County is a jointly governed organization of the District. The District's Board of Education appoints one member of the seven-member Board of Education of Tolles. However, the financial statements of Tolles are not included within the District's reporting entity as the District cannot impose its will and there is no financial benefit, financial burden relationship or related party transactions between the District and Tolles.

The District's reporting entity includes the following:

St. Brendan's School – Within the District's boundaries, St. Brendan School is operated as a private school. Current State legislation provides funding to the parochial school. The monies are received and disbursed on behalf of the parochial school by the Treasurer of the District, as directed by the parochial school. The activity is reflected in a special revenue fund of the District.

Sunrise Academy – Within the District's boundaries, Sunrise Academy is operated as a private school. Current State legislation provides funding to the Academy. The monies are received and disbursed on behalf of the Academy by the Treasurer of the District, as directed by the Academy. The activity is reflected in a special revenue fund of the District.

Dublin Prep Academy – Within the District's boundaries, Dublin Prep Academy is operated as a private school. As a non-religious non-public school, the Academy's state funding is paid directly to the Academy and no monies were received or disbursed by the District on the Academy's behalf.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 1 – REPORTING ENTITY (continued)

GEC School – Within the District’s boundaries, the GEC School is operated as a private school. Current legislation provides funding to the evangelical school. The monies are received and disbursed on behalf of the school by the Treasurer of the District, as directed by the evangelical school. The activity is reflected in a special revenue fund of the District.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all non-fiduciary activities of the District. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements except for interfund services provided and used. Governmental Activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services. Likewise, the primary government is reported separately from legal component units for which the primary government is financially accountable. The District (primary government) has no business-type activities or component units.

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

Separate financial statements are provided for governmental, proprietary, and fiduciary funds. Fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

B. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary and proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred under accrual accounting. However, debt services expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded when payment is due.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, payment in lieu of taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 4). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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 resources) and uses (i.e., expenditures and other financing uses) of current financial resources. The 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 statement for the governmental funds.

The District reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund.

Bond Retirement Fund – The Bond Retirement Fund, a debt service fund, is used to account for the accumulation of resources restricted for the payment of general long-term debt principal, interest and related costs.

The District's non-major governmental funds include the following fund types:

Permanent Improvement Fund – The Permanent Improvement Fund, a capital projects fund, is used to account for permanent improvement tax levy receipts and other resources restricted to expenditure for acquiring, constructing, or improving major capital facilities.

Building Fund – The Building Fund, a capital projects fund, is used to account for debt proceeds and associated costs with the construction of a new middle school building and renovations to existing buildings throughout the District.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specific purposes other than debt service or capital projects.

Additionally, the District reports the following fund types:

Proprietary Fund – The District’s proprietary fund consists of an internal service fund. Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District or to other governments on a cost reimbursement basis. The Self Insurance Internal Service Fund accounts for the interfund charges and claim payments applicable to the District’s group health insurance plan.

Fiduciary Funds – Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. This consists of Agency Funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency funds are primarily used for the District’s student activities and the District Administration Fund.

C. Cash, Cash Equivalents and Investments

The majority of cash received by the District is pooled in a central bank account with individual fund balance integrity retained throughout. For presentation on the basic financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

During the fiscal year, the District had funds invested in the State Treasury Asset Reserve of Ohio (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer’s Office, which allows governments within the State to pool their funds for investments 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 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 a NAV per share that approximates fair value.

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

Investment earnings are allocated as authorized by State statute or as governed by Board policy. Interest revenue credited to the General Fund during the fiscal year amounted to \$2,724,073 which includes \$890,562 assigned from other District funds.

D. Inventory

All inventories are valued at cost using the first in, first out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. At fiscal year-end, inventory consists of donated food and purchased food. Donated commodities are presented at their entitlement value.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Capital Assets and Depreciation

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition values as of the date received. Intangible assets are those that lack physical substance, are non-financial in nature and have an initial useful life extending beyond a single reporting period. Intangible assets are capitalized at cost. The District's policy is to capitalize all assets with a cost of \$5,000 or more and a useful life of more than one year. The District has no infrastructure.

All reported capital assets, with the exception of land and intangible assets with an indefinite useful life, are depreciated. Intangible assets that are to be depreciated are included in the appropriate category below following the same depreciation schedule. Improvements are depreciated over the remaining useful life of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

| | |
|-----------------------------------|-------|
| Land Improvements | 20 |
| Buildings & Improvements | 20-50 |
| Furniture, Fixtures and Equipment | 5-20 |
| Buses, Autos and Trucks | 5-10 |

F. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditure/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. These transfers are eliminated from the statement of activities.

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "due to/from other funds", and receivables and payables resulting from long-term interfund loans are classified as "advances to/from other funds". These amounts are eliminated in the statement of net position.

G. Compensated Absences

The District has implemented the provisions of GASB Statement No. 16, "*Accounting for Compensated Absences*". Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at June 30 by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. The criteria for determining the vacation and sick leave liability is derived from Board policy, negotiated agreements, state laws and past experience.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Administrators and classified staff who work twelve month contracts are granted vacation leave. The leave amount is based on length of service and position. The District accrues vacation leave benefits as earned. Accrued vacation may be carried forward for the next fiscal year. Administrators may carry over an amount of vacation equal to 20 days without approval from the Superintendent. With approval from the Superintendent an administrator may carry-over an additional 10 days for a total of 30 days. The maximum classified staff may carry over is the amount of vacation earned, but not used, during the preceding two years of continued employment by the District. District employees earn sick leave at fifteen days per year, which, if not taken, accumulates to a maximum of 255 days. Upon retirement, an employee is paid one-fourth of the accumulated sick leave up to a maximum of 60 days for certified and administrative staff and 63 and $\frac{3}{4}$ days for classified staff. The General Fund is primarily responsible for liquidating the liability.

The entire compensated absences liability is reported on the entity-wide financial statements. Governmental fund financial statements report a liability for compensated absences and the retirement incentive to the extent the liabilities mature each period and are expected to be paid using expendable available financial resources.

H. Accrued Liabilities and Long-term Debt

All payables, accrued liabilities and long-term debt are reported in the entity-wide financial statements. For governmental fund financial statements, accrued liabilities are generally reported if payment is due as of the balance sheet date regardless of whether they will be liquidated with current financial resources. However, claims and judgments, termination benefits and compensated absences paid from governmental funds are reported as a fund liability only to the extent they are expected to be paid from expendable available financial resources. Long-term liabilities or liabilities with a maturity of more than one year paid from governmental funds are not recognized within the fund financial statements until payment is due.

I. 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 (expenses/expenditure) until then. For the District, deferred outflows of resources are reported on the government-wide statement of net position for deferred amount on refunding, pension and OPEB. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 10 and 11.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized until that time. For the District, deferred inflows of resources include property taxes, accounts receivable, pension, OPEB and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2019, but which were levied to finance fiscal year 2020 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 which will not be collected within the available period. For the District, unavailable revenue includes delinquent property taxes, intergovernmental revenues, and interest income. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 21. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide Statement of Net Position (Sees Note 10 and 11).

J. Pensions/Other Postemployment Benefits (OPEB)

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

K. Fund Balances

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

Nonspendable: The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” 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 or enabling legislation.

Committed: The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the Board of Education. The committed amounts cannot be used for any other purpose unless the 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.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assigned: Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. Although no specific resolution has been made, the District Board of Education authorizes the Treasurer to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget.

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

The District applies restricted resources first when expenditures are incurred for purposes for which 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.

L. Management Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Actual results could differ from those estimates.

M. Net Position

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

None of the District's reported net position at June 30, 2019 was restricted by enabling legislation.

N. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. There were no extraordinary or special items reported during the current fiscal year.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements, bond premiums and discounts are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium and discount. Bond issuance costs are expensed in the period in which they are incurred.

On the governmental fund financial statements, governmental fund types recognize bond premiums and bond discounts in the current period. The face amount of the debt issue is reported as other financing sources. Premiums and discounts received on debt issuances are reported as other financing sources and uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

NOTE 3 – DEPOSITS AND INVESTMENTS

State statutes classify monies held by the District into three categories.

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

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

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, or by the financial institutions participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution.

A. Cash, Cash Equivalents and Investments

The deposit and investment of the District's monies is governed by the provisions of the Ohio Revised Code (ORC). In accordance with these statutes, the District is authorized to invest in United States and State of Ohio bonds, notes, and other obligations; bank certificates of deposit; banker acceptances; commercial paper notes rated prime and issued by United States corporations; repurchase agreements secured by United States obligations; and STAR Ohio.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

B. Deposits

Custodial credit risk for deposits is the risk that, in the event of bank failure, the District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At fiscal year-end, the carrying amount of the District's deposits was \$5,604,862 exclusive of \$43,087 in cash on hand. The combined bank balance was \$6,333,215, of which \$1,250,000 was covered by Federal Deposit Insurance Corporation (FDIC) and the remaining balance was uninsured and collateralized. The District's financial institution was approved for a reduced collateral rate of 50 percent through the Ohio Pooled Collateral System.

The District has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by:

1. Eligible securities pledged to the District and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 percent of the deposits being secured; or
2. Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State.

C. Investments

As of June 30, 2019, the District had the following investments and maturities.

| Investment Type | Credit Rating | Amount | Percent of Total | Investment Maturities | |
|-------------------------|---------------|-----------------------|------------------|-----------------------|----------------------|
| | | | | Within 1 Year | More than 1 Year |
| STAR Ohio | AAA | \$ 34,063,447 | 33.86% | \$ 34,063,447 | \$ - |
| FHLB | AA | 8,138,250 | 8.09% | 498,060 | 7,640,190 |
| FHLMC | AA | 19,497,045 | 19.38% | 4,841,689 | 14,655,356 |
| FNMA | AA | 6,566,648 | 6.53% | 1,261,865 | 5,304,783 |
| FFCB | AA | 3,299,678 | 3.28% | - | 3,299,678 |
| Certificates of Deposit | Not Rated | 6,475,259 | 6.44% | - | 6,475,259 |
| Money Market Funds | Not Rated | 5,655,117 | 5.62% | 5,655,117 | - |
| Commercial Paper | Not Rated | 16,905,091 | 16.80% | 16,905,091 | - |
| Total | | <u>\$ 100,600,535</u> | <u>100.00%</u> | <u>\$ 63,225,269</u> | <u>\$ 37,375,266</u> |

In accordance with GASB Statement No. 79, the District's investment in STAR Ohio is reported at amortized cost. All other District investments are reported at fair value. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District reports its money market investment as a level 1 input and all other investments as level 2 inputs. The District's level 2 inputs consist of institutional bond quotes and evaluations based on various market and industry inputs.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

Interest Rate Risk: The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. Board policy dictates that the Treasurer may take no more than 25% of the funds to a maximum maturity of five years from the date of purchase as long as cash flow requirements allow the securities to be held to maturity.

Diversification Requirements: The following securities are authorized under both the District's policy and the Ohio Revised Code. District policy requires diversification of the portfolio to avoid incurring unreasonable risks inherent in over investing in specific instruments, individual financial institutions or maturities.

| Diversification by Instrument | Maximum Percent of Portfolio |
|---|------------------------------|
| U.S. Treasurer Obligations (bills, notes and bonds) | 100% |
| U.S. Government Agency/Instrumentalities | 75% |
| Certificates of Deposit/Bank Deposits (collateralized) | 75% |
| Repurchase Agreements (repos) | 25% |
| State and Local Government Securities | 20% |
| State of Ohio Investment Pool | 75% |
| Commercial Paper/Banker's Acceptance | 25% |

Credit Risk: The Ohio Revised Code requires that investments in commercial paper are rated at the time of purchase in the highest classification. In addition, as noted above, the District's investment policy and the Ohio Revised Code place limitations on the types of investments allowed by the District. The District's investments and STAR Ohio were rated AA and AAA, respectively, by Standard & Poor's.

Concentration of Credit Risk: The District places limits on the amount the District may invest in any one issuer as disclosed above under diversification requirements. The District investments are in U.S. Government Agency (FHLB, FHLMC and FNMA), Commercial Paper, Broker CDs, STAR Ohio and money market funds. These investments are 37.22%, 16.81%, 6.49%, 33.86% and 5.62% respectively, of the District's total investments, for the amounts listed above. For meeting District diversification requirements certificates of deposit and savings accounts must also be taken into consideration. When taking into account the \$6,333,215 in cash (regular CDs, savings accounts and checking accounts) the District holds, the concentration of credit risk goes to insured/collateralized deposits, U.S. Government Agency (FFCB, FHLMC, FNMA and FHLB), Commercial Paper, Brokered CDs, STAR Ohio and money market funds. These percentages of concentration are 35.11%, 15.81%, 6.02%, 31.85%, and 5.29% respectively.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 4 – PROPERTY TAXES

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

Property taxes include amounts levied against all real, public utility property, and tangible personal property (used in business) located in the District. Real property tax revenues received in calendar year 2019 represent the collection of calendar year 2018 taxes. Real property taxes received in calendar year 2019 were levied after April 1, 2018, on the assessed values as of January 1, 2018, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenues received in calendar year 2019 represent the collection of calendar year 2018 taxes. Public utility real and tangible personal property taxes received in calendar year 2019 became a lien on December 31, 2017, were levied after April 1, 2018, and are collected in 2019 with real property taxes. Public utility real property is assessed at twenty-five percent of true value.

The District receives property taxes from Franklin County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2019, are available to finance fiscal year 2019 operations. The amount available to be advanced can vary based on the date the tax bills are sent. Accrued property taxes receivable includes personal property and public utility taxes, and the late June personal property settlement which are measurable as of June 30, 2019 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 and the late personal property tax settlement were levied to finance current fiscal year operations.

On a full accrual basis, collectible delinquent property taxes and the amount available as an advance have been recorded as a receivable and revenue while the rest of the receivable is deferred. On a modified accrual basis, only the amount available as an advance is recognized as revenue.

The assessed values upon which the fiscal year 2019 taxes were collected are:

| | 2018 Second Half | | 2019 First Half | |
|--|-------------------------|----------------|-------------------------|----------------|
| | Amount | Percent | Amount | Percent |
| Real Estate | \$ 2,678,037,180 | 96.66% | \$ 2,709,144,550 | 95.71% |
| Public Utility Personal | 92,459,760 | 3.34% | 121,312,970 | 4.29% |
| Total | \$ 2,770,496,940 | 100.00% | \$ 2,830,457,520 | 100.00% |
| Tax rate per \$1,000 of assessed valuation | 93.75 | | 93.75 | |

The Franklin County Treasurer collects property taxes on behalf of the District. The County Auditor periodically remits to the District its portion of the taxes collected. These tax "advances" are based on historical cash flow collection rates. Final "settlements" are made each February and August.

Accrued property taxes receivables represent real property, personal property and public utility taxes which were measurable but not available as of June 30, 2019. However, monies legally available as an advance to the District as of June 30, 2019 are recognized as revenue as they are both measurable and available. The District is prohibited by law from appropriating this amount in accordance with Ohio Revised Code Section 5705.35.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 5 – TAX ABATEMENTS

Under Community Reinvestment Area (CRA) and other property tax abatements entered into by the City of Hilliard and the City of Columbus, the District's property tax revenues were reduced by \$806,615 and \$325,057 during the fiscal year, respectively. Compensation payments received from the cities during the fiscal year totaled \$284,049.

NOTE 6 – INTERFUND TRANSACTIONS

Due To/From Other Funds:

An interfund receivable and payable of \$265,125 reported within the General Fund and Other Governmental Funds respectively, represents the amount due to the General Fund from Special Revenue Funds for negative cash balances. The negative cash balances reported within the Special Revenue Funds is due to the timing of grant receipts and allowable grant expenditures.

Interfund Transfers:

The following is a summary of transfers in and out between all funds during the current fiscal year:

| Fund | Transfers Out | Transfers In |
|----------------------|---------------|--------------|
| General Fund | \$ 297,543 | \$ - |
| Bond Retirement Fund | - | 297,543 |
| Totals | \$ 297,543 | \$ 297,543 |

Transfer are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and/or (b) to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 7 – CAPITAL ASSETS

A summary of capital asset activity for the fiscal year follows:

| Governmental Activities | Beginning Balance | Additions/ Transfers In | Disposals/ Transfers Out | Ending Balance |
|--|-----------------------|----------------------------|-----------------------------|-----------------------|
| Nondepreciable Capital Assets | | | | |
| Land | \$ 14,010,734 | \$ - | \$ - | \$ 14,010,734 |
| Construction in Progress | 28,880,087 | 2,297,624 | (30,947,432) | 230,279 |
| Total Nondepreciable Assets | 42,890,821 | 2,297,624 | (30,947,432) | 14,241,013 |
| Depreciable Capital Assets | | | | |
| Land Improvements | 39,303,488 | 2,258,341 | - | 41,561,829 |
| Buildings and Improvements | 209,032,052 | 31,215,282 | (20,900) | 240,226,434 |
| Furniture, Fixtures and Equipment | 13,464,471 | 2,843,682 | (2,712,235) | 13,595,918 |
| Vehicles | 13,778,856 | 1,414,254 | (1,111,239) | 14,081,871 |
| Total Depreciable Assets | 275,578,867 | 37,731,559 | (3,844,374) | 309,466,052 |
| Less accumulated depreciation | | | | |
| Land Improvements | (21,567,667) | (1,660,630) | - | (23,228,297) |
| Buildings and Improvements | (114,263,255) | (5,465,981) | 20,900 | (119,708,336) |
| Furniture, Fixtures and Equipment | (9,572,104) | (593,105) | 1,804,917 | (8,360,292) |
| Vehicles | (9,636,076) | (1,057,764) | 1,111,239 | (9,582,601) |
| Total accumulated depreciation | (155,039,102) | (8,777,480) | 2,937,056 | (160,879,526) |
| Depreciable Capital Assets, Net of accumulated depreciation | 120,539,765 | 28,954,079 | (907,318) | 148,586,526 |
| Capital Assets, Net | \$ 163,430,586 | \$ 31,251,703 | \$ (31,854,750) | \$ 162,827,539 |

Depreciation expense was charged to governmental functions as follows:

| | Amount |
|-------------------------------------|---------------------|
| Regular Instruction | 5,791,593 |
| Special Instruction | 13,188 |
| Vocational Instruction | 7,699 |
| Instructional Staff | 1,522 |
| Administration | 229,768 |
| Business Operations | 32,092 |
| Operations and Maintenance of Plant | 1,525,724 |
| Pupil Transportation | 927,789 |
| Central Services | 40,813 |
| Food Service | 77,064 |
| Community Service | 2,343 |
| Extracurricular Activities | 127,885 |
| Total Depreciation Expense | \$ 8,777,480 |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 8 – LONG-TERM OBLIGATIONS

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

| | Interest Rate | Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|-----------------------------------|------------------|----------------------|-----------|-------------|-------------------|------------------------|
| <u>General Obligation Debt</u> | | | | | | |
| School Improvement - Series 2000 | 6.689% | | | | | |
| Capital Appreciation Bonds | | 2,015,682 | - | (1,046,808) | 968,874 | 968,874 |
| Accretion on CABs | | 4,937,868 | 361,465 | (2,673,192) | 2,626,141 | 2,626,141 |
| CABs - Unamortized Premium | | 18,307 | - | (13,771) | 4,536 | - |
| Refunding Bonds - Series 2005 | 4.353% | | | | | |
| Capital Appreciation Bonds | | 2,768,493 | | (959,770) | 1,808,723 | 910,354 |
| Accretion on CABs | | 4,849,332 | 566,146 | (1,220,230) | 4,195,248 | 1,215,330 |
| CABs - Unamortized Premium | | 239,357 | - | (106,872) | 132,485 | - |
| School Improvement - Series 2009A | 4.469% | | | | | |
| Serial Bonds | | 2,290,000 | - | - | 2,290,000 | - |
| Capital Appreciation Bonds | | 410,781 | - | (208,371) | 202,410 | 202,410 |
| Accretion on CABs | | 376,795 | 46,182 | (206,629) | 216,348 | 216,348 |
| Unamortized Discount | | (59,152) | 23,925 | - | (35,227) | - |
| CABs - Unamortized Premium | | 16,642 | - | (12,539) | 4,103 | - |
| Refunding Bonds - Series 2009B | 4.059% | | | | | |
| Serial Bonds | | 765,000 | - | (380,000) | 385,000 | 385,000 |
| Capital Appreciation Bonds | | 2,290,138 | - | (1,079,290) | 1,210,848 | 1,035,850 |
| Accretion on CABs | | 1,037,395 | 112,674 | (530,710) | 619,359 | 543,869 |
| Unamortized Premium | | 32,393 | - | (22,865) | 9,528 | - |
| CABs - Unamortized Premium | | 4,802 | - | (3,789) | 1,013 | - |
| CABs - Unamortized Discount | | (2,500) | 1,000 | - | (1,500) | - |
| Energy Conservation - Series 2011 | 5.550% | | | | | |
| Serial Bonds | | 5,000,000 | - | - | 5,000,000 | - |
| Refunding Bonds - Series 2012 | 4.512% | | | | | |
| Serial Bonds | | 6,015,000 | - | (2,355,000) | 3,660,000 | 2,045,000 |
| Term Bonds | | 950,000 | - | - | 950,000 | - |
| Unamortized Premium | | 1,187,204 | - | (118,720) | 1,068,484 | - |
| Refunding Bonds - Series 2013A | 2.107% | | | | | |
| Serial Bonds | | 43,595,000 | - | (3,970,000) | 39,625,000 | 4,135,000 |
| Capital Appreciation Bonds | | 244,983 | - | - | 244,983 | - |
| Accretion on CABs | | 792,298 | 331,814 | - | 1,124,112 | - |
| Unamortized Premium | | 4,333,230 | - | (460,166) | 3,873,064 | - |
| CABs - Unamortized Premium | | 771,302 | - | (220,372) | 550,930 | - |
| Refunding Bonds - Series 2013B | 2.892% | | | | | |
| Serial Bonds | | 19,115,000 | - | (260,000) | 18,855,000 | 265,000 |
| Capital Appreciation Bonds | | 279,929 | - | - | 279,929 | - |
| Accretion on CABs | | 691,640 | 262,665 | - | 954,305 | - |
| Unamortized Premium | | 902,790 | - | (95,871) | 806,919 | - |
| CABs - Unamortized Premium | | 573,659 | - | (163,903) | 409,756 | - |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 8 – LONG-TERM OBLIGATIONS (continued)

| | Interest Rate | Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|--------------------------------------|------------------|-----------------------|---------------------|------------------------|-----------------------|------------------------|
| Refunding Bonds - Series 2014 | 4.757% | | | | | |
| Serial Bonds | | 5,605,000 | - | - | 5,605,000 | - |
| Unamortized Premium | | 399,848 | - | (62,314) | 337,534 | - |
| Refunding Bonds - Series 2015 | 3.430% | | | | | |
| Serial Bonds | | 8,805,000 | - | (25,000) | 8,780,000 | 25,000 |
| Unamortized Premium | | 780,053 | - | (92,679) | 687,374 | - |
| School Improvement - Series 2016 | 3.683% | | | | | |
| Serial Bonds | | 7,860,000 | - | (25,000) | 7,835,000 | 25,000 |
| Term Bonds | | 1,445,000 | - | - | 1,445,000 | - |
| Unamortized Premium | | 655,888 | - | (24,829) | 631,059 | - |
| School Improvement - Series 2017 | 3.875% | | | | | |
| Serial Bonds | | 23,840,000 | - | (100,000) | 23,740,000 | 100,000 |
| Term Bonds | | 16,855,000 | - | - | 16,855,000 | - |
| Unamortized Premium | | 1,866,563 | - | (65,685) | 1,800,878 | - |
| Total General Obligation Debt | | 174,555,720 | 1,705,871 | (16,504,375) | 159,757,216 | 14,699,176 |
| <u>Special Obligation Debt</u> | | | | | | |
| Tax Anticipation Notes | 2.5 - 3.75% | 930,000 | - | (930,000) | - | - |
| Total Special Obligation Debt | | 930,000 | - | (930,000) | - | - |
| <u>Net Pension Liability</u> | | | | | | |
| SERS | | 42,172,644 | 443,124 | - | 42,615,768 | - |
| STRS | | 204,054,400 | - | (13,017,476) | 191,036,924 | - |
| Total Net Pension Liability | | 246,227,044 | 443,124 | (13,017,476) | 233,652,692 | - |
| <u>Net OPEB Liability</u> | | | | | | |
| SERS | | 18,556,564 | 1,547,454 | - | 20,104,018 | - |
| STRS | | 33,514,537 | - | (33,514,537) | - | - |
| Total Net OPEB Liability | | 52,071,101 | 1,547,454 | (33,514,537) | 20,104,018 | - |
| Compensated Absences | | 14,489,551 | 2,544,872 | (2,345,580) | 14,688,843 | 1,169,787 |
| Total Other Long-Term Debt | | 14,489,551 | 2,544,872 | (2,345,580) | 14,688,843 | 1,169,787 |
| Total Governmental Activities | | \$ 488,273,416 | \$ 6,241,321 | \$ (66,311,968) | \$ 428,202,769 | \$ 15,868,963 |

Long-Term obligations of the District are included in the Statement of Net Position. Payments of principal and interest relating to these liabilities are recorded as expenditures in the General, Bond Retirement and Permanent Improvement Funds. There is no repayment schedule for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are made from the fund benefiting from the employee's service. For additional information related to the net pension liability and net OPEB liability see notes 10 and 11.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 8 – LONG-TERM OBLIGATIONS (continued)

Series 2000 School Improvement

Issued to construct two elementary schools, renovate a sixth grade school, improve existing facilities and acquire land.

Series 2005 Refunding

Advance refunded portions of the 1996 School Improvement Issue and the 2000 School Improvement Issue. The bond proceeds were invested in obligations guaranteed as to both principal and interest by the United States Government and were placed in an irrevocable escrow account which, including interest earned, was used to pay the principal and interest of the refunded bonds.

Series 2009A School Improvement

Issued to retire a bond anticipation note (BAN) in the amount of \$10,000,000. The BAN was issued for construction purposes and to purchase various capital assets for school improvement.

Series 2009B Refunding

Issued to current refund portions of the 2000 School Improvement Issue, 2006 School Improvement Issue, 2001 Refunding Issue and 2005 Refunding Issue to reduce current year obligations within the debt service fund to maintain the 6.3 bond millage rate assessed on taxpayers in 2009.

Series 2011 Energy Conservation

Issued as federally taxable QSCBs (Qualified School Construction Energy Conservation Bonds) under the American Recovery and Reinvestment Act of 2009 for the purpose of installing, modifying and remodeling school buildings to conserve energy. The term bonds mature December 1, 2025 and are subject to mandatory sinking fund requirements. The District will receive direct federal subsidy payments for interest due equal to the lesser of 100% of the interest due or the tax credit rate published daily by the U.S. Treasury, for municipal tax- credit bonds as of the date the bonds are issued. The bonds are subject to extraordinary redemption prior to maturity by either mandatory redemption or optional redemption. Mandatory redemption will occur should the District fail to spend the proceeds within the 3-year period or, if applicable, IRS approved extended period. The mandatory redemption prior to maturity, in whole or part, would occur within 90 days following the close of the three-year period or extended period. The bonds would be redeemed for 100% of the principal plus any interest accrued up to the redemption date. Optional redemption prior to maturity is at the sole discretion of the District in the event QSCB direct payments cease or are reduced. Redemption, in whole or part, will be equal to 100% of the principal amount redeemed plus any accrued interest to the redemption date. At fiscal year-end, the District's mandatory sinking fund balance was \$2,692,034. This amount is reported as Restricted Cash and Cash Equivalents.

Series 2012 Refunding

Issued to advance refund 2001A and 2001B term bonds. The bond proceeds were invested in obligations guaranteed as to both principal and interest by the United States Government and were placed in an irrevocable escrow account which, including interest earned, will be used to pay the principal and interest of the refunded bonds. As a result, the 2001A and 2001B term bonds are not reported as a long-term liability of the District since the District has in-substance satisfied its obligations through the advance refunding. The difference between the reacquisition price and net carrying amount of the old debt is \$544,272. The refunding resulted in a decrease of debt service payments in the amount of \$2,516,087 with an economic gain of \$2,299,199. The amount of defeased debt as of June 30, 2019 is \$4,770,000.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 8 – LONG-TERM OBLIGATIONS (continued)

Series 2013A Refunding

Issued to advance refund a portion of the 2006A (F) serial bonds. The bond proceeds were invested in obligations guaranteed as to both principal and interest by the United States Government and placed in an escrow account which will use principal and earned interest to pay the interest and principal of the refunded portion of the debt. As a result, the District has in-substance satisfied its obligations through the advance refunding of the serial bonds. The refunding resulted in a decrease of debt service payments of \$3,614,663 with an economic gain of \$3,460,536. The amount of defeased debt as of June 30, 2019 is \$40,210,000.

Series 2013B Refunding

Issued to advance refund a portion of the 2005 (B) refunding bonds. The bond proceeds were invested in obligations guaranteed as to both principal and interest by the United States Government and placed in an escrow account which will use principal and earned interest to pay the interest and principal of the refunded portion of the debt. As a result, the District has in-substance satisfied its obligations through the advance refunding of the serial bonds. The refunding resulted in a decrease of debt service payments of \$1,521,002 with an economic gain of \$1,441,546. The amount of defeased debt as of June 30, 2019 is \$19,430,000.

Series 2014 Refunding

Advance refunded portion of 2006 School Improvement Bonds. The bond proceeds were invested in obligations guaranteed as to both principal and interest by the United States Government and placed in an escrow account which will use principal and earned interest to pay the interest and principal of the refunded portion of the debt. As a result, the District has in-substance satisfied its obligations through the advance refunding of the serial bonds. The refunding resulted in a decrease of debt service payments of \$917,982 with an economic gain of \$922,139. The defeased amount of the debt at June 30, 2019 is \$5,635,000.

Series 2015 Refunding

Partial current refunding of Series 2005 and partial advance refunding of Series 2009A. The proceeds from the refunding will be placed in escrow accounts for each respective issue refunded which will use principal and earned interest to pay the interest and principal of the refunded portion of the debt. As a result, the District has in-substance satisfied its obligations through the refunding of the serial bonds. The refunding resulted in a decrease in debt service payments of \$1,244,811 and an economic gain of \$108,364. The amount of defeased debt at June 30, 2019 is \$8,945,000.

Series 2016 School Improvement

Issued as a portion of the November 2016 bond levy to construct a new middle school and to renovate and improve existing facilities, part of a \$50,000,000 bond levy passed by the voters in November 2016.

Series 2017 School Improvement

Issued as the remainder of the November 2016 bond levy to construct a new middle school and to renovate and improve existing facilities, part of a \$50,000,000 bond levy passed by the voters in November 2016.

Tax Anticipation Notes

Issued in anticipation of permanent improvement tax levy money to acquire, construct, enlarge, renovate and finance permanent improvement. The final payment on the notes was made in fiscal year 2019.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 8 – LONG-TERM OBLIGATIONS (continued)

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

| Fiscal Year | General Obligation Bonds | |
|-------------|--------------------------|---------------|
| | Principal | Interest |
| 2020 | \$ 14,699,176 | \$ 5,304,694 |
| 2021 | 10,583,775 | 5,520,458 |
| 2022 | 8,968,329 | 7,061,584 |
| 2023 | 11,755,000 | 4,320,250 |
| 2024 | 12,185,000 | 3,812,319 |
| 2025-2029 | 52,990,000 | 11,710,411 |
| 2030-2034 | 8,120,000 | 6,748,463 |
| 2035-2039 | 9,875,000 | 4,954,563 |
| 2040-2044 | 11,955,000 | 2,845,650 |
| 2045-2047 | 8,345,000 | 508,969 |
| Total | \$ 149,476,280 | \$ 52,787,361 |

Debt Limitation

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that, exclusive of certain "exempt debt," unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The effects of these debt limitations at fiscal year-end are voted debt limit of \$254,741,177 and an unvoted debt limit of \$2,830,458. The District's debt outstanding was within these limits.

Compensated Absences

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

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

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 9 – SELF-INSURANCE FUND AND RISK MANAGEMENT

The District carries all-risk property insurance on buildings and contents, fleet insurance on all rolling stock, liability and excess liability insurance coverage as well as officers' liability insurance, employee benefits liability and workers' compensation intentional acts defense coverage. All employees are covered by the District's blanket bond. There have been no changes in the aforementioned insurance coverage. Additionally, there were no settlements in excess of insurance coverage over the past three years.

The District became self-insured for workers' compensation costs effective July 1, 2014. The District uses actuarial evaluations to establish the charges adequate to cover all incurred claims and build a reserve against future claims. The District maintains reinsurance for claims over \$400,000 with Midwest Employers Casualty Company.

The District has a limited risk management program for employee health benefits. The premiums are paid into the Self-Insurance Internal Service Fund by the participating District funds. Premiums are based on the District's claims experience. An excess coverage insurance policy covers individual claims in excess of \$250,000 and aggregate claims in excess of the aggregate stop loss amount which is calculated as 120% of expected claims, divided by the expected number of participants at the beginning of the plan year, divided by the number of months in the policy year. The maximum benefit amount that will be paid for claims in excess of the aggregated stop loss amount is \$1,000,000 for the plan year. Additionally, effective January 1, 2014, the District is self-insuring dental insurance provided to employees. Rates for insurance are based on actuarial projections.

The liability for unpaid claims of \$4,274,849 reported in the Self Insurance Fund at June 30, 2019, is based on existing unpaid claims and an estimate for incurred but unreported claims at year end. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the Self-Insurance Fund's claim liability amount as of June 30, 2019 and 2018 are:

| | 2019 | 2018 | Change |
|-----------------------------|---------------------|---------------------|------------|
| Medical Self Insurance | | | |
| Claims Liability at July 1 | \$ 3,576,800 | \$ 2,966,514 | \$ 610,286 |
| Incurred Claims | 26,062,666 | 25,982,573 | 80,093 |
| Claims Paid | <u>(25,509,152)</u> | <u>(25,372,287)</u> | (136,865) |
| Claims Liability at June 30 | <u>\$ 4,130,314</u> | <u>\$ 3,576,800</u> | \$ 553,514 |
| Dental Self Insurance | | | |
| Claims Liability at July 1 | \$ 140,130 | \$ 133,416 | \$ 6,714 |
| Incurred Claims | 1,762,070 | 1,701,613 | 60,457 |
| Claims Paid | <u>(1,757,665)</u> | <u>(1,694,899)</u> | (62,766) |
| Claims Liability at June 30 | <u>\$ 144,535</u> | <u>\$ 140,130</u> | \$ 4,405 |
| Workers Comp Self Insurance | | | |
| Claims Liability at July 1 | \$ 1,091 | \$ 1,493 | \$ (402) |
| Incurred Claims | 30,190 | 94,113 | (63,923) |
| Claims Paid | <u>(31,281)</u> | <u>(94,515)</u> | 63,234 |
| Claims Liability at June 30 | <u>\$ -</u> | <u>\$ 1,091</u> | \$ (1,091) |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 10 – DEFINED BENEFIT PENSION PLANS

Net Pension Liability

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

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

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

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

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

Plan Description – School Employees Retirement System (SERS)

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

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 10 – DEFINED BENEFIT PENSION PLANS (continued)

Age and service requirements for retirement are as follows:

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

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

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

The cost-of-living adjustment was changed from a fixed 3.00% to a cost-of-living adjustment that is indexed to CPI-W not greater than 2.5% with a floor of 0% beginning January 1, 2018. In addition, with the authority granted the Board under HB 49, the Board has enacted a three-year COLA suspension for benefit recipients in calendar years 2018, 2019 and 2020.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2019, the allocation to pension, death benefits, and Medicare B was 13.5 percent. The remaining 0.5 percent was allocated to the Health Care Fund.

The District's contractually required contribution to SERS was \$3,397,262 for fiscal year 2019. Of this amount \$228,487 is reported as due to other governments.

Plan Description – State Teachers Retirement System (STRS)

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

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 10 – DEFINED BENEFIT PENSION PLANS (continued)

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. Benefits are established by Ohio Revised Code Chapter 3307. The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation will be 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of service. Effective July 1, 2017, the cost-of-living adjustment was reduced to zero. 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 that apply for disability benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy - Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. For the fiscal year ended June 30, 2019, the employer rate was 14 percent and the plan members were also required to contribute 14 percent of covered salary. The fiscal year 2019 contribution rates were equal to the statutory maximum rates.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 10 – DEFINED BENEFIT PENSION PLANS (continued)

The District's contractually required contribution to STRS was \$14,271,286 for fiscal year 2019. Of this amount, \$2,197,010 is reported as due to other governments.

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, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

| | <u>SERS</u> | <u>STRS</u> | <u>Total</u> |
|--|-------------------|--------------------|---------------|
| Proportionate Share of the Net Pension Liability | \$42,615,768 | \$191,036,924 | \$233,652,692 |
| Proportion of the Net Pension Liability - Current Measurement Date | 0.7440962% | 0.86883325% | |
| Proportion of the Net Pension Liability - Prior Measurement Date | <u>0.7058444%</u> | <u>0.85898783%</u> | |
| Change in Proportionate Share | <u>0.0382518%</u> | <u>0.00984542%</u> | |
| Pension Expense | \$3,730,228 | \$19,792,256 | \$23,522,484 |

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**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 10 – DEFINED BENEFIT PENSION PLANS (continued)

At June 30, 2019, the 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 | \$ 2,337,206 | \$ 4,409,717 | \$ 6,746,923 |
| Changes of assumptions | 962,356 | 33,855,346 | 34,817,702 |
| Changes in proportionate share | 1,258,673 | 4,760,441 | 6,019,114 |
| District contributions subsequent to the measurement date | <u>3,397,262</u> | <u>14,271,286</u> | <u>17,668,548</u> |
| Total Deferred Outflows of Resources | <u>\$ 7,955,497</u> | <u>\$ 57,296,790</u> | <u>\$ 65,252,287</u> |
| Deferred Inflows of Resources | | | |
| Differences between expected and actual experience | \$ - | \$ 1,247,586 | \$ 1,247,586 |
| Net difference between projected and actual earnings on pension plan investments | 1,180,753 | 11,584,269 | 12,765,022 |
| Changes in proportionate share | <u>706,212</u> | <u>-</u> | <u>706,212</u> |
| Total Deferred Inflows of Resources | <u>\$ 1,886,965</u> | <u>\$ 12,831,855</u> | <u>\$ 14,718,820</u> |

\$17,668,548 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2020.

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

| Fiscal Year Ending June 30: | <u>SERS</u> | <u>STRS</u> | <u>Total</u> |
|-----------------------------|--------------------|---------------------|---------------------|
| 2020 | \$3,536,579 | \$18,547,916 | \$22,084,495 |
| 2021 | 895,352 | 11,968,225 | 12,863,577 |
| 2022 | (1,398,537) | 1,789,255 | 390,718 |
| 2023 | <u>(362,124)</u> | <u>(2,111,747)</u> | <u>(2,473,871)</u> |
| Total | <u>\$2,671,270</u> | <u>\$30,193,649</u> | <u>\$32,864,919</u> |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 10 – DEFINED BENEFIT PENSION PLANS (continued)

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, 2018, are presented below:

| | |
|--|--|
| Wage Inflation | 3 percent |
| Future Salary Increases, including inflation | 3.50 percent to 18.20 percent |
| COLA or Ad Hoc COLA | 2.50 percent |
| Investment Rate of Return | 7.50 percent net of investments expense, including inflation |
| Actuarial Cost Method | Entry Age Normal (Level Percent of Payroll) |

For 2018, the 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. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120 percent of male rates, and 110 percent of female rates. Mortality among disable members were based upon the RP-2000 Disabled Mortality Table, 90 percent for male rates and 100 percent for female rates, set back five years is 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 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.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 10 – DEFINED BENEFIT PENSION PLANS (continued)

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. 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.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50 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%) |
|--|------------------------|-------------------------------------|------------------------|
| District's proportionate share of the net pension liability | \$60,027,522 | \$42,615,768 | \$28,017,177 |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 10 – DEFINED BENEFIT PENSION PLANS (continued)

Actuarial Assumptions - STRS

The total pension liability in the June 30, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|-----------------------------------|---|
| Inflation | 2.50 percent |
| Projected salary increases | 12.50 percent at age 20 to 2.50 percent at age 65 |
| Investment Rate of Return | 7.45 percent, net of investment expenses, including inflation |
| Payroll Increases | 3.00 percent |
| Cost-of-Living Adjustments (COLA) | 0.00 percent |

For the July 1, 2018, actuarial valuation, post-retirement mortality rates for healthy retirees are based on the RP-2014 Annuitant Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

Actuarial assumptions used in the June 30, 2018, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

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:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return*</u> |
|----------------------|------------------------------|--|
| Domestic Equity | 28.00 % | 7.35 % |
| International Equity | 23.00 | 7.50 |
| Alternatives | 17.00 | 1.09 |
| Fixed Income | 21.00 | 3.00 |
| Real Estate | 10.00 | 6.00 |
| Liquidity Reserves | 1.00 | 2.25 |
| Total | <u>100.00 %</u> | |

*The 10-Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25% and does not include investment expenses. Over a 30-year period, STRS Ohio's investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 10 – DEFINED BENEFIT PENSION PLANS (continued)

Discount Rate The discount rate used to measure the total pension liability was 7.45 percent as of June 30, 2018. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2018. Therefore, the long-term expected rate of return on pension plan investments of 7.45 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2018.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.45 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.45 percent) or one-percentage-point higher (8.45 percent) than the current rate:

| | 1% Decrease (6.45%) | Current Discount Rate (7.45%) | 1% Increase (8.45%) |
|--|------------------------|-------------------------------------|------------------------|
| District's proportionate share of the net pension liability | \$278,984,279 | \$191,036,924 | \$116,601,420 |

Assumption and Benefit Changes Since the Prior Measurement Date There were no changes in assumptions or benefit terms since the prior measurement date of June 30, 2017.”

Social Security System

Effective July 1, 1991, all employees not otherwise covered by School Employees Retirement System or State Teachers Retirement System have an option to choose Social Security. As of June 30, 2019, no members of the Board of Education have elected Social Security. The District's liability is 6.2 percent of wages paid.

NOTE 11 – DEFINED BENEFIT OPEB PLANS

Net OPEB Liability/(Asset)

The net OPEB liability/(asset) reported on the statement of net position represents a liability/(asset) to employees for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. OPEB 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 OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

**HILLIARD CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 11 – DEFINED BENEFIT OPEB PLANS (continued)

The net OPEB liability/(asset) represents the District's proportionate share of each OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan's fiduciary net position. The net OPEB liability/(asset) 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 these estimates annually.

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

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB asset/liability. Resulting adjustments to the net OPEB asset/liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

Plan Description – School Employees Retirement System (SERS)

Health Care Plan Description – The District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 75 purposes, this plan is considered a cost-sharing other postemployment benefit (OPEB) plan. SERS' Health Care Plan provides healthcare benefits to eligible individuals receiving retirement, disability, and survivor benefits, and to their eligible dependents. Members who retire after June 1, 1986, need 10 years of service credit, exclusive of most types of purchased credit, to qualify to participate in SERS' health care coverage. In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage.

Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population. For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. 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.

**HILLIARD CITY SCHOOL DISTRICT
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NOTE 11 – DEFINED BENEFIT OPEB PLANS (continued)

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 2019, 0.50 percent 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 2019, this amount was \$21,600. Statutes provide that no employer shall pay a health care surcharge greater than 2.00 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.50 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2019, the District's surcharge obligation was \$227,977.

The surcharge added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was \$353,802 for fiscal year 2019. Of this amount \$236,440 is reported as a due to other governments.

Plan Description – State Teachers Retirement System (STRS)

Plan Description – The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. Medicare Part B premium reimbursements will be discontinued effective January 1, 2020. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS 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. 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, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2019, STRS did not allocate any employer contributions to post-employment health care.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 11 – DEFINED BENEFIT OPEB PLANS (continued)

OPEB Liabilities/(Assets), OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability/(asset) was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability/(asset) was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability/(asset) was based on the District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

| | <u>SERS</u> | <u>STRS</u> | <u>Total</u> |
|---|-------------------|--------------------|--------------------|
| Proportionate Share of the Net OPEB Liability/(Asset) | \$20,104,018 | (\$13,961,264) | \$6,142,754 |
| Proportion of the Net OPEB Liability/(Asset) - Current Measurement Date | 0.7246597% | 0.86883325% | |
| Proportion of the Net OPEB Liability - Prior Measurement Date | <u>0.6914449%</u> | <u>0.85898783%</u> | |
| Change in Proportionate Share | <u>0.0332148%</u> | <u>0.00984542%</u> | |
| OPEB Expense | \$667,877 | (\$30,200,089) | (\$29,532,212) |

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | <u>SERS</u> | <u>STRS</u> | <u>Total</u> |
|--|---------------------|----------------------|----------------------|
| Deferred Outflows of Resources | | | |
| Differences between expected and actual experience | \$ 328,168 | \$ 1,630,696 | \$ 1,958,864 |
| Change in proportionate share | 825,714 | 543,149 | 1,368,863 |
| District contributions subsequent to the measurement date | <u>353,802</u> | <u>-</u> | <u>353,802</u> |
| Total Deferred Outflows of Resources | <u>\$ 1,507,684</u> | <u>\$ 2,173,845</u> | <u>\$ 3,681,529</u> |
| Deferred Inflows of Resources | | | |
| Differences between expected and actual experience | \$ - | \$ 813,428 | \$ 813,428 |
| Net difference between projected and actual earnings on pension plan investments | 30,163 | 1,594,961 | 1,625,124 |
| Changes of assumptions | 1,806,194 | 19,023,321 | 20,829,515 |
| Change in proportionate share | <u>230,619</u> | <u>-</u> | <u>230,619</u> |
| Total Deferred Inflows of Resources | <u>\$ 2,066,976</u> | <u>\$ 21,431,710</u> | <u>\$ 23,498,686</u> |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 11 – DEFINED BENEFIT OPEB PLANS (continued)

\$353,802 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Fiscal Year Ending June 30: | <u>SERS</u> | <u>STRS</u> | <u>Total</u> |
|-----------------------------|--------------------|-----------------------|-----------------------|
| 2020 | (\$713,490) | (\$3,448,200) | (\$4,161,690) |
| 2021 | (521,562) | (3,448,200) | (3,969,762) |
| 2022 | 86,205 | (3,448,200) | (3,361,995) |
| 2023 | 99,045 | (3,085,971) | (2,986,926) |
| 2024 | 96,957 | (2,958,897) | (2,861,940) |
| Thereafter | <u>39,751</u> | <u>(2,868,397)</u> | <u>(2,828,646)</u> |
| Total | <u>(\$913,094)</u> | <u>(\$19,257,865)</u> | <u>(\$20,170,959)</u> |

Actuarial Assumptions - SERS

The total OPEB liability is determined by SERS' actuaries in accordance with GASB Statement No. 74, as part of their annual actuarial valuation for each 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 terminations). 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.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 11 – DEFINED BENEFIT OPEB PLANS (continued)

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2018, are presented below:

| | |
|---|--|
| Wage Inflation | 3.00 percent |
| Future Salary Increases, including inflation | 3.50 percent to 18.20 percent |
| Investment Rate of Return | 7.50 percent net of investments expense, including inflation |
| Municipal Bond Index Rate: | |
| Measurement Date | 3.62 percent |
| Prior Measurement Date | 3.56 percent |
| Single Equivalent Interest Rate, net of plan investment expense, including price inflation: | |
| Measurement Date | 3.70 percent |
| Prior Measurement Date | 3.63 percent |
| Medical Trend Assumption | |
| Medicare | 5.375 to 4.75 percent |
| Pre-Medicare | 7.25 to 4.75 percent |

Mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and Scale BB, 120 percent of male rates and 110 percent of female rates. RP-2000 Disabled Mortality Table with 90 percent for male rates and 100 percent for female rates set back five years.

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

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2010 through 2015 and was adopted by the Board on April 21, 2016. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.50 percent, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

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FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 11 – DEFINED BENEFIT OPEB PLANS (continued)

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2015 five-year experience study, are summarized as follows:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|------------------------|------------------------------|---|
| 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 discount rate used to measure the total OPEB liability at June 30, 2018 was 3.70 percent. The discount rate used to measure total OPEB liability prior to June 30, 2018 was 3.63 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the state statute contribution rate of 2.00 percent of projected covered employee payroll each year, which includes a 1.50 percent payroll surcharge and 0.50 percent of contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make future benefit payments during the fiscal year ending June 30, 2025. Therefore, the long-term expected rate of return on OPEB plan assets was used to present value the projected benefit payments through the fiscal year ending June 30, 2024 and the Fidelity General Obligation 20-year Municipal Bond Index rate of 3.62 percent, as of June 30, 2018 (i.e. municipal bond rate), was used to present value the projected benefit payments for the remaining years in the projection. The total present value of projected benefit payments from all years was then used to determine the single rate of return that was used as the discount rate. The projection of future benefit payments for all current plan members was until the benefit payments ran out.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.70 percent) and higher (4.70 percent) than the current discount rate (3.70 percent). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.25 percent decreasing to 3.75 percent) and higher (8.25 percent decreasing to 5.75 percent) than the current rate.

| | 1% Decrease (2.70) | Current Discount Rate (3.70) | 1% Increase (4.70) |
|---|-----------------------|------------------------------------|-----------------------|
| District's proportionate share of the net OPEB liability | \$24,394,645 | \$20,104,018 | \$16,706,645 |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 11 – DEFINED BENEFIT OPEB PLANS (continued)

| | 1% Decrease (6.25% decreasing to 3.75%) | Discount Rate (7.25% decreasing to 4.75%) | 1% Increase (8.25% decreasing to 5.75%) |
|---|---|---|---|
| District's proportionate share of the net OPEB liability | \$16,220,254 | \$20,104,018 | \$25,246,817 |

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2018, actuarial valuation are presented below:

| | |
|-------------------------------|--|
| Salary increases | 12.50 percent at age 20 to 2.50 percent at age 65 |
| Payroll Increases | 3.00 percent |
| Investment Rate of Return | 7.45 percent, net of investment expenses, including inflation |
| Health Care Cost Trends | |
| Pre-Medicare | 6.00 percent initial, 4.00 percent ultimate |
| Medicare | 5.00 percent initial, 4.00 percent ultimate |
| Perscription Drug Cost Trends | |
| Pre-Medicare | 8.00 percent initial, 4.00 percent ultimate |
| Medicare | negative 5.23 percent initial, 4.00 percent ultimate |

Projections of benefits include the historical pattern of sharing benefit costs between the employers and retired plan members.

For healthy retirees the mortality rates are based on the RP-2014 Annuitant Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. For disabled retirees, mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016.

Actuarial assumptions used in the June 30, 2018, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 11 – DEFINED BENEFIT OPEB PLANS (continued)

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:

| Asset Class | Target Allocation | Long-Term Expected Rate of Return* |
|----------------------|----------------------|---------------------------------------|
| Domestic Equity | 28.00 % | 7.35 % |
| International Equity | 23.00 | 7.55 |
| Alternatives | 17.00 | 7.09 |
| Fixed Income | 21.00 | 3.00 |
| Real Estate | 10.00 | 6.00 |
| Liquidity Reserves | 1.00 | 2.25 |
| Total | <u>100.00 %</u> | |

* 10 year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25 percent and does not include investment expenses. Over a 30-year period, STRS' investment consultant indicates that the above target allocations should generate a return above the actual rate of return, without net value added by management.

Discount Rate The discount rate used to measure the total OPEB liability was 7.45 percent as of June 30, 2018. The projection of cash flows used to determine the discount rate assumes STRS Ohio continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was not projected to be sufficient to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on health care plan investments of 7.45 percent was used to measure the total OPEB liability as of June 30, 2018.

Sensitivity of the District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate The following table represents the net OPEB asset as of June 30, 2018, calculated using the current period discount rate assumption of 7.45 percent, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.45 percent) or one percentage point higher (8.45 percent) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

| | 1% Decrease (6.45) | Current Discount Rate (7.45) | 1% Increase (8.45%) |
|---|-----------------------|------------------------------------|------------------------|
| District's proportionate share of the net OPEB asset | (\$11,966,110) | (\$13,961,264) | (\$15,638,095) |

**HILLIARD CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 11 – DEFINED BENEFIT OPEB PLANS (continued)

| | 1% Decrease | Current Trend Rate | 1% Increase |
|---|----------------|-----------------------|----------------|
| District's proportionate share of the net OPEB asset | (\$15,543,436) | (\$13,961,264) | (\$12,354,444) |

Assumption Change Since the Prior Measurement Date The discount rate was increased from the blended rate of 4.13 percent to the long-term expected rate of return of 7.45 percent based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB). Valuation year per capita health care costs were updated.

Benefit Term Changes Since the Prior Measurement Date The subsidy multiplier for non-Medicare benefit recipients was increased from 1.9 percent to 1.944 percent per year of service effective January 1, 2019. The non-medicare frozen subsidy base premium was increased effective January 1, 2019 and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 1, 2020

NOTE 12 – CONTINGENCIES

Litigation - The District is party to various legal proceedings seeking damages or injunction relief generally incidental to its operations and pending projects. The ultimate disposition of such proceedings is not presently determinable, but will not, in the opinion of District Management, have a material adverse effect on the financial condition of the District

Grants - The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and 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. This also encompasses the Auditor of State's ongoing review of student attendance data. However, the effects of any such disallowed claims on the overall financial position of the District at June 30, 2019, if applicable, cannot be determined at this time.

Foundation Funding - 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 2019 are not finalized, however, due to the District's calculated funding being significantly over the funding cap, any FTE adjustments would not result in a decrease of funding to the District.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 13 – OTHER COMMITMENTS

A. Construction Commitments

As of June 30, 2019, the District had the following commitments with respect to the District's energy conservation, roof replacement and new middle school projects:

| <u>Project</u> | <u>Contractor</u> | <u>Amount Remaining</u> | <u>Estimated Completion Date</u> |
|---------------------------|-------------------------------|-----------------------------|--------------------------------------|
| Paving Projects | Complete General Construction | \$ 2,260,678 | August 2019 |
| Paving Projects | Decker Construction | 450,139 | August 2019 |
| Athletic Track Renovation | Fisher Tracks | 358,310 | September 2019 |
| | | <u>\$ 3,069,127</u> | |

B. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in governmental funds. Encumbrances are reported as a component of assigned, restricted, or committed fund balances since they do not constitute expenditures or liabilities. Outstanding encumbrances in governmental funds as of June 30, 2019 were as follows:

| <u>Fund Type</u> | <u>Encumbrances</u> |
|--------------------|---------------------|
| General | \$ 1,187,574 |
| Other Governmental | 5,542,018 |
| Total | <u>\$ 6,729,592</u> |

NOTE 14 – SET-ASIDES

The District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the acquisition and construction of capital improvements. Amounts not spent by year end or offset by similarly restricted resources received during the year must be held in cash at year end and carried forward to be used for the same purposes in future years. State law has set the amount for the set-aside at the number of students times 3% of the average cost per pupil.

The following cash basis information describes the changes in the fiscal year end set-aside amounts:

| | <u>Capital Acquisition</u> |
|---|--------------------------------|
| Set-aside cash balance as of July 1, 2018 | \$ - |
| Current fiscal year set-aside requirement | 2,841,651 |
| Current fiscal year offsets | (4,964,608) |
| Total | <u>(2,122,957)</u> |
| Set-aside balance at June 30, 2019 | <u>\$ -</u> |

Amounts listed as qualifying disbursements in this table are the total amounts for the year. The District had an excess of qualifying disbursements, however, the set-aside cash balance carried forward is \$0 for capital acquisition.

**HILLIARD CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 15 – ACCOUNTABILITY AND COMPLIANCE

Fund balances at fiscal year-end included the following individual deficits:

| <u>Other Governmental</u> | <u>Deficit Fund Balances</u> |
|---|------------------------------|
| Title VI-B IDEA | \$ (265,163) |
| Title III Limited English Proficiency | (30,506) |
| Title I Grant | (214,696) |
| IDEA Preschool Grants for the Handicapped | (24,610) |
| Improving Teacher Quality | (46,670) |
| Miscellaneous Federal Grants | (24,175) |

The GAAP basis deficit balances in the Other Governmental Funds are a result of the application of accounting principles generally accepted in the United States of America. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

NOTE 16 – RECLASSIFICATION OF FUND BALANCE

The District's Building Fund was not required to be reported as a major fund in fiscal year 2019. Therefore, the District reclassified the Building Fund from a major fund to Other Governmental Funds. The reclassification of the fund balance resulted in changes to beginning of year balances as detailed below:

| | <u>Building Fund</u> | <u>Other Governmental Funds</u> |
|-----------------------------|--------------------------|---|
| Fund Balance, June 30, 2018 | \$ 13,236,375 | \$ 6,932,952 |
| Reclassification of Fund | (13,236,375) | 13,236,375 |
| Fund Balance, July 1, 2018 | <u>\$ -</u> | <u>\$ 20,169,327</u> |

NOTE 17 – CHANGE IN ACCOUNTING PRINCIPLES

For fiscal year ending June 30, 2019, the District has implemented the following:

GASB Statement No. 83 "Certain Asset Retirement Obligations" will enhance comparability of financial statements among governmental by establishing uniform criteria for governments to recognize and measure certain asset retirement obligations, including obligations that may not have been previously reported. The implementation of this statement did not have an effect on the financial statements of the District.

GASB Statement No. 88 "Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements" improves the information that is disclosed in the notes of the governmental financial statements related to debt, including debt borrowings and direct placements. This statement also clarifies which liabilities governments should include when disclosing information related to debt. The implementation of this statement did not have an effect on the financial statements of the District.

REQUIRED SUPPLEMENTARY INFORMATION



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**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Original Budget | Final Budget | Actual | Variance Over/(Under) |
|---|----------------------|----------------------|----------------------|--------------------------|
| Revenues: | | | | |
| Property Taxes | \$ 129,176,758 | \$ 129,176,758 | \$ 129,593,236 | \$ 416,478 |
| Payments in Lieu of Taxes | 3,920,000 | 3,920,000 | 5,414,955 | 1,494,955 |
| Tuition | 400,000 | 400,000 | 813,370 | 413,370 |
| Investment Earnings | 1,200,000 | 1,200,000 | 1,940,498 | 740,498 |
| Other Local Revenues | - | - | 1,153,487 | 1,153,487 |
| Intergovernmental - State | 64,218,731 | 64,218,731 | 66,132,193 | 1,913,462 |
| Intergovernmental - Federal | 99,307 | 99,307 | 326,565 | 227,258 |
| Classroom Materials and Fees | 360,000 | 360,000 | 479,307 | 119,307 |
| Extracurricular Activities | - | - | 5,834 | 5,834 |
| Total Revenues | 199,374,796 | 199,374,796 | 205,859,445 | 6,484,649 |
| Expenditures: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular | 95,142,507 | 94,387,651 | 92,378,026 | 2,009,625 |
| Special | 19,730,195 | 19,548,091 | 19,578,608 | (30,517) |
| Vocational | 1,988,969 | 1,966,696 | 2,015,457 | (48,761) |
| Other | 7,351,500 | 7,325,500 | 7,678,860 | (353,360) |
| Support services: | | | | |
| Pupils | 15,693,256 | 15,641,317 | 16,123,766 | (482,449) |
| Instructional Staff | 12,010,918 | 11,874,018 | 11,755,019 | 118,999 |
| Board of Education | 356,160 | 394,410 | 439,851 | (45,441) |
| Administration | 10,031,480 | 10,368,386 | 10,312,061 | 56,325 |
| Fiscal Services | 4,124,451 | 4,238,863 | 4,042,831 | 196,032 |
| Business | 1,045,448 | 1,165,661 | 1,056,414 | 109,247 |
| Operation and Maintenance of Plant | 15,947,761 | 16,266,335 | 15,693,165 | 573,170 |
| Pupil Transportation | 10,452,698 | 10,311,698 | 9,855,121 | 456,577 |
| Central | 2,387,181 | 2,434,981 | 2,305,072 | 129,909 |
| Extracurricular Activities | 4,043,393 | 4,059,682 | 4,339,087 | (279,405) |
| Capital Outlay | 497,233 | 819,861 | 721,479 | 98,382 |
| Debt service: | | | | |
| Interest and Fiscal Charges | 277,500 | 277,500 | 277,500 | - |
| Total Expenditures | 201,080,650 | 201,080,650 | 198,572,317 | 2,508,333 |
| Excess of Revenues Over (Under) Expenditures | (1,705,854) | (1,705,854) | 7,287,128 | 8,992,982 |
| Other Financing Sources (Uses): | | | | |
| Sale of Capital Assets | - | - | 40,065 | 40,065 |
| Refund of Prior Year Receipts | (5,000) | (5,000) | - | 5,000 |
| Transfers Out | (409,000) | (409,000) | (387,543) | 21,457 |
| Total Other Financing Sources (Uses) | (414,000) | (414,000) | (347,478) | 66,522 |
| Net Change in Fund Balance | (2,119,854) | (2,119,854) | 6,939,650 | 9,059,504 |
| Fund Balances at Beginning of Year | 59,723,599 | 59,723,599 | 59,723,599 | - |
| Prior Year Encumbrances Appropriated | 1,574,364 | 1,574,364 | 1,574,364 | - |
| Fund Balances at End of Year | \$ 59,178,109 | \$ 59,178,109 | \$ 68,237,613 | \$ 9,059,504 |

See accompanying notes to the required supplementary information.

**HILLIARD CITY SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO**

LAST SIX FISCAL YEARS (1)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|--|---------------|---------------|---------------|---------------|
| District's Proportion of the Net Pension Liability | 0.7440962% | 0.7058444% | 0.7295060% | 0.7319530% |
| District's Proportionate Share of the Net Pension Liability | \$ 42,615,768 | \$ 42,172,644 | \$ 53,393,109 | \$ 41,765,965 |
| District's Covered Payroll | \$ 24,330,322 | \$ 23,655,293 | \$ 22,655,743 | \$ 23,542,700 |
| District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 175.15% | 178.28% | 235.67% | 177.41% |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 71.36% | 69.50% | 62.98% | 69.16% |

(1) Information prior to 2014 is not available.

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

See accompanying notes to the required supplementary information.

| <u>2015</u> | <u>2014</u> |
|---------------|---------------|
| 0.7314370% | 0.7314370% |
| \$ 37,017,610 | \$ 43,496,211 |
| \$ 19,546,896 | \$ 19,013,828 |
| 189.38% | 228.76% |
| 71.70% | 65.52% |

**HILLIARD CITY SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
STATE TEACHERS RETIREMENT SYSTEM OF OHIO**

LAST SIX FISCAL YEARS (1)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|--|----------------|----------------|----------------|----------------|
| District's Proportion of the Net Pension Liability | 0.86883325% | 0.85898783% | 0.85395375% | 0.84340698% |
| District's Proportionate Share of the Net Pension Liability | \$ 191,036,924 | \$ 204,054,400 | \$ 285,844,061 | \$ 233,093,020 |
| District's Covered Payroll | \$ 96,246,467 | \$ 94,435,183 | \$ 89,824,869 | \$ 85,432,486 |
| District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 198.49% | 216.08% | 318.22% | 272.84% |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 77.30% | 75.30% | 66.80% | 72.10% |

(1) Information prior to 2014 is not available.

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

See accompanying notes to the required supplementary information.

| <u>2015</u> | <u>2014</u> |
|----------------|----------------|
| 0.82222460% | 0.82222460% |
| \$ 199,993,478 | \$ 238,230,923 |
| \$ 84,714,756 | \$ 83,426,168 |
| 236.08% | 285.56% |
| 74.70% | 69.30% |

**HILLIARD CITY SCHOOL DISTRICT
SCHEDULE OF DISTRICT PENSION CONTRIBUTIONS
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO**

LAST TEN FISCAL YEARS

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|---|---------------------|---------------------|---------------------|---------------------|
| Contractually Required Contribution | \$ 3,397,262 | \$ 3,284,594 | \$ 3,311,741 | \$ 3,171,804 |
| Contributions in Relation to the Contractually Required Contribution | <u>\$ 3,397,262</u> | <u>\$ 3,284,594</u> | <u>\$ 3,311,741</u> | <u>\$ 3,171,804</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Covered Payroll | \$ 25,164,905 | \$ 24,330,322 | \$ 23,655,293 | \$ 22,655,743 |
| Contributions as a Percentage of Covered Payroll | 13.50% | 13.50% | 14.00% | 14.00% |

See accompanying notes to the required supplementary information.

| <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> | <u>2010</u> |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| \$ 3,102,928 | \$ 2,709,200 | \$ 2,631,514 | \$ 2,708,875 | \$ 2,542,530 | \$ 2,849,020 |
| <u>\$ 3,102,928</u> | <u>\$ 2,709,200</u> | <u>\$ 2,631,514</u> | <u>\$ 2,708,875</u> | <u>\$ 2,542,530</u> | <u>\$ 2,849,020</u> |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| \$ 23,542,700 | \$ 19,546,896 | \$ 19,013,828 | \$ 20,140,332 | \$ 20,226,969 | \$ 21,041,506 |
| 13.18% | 13.86% | 13.84% | 13.45% | 12.57% | 13.54% |

**HILLIARD CITY SCHOOL DISTRICT
SCHEDULE OF DISTRICT PENSION CONTRIBUTIONS
STATE TEACHERS RETIREMENT SYSTEM OF OHIO**

LAST TEN FISCAL YEARS

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|---|----------------------|----------------------|----------------------|----------------------|
| Contractually Required Contribution | \$ 14,271,286 | \$ 13,474,505 | \$ 13,220,926 | \$ 12,575,482 |
| Contributions in Relation to the Contractually Required Contribution | <u>\$ 14,271,286</u> | <u>\$ 13,474,505</u> | <u>\$ 13,220,926</u> | <u>\$ 12,575,482</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Covered Payroll | \$ 101,937,757 | \$ 96,246,467 | \$ 94,435,183 | \$ 89,824,869 |
| Contributions as a Percentage of Covered Payroll | 14.00% | 14.00% | 14.00% | 14.00% |

See accompanying notes to the required supplementary information.

| <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> | <u>2010</u> |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$ 11,960,548 | \$ 11,012,918 | \$ 10,845,402 | \$ 11,453,245 | \$ 11,643,907 | \$ 11,341,126 |
| \$ 11,960,548 | \$ 11,012,918 | \$ 10,845,402 | \$ 11,453,245 | \$ 11,643,907 | \$ 11,341,126 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| \$ 85,432,486 | \$ 84,714,756 | \$ 83,426,168 | \$ 88,101,883 | \$ 89,568,514 | \$ 87,239,433 |
| 14.00% | 13.00% | 13.00% | 13.00% | 13.00% | 13.00% |

**HILLIARD CITY SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO**

LAST THREE FISCAL YEARS (1)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> |
|---|---------------|---------------|---------------|
| District's Proportion of the Net OPEB Liability | 0.7246597% | 0.6914449% | 0.7087298% |
| District's Proportionate Share of the Net OPEB Liability | \$ 20,104,018 | \$ 18,556,564 | \$ 20,201,422 |
| District's Covered Payroll | \$ 24,330,322 | \$ 23,655,293 | \$ 22,655,743 |
| District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll | 82.63% | 78.45% | 89.17% |
| Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability | 13.57% | 12.46% | 11.49% |

(1) Information prior to 2017 is not available.

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

See accompanying notes to the required supplementary information.

**HILLIARD CITY SCHOOL DISTRICT
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY/(ASSET)
STATE TEACHERS RETIREMENT SYSTEM OF OHIO**

LAST THREE FISCAL YEARS (1)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> |
|---|-----------------|---------------|---------------|
| District's Proportion of the Net OPEB Liability/(Asset) | 0.86883325% | 0.85898783% | 0.85395375% |
| District's Proportionate Share of the Net OPEB Liability/(Asset) | \$ (13,961,264) | \$ 33,514,537 | \$ 45,669,667 |
| District's Covered Payroll | \$ 96,246,467 | \$ 94,435,183 | \$ 89,824,869 |
| District's Proportionate Share of the Net OPEB Liability/(Asset) as a Percentage of its Covered Payroll | -14.51% | 35.49% | 50.84% |
| Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability | 176.00% | 47.10% | 37.30% |

(1) Information prior to 2017 is not available.

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

See accompanying notes to the required supplementary information.

**HILLIARD CITY SCHOOL DISTRICT
SCHEDULE OF DISTRICT OPEB CONTRIBUTIONS
SCHOOL EMPLOYEES RETIREMENT SYSTEM OF OHIO**

LAST TEN FISCAL YEARS

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|---|-------------------|-------------------|-------------------|-------------------|
| Contractually Required Contribution (1) | \$ 353,802 | \$ 378,906 | \$ 262,030 | \$ 209,793 |
| Contributions in Relation to the Contractually Required Contribution | <u>\$ 353,802</u> | <u>\$ 378,906</u> | <u>\$ 262,030</u> | <u>\$ 209,793</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Covered Payroll | \$ 25,164,905 | \$ 24,330,322 | \$ 23,655,293 | \$ 22,655,743 |
| Contributions as a Percentage of Covered Payroll | 1.41% | 1.56% | 1.11% | 0.93% |

(1) Includes Surcharge

See accompanying notes to the required supplementary information.

| <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> | <u>2010</u> |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$ 376,235 | \$ 447,389 | \$ 452,745 | \$ 533,095 | \$ 721,213 | \$ 553,103 |
| \$ 376,235 | \$ 447,389 | \$ 452,745 | \$ 533,095 | \$ 721,213 | \$ 553,103 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| \$ 23,542,700 | \$ 19,546,896 | \$ 19,013,828 | \$ 20,140,332 | \$ 20,226,969 | \$ 21,041,506 |
| 1.60% | 2.29% | 2.38% | 2.65% | 3.57% | 2.63% |

**HILLIARD CITY SCHOOL DISTRICT
SCHEDULE OF DISTRICT OPEB CONTRIBUTIONS
STATE TEACHERS RETIREMENT SYSTEM OF OHIO**

LAST TEN FISCAL YEARS

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|---|----------------|---------------|---------------|---------------|
| Contractually Required Contribution | \$ - | \$ - | \$ - | \$ - |
| Contributions in Relation to the Contractually Required Contribution | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Covered Payroll | \$ 101,937,757 | \$ 96,246,467 | \$ 94,435,183 | \$ 89,824,869 |
| Contributions as a Percentage of Covered Payroll | 0.00% | 0.00% | 0.00% | 0.00% |

See accompanying notes to the required supplementary information.

| <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> | <u>2010</u> |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$ - | \$ 847,148 | \$ 834,262 | \$ 881,019 | \$ 895,685 | \$ 872,394 |
| \$ - | \$ 847,148 | \$ 834,262 | \$ 881,019 | \$ 895,685 | \$ 872,394 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| \$ 85,432,486 | \$ 84,714,756 | \$ 83,426,168 | \$ 88,101,883 | \$ 89,568,514 | \$ 87,239,433 |
| 0.00% | 1.00% | 1.00% | 1.00% | 1.00% | 1.00% |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

**NOTES TO SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

NOTE 1 – BUDGETARY PROCESS

All governmental funds are subject to annual expenditures budgets. The Board follows the procedures outlined below in establishing the expenditures budget data:

1. Beginning in fiscal year 2011 the Franklin County Auditor eliminated the tax budget requirement. Alternative information must be filed by January 20th with the County Auditor. Board action is not required for the alternative document.
2. The County Budget Commission certifies its actions to the District by March 1. As part of this certification, the District receives the official certificate of estimated resources which states the projected receipts of each fund. On or about July 1, this certificate is amended to include any unencumbered balances from the preceding year.
3. An annual appropriation measure must be passed by October 1 of each year for the period July 1 to June 30. Unencumbered appropriations lapse at year-end and encumbered appropriations are carried over to the following fiscal year and need not be re-appropriated. The Hilliard Board of Education adopted its 2019 permanent appropriation measure at its June 11, 2018 regular meeting. The Board of Education adopted at the June 10, 2019 regular meeting a permanent appropriation measure for fiscal year 2020. The appropriation measure may be amended or supplemented during the year as new information becomes available. Individual buildings and/or departments may transfer funds within their budgets. Revised appropriations are presented during the year and include the transfers requested by staff and any amendments to fund unanticipated expenditures. Appropriations may not exceed estimated resources and expenditures may not exceed appropriations at the fund level.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

**NOTES TO SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

NOTE 2 – RECONCILING BUDGET BASIS AND GAAP

The District prepares its budget on a basis of accounting that differs from accounting principles generally accepted in the United States of America (GAAP). The actual column presented on the Budgetary Comparison Schedule – General Fund is prepared in accordance with the budget basis of accounting.

The major differences between the budgetary basis of accounting and GAAP 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 encumbered (budget basis) as opposed to when the liability is incurred (GAAP basis);
3. Encumbrances are recorded as the equivalent of expenditures (budget basis) as opposed to an assignment of fund balance (GAAP basis);
4. Due to the implementation of GASB 54, some funds were reclassified to the General Fund. These funds are not required to be included in the General Fund Budgetary Statement. Therefore, the activity from these funds is excluded with an adjustment for their change in fund balance.

A reconciliation of the General Fund results of operations at the end of the year on the GAAP basis to the budget basis follows:

Net Change in Fund Balance

| | |
|---|----------------------|
| Budget Basis | \$ 6,939,650 |
| Net Adjustments: | |
| Revenue and Other Financing Sources Accruals | 3,221,729 |
| Expenditure and Other Financing Uses Accruals | (1,081,091) |
| Encumbrances | 1,159,318 |
| Funds Budgeted as Other Funds | 141,985 |
| GAAP Basis | <u>\$ 10,381,591</u> |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

**NOTES TO SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

NOTE 3 – NET PENSION LIABILITY

School Employees Retirement System

Changes in benefit terms:

Fiscal year 2019 With the authority granted the Board under Senate Bill 8, the Board has enacted a three year COLA delay for future benefit recipients commencing benefits on or after April 1, 2018.

Fiscal year 2018 The cost-of-living adjustment was changed from a fixed 3.00% to a cost-of-living adjustment that is indexed to CPI-W not greater than 2.5% with a floor of 0% beginning January 1, 2018. In addition, with the authority granted the Board under HB 49, the Board has enacted a three-year COLA suspension for benefit recipients in calendar years 2018, 2019 and 2020.

Changes in assumptions:

Fiscal year 2017 The SERS Board adopted several assumption changes, including changes to:

- Assumed rate of inflation was reduced from 3.25% to 3.00%
- Payroll Growth Assumption was reduced from 4.00% to 3.50%
- Assumed real wage growth was reduced from 0.75% to 0.50%
- Rates of withdrawal, retirement and disability were updated to reflect recent experience.
- Mortality among active members was updated to the following:
 - RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. The above rates represent the base rates used.
- Mortality among service retired members, and beneficiaries was updated to the following:
 - RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates.
- Mortality among disable member was updated to the following:
 - RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

**NOTES TO SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

NOTE 3 – NET PENSION LIABILITY (continued)

State Teachers Retirement System

Changes in benefit terms:

Fiscal year 2018 The cost-of-living adjustment was reduced to zero.

Changes in assumptions:

Fiscal year 2018 The STRS Board adopted several assumption changes, including changes to:

- Inflation assumption lowered from 2.75% to 2.50%;
- Investment return assumption lowered from 7.75% to 7.45%;
- Total salary increases rates lowered by decreasing merit component of the individual salary increases, as well as by 0.25% due to lower inflation;
- Payroll growth assumption lowered to 3.00%;
- Updated the healthy and disabled mortality assumption to the “RP-2014” mortality tables with generational improvement scale MP-2016; and
- Rates of retirement, termination and disability were modified to better reflect anticipated future experience.

NOTE 4 – NET OPEB LIABILITY

School Employees Retirement System

Changes in benefit terms: There have been no changes to the benefit provisions.

Changes in Assumptions:

Fiscal year 2019 The discount rate used to measure the total OPEB liability was increased from 3.63% to 3.70% and the municipal bond rate was increased from 3.56% to 3.62%.

Fiscal year 2018 The discount rate used to measure the total OPEB liability was increased from 2.98% to 3.63% and the municipal bond rate was increased from 2.92% to 3.56%.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

NOTES TO SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 4 – NET OPEB LIABILITY (continued)

State Teachers Retirement System

Changes in benefit terms: There have been no changes to the benefit provisions.

Fiscal year 2019 The subsidy multiplier for non-Medicare benefit recipients was increased from 1.9% to 1.944% per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium was increased effective January 1, 2019 and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 1, 2020.

Fiscal year 2018 The subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1% to 1.9% per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2019.

Changes in Assumptions:

Fiscal year 2019 The discount rate was increased from the blended rate of 4.13% to the long-term expected rate of return of 7.45% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB). Valuation year per capita health care costs were updated.

Fiscal year 2018 The discount rate was increased from 3.26% to 4.13% based on the methodology defined under GASB Statement No. 74, “*Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB)*” and the long term expected rate of return was reduced from 7.75% to 7.45%. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

SUPPLEMENTARY INFORMATION



**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES
GOVERNMENTAL FUNDS

Bond Retirement Fund - A fund used to account for the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs.

Non-major Governmental Funds

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

Capital Projects Funds

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. A description of the District's Non-major Capital Project Funds follows:

Permanent Improvement Fund - A fund used to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Section 5705, Ohio Revised Code.

Building Fund - A fund used to account for the debt proceeds (excluding premiums) and accompanying expenditures to construct a new school building and provide capital renovations across the district.

Special Revenue Funds

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

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

Latchkey - A fund provided to account for revenues and expenditures made in connection with the District's school age care program.

Miscellaneous Local Grants - A fund used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

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

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

Miscellaneous State Grants - A fund used to account for other state grants, not required to be accounted for in another fund.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES
GOVERNMENTAL FUNDS

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

Title III - Limited English Proficiency - A fund provided to account for the Foreign Language Grant program, which is funded with U.S. Department of Education grant monies.

Title I Grant - A fund provided to account for financial assistance to State and Local Educational Agencies, to meet the special literacy and math needs of economically disadvantaged children.

IDEA Preschool Grants for the Handicapped - A fund used to account for revenues and expenditures related to the Preschool Grant Program, Section 69 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Improving Teacher Quality - A fund to account for grants providing financial assistance to State and Local Educational Agencies to improve teacher quality, increasing the number of highly qualified teachers in classrooms and reducing class size.

Miscellaneous Federal Grants - A fund used to account for Federal funds not required to be accounted for in a separate fund.

The following Special Revenue Funds are reported within the General Fund for GAAP purposes due to GASB 54. However, they are reported separately on the schedule of budgetary expenditures only.

Special Building Trust - A fund used to account for building contributions and can be fully expended for district/building purposes.

Rotary Services - A fund used to report any activity for which a fee is charged to external users for goods or services and tend to be curricular in nature.

Public School Support - A fund provided to account for specific local revenue sources, other than taxes or expendable trusts, which are assigned to expenditures for specified purposes approved by board resolution.

Underground Storage Tanks - A fund used to account for the deductible amount as required by the Ohio Bureau of Underground Storage Tank Regulation. The District has 3 underground petroleum tanks at its transportation facility.

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF JUNE 30, 2019

| | Permanent Improvement | Building | Food Services | Latchkey |
|---|----------------------------|----------------------------|----------------------------|----------------------------|
| Assets: | | | | |
| Cash and Cash Equivalents | \$ 2,245,366 | \$ 5,233,643 | \$ 1,804,985 | \$ 2,622,891 |
| Investments | - | 14,945 | - | - |
| Receivables: | | | | |
| Property Taxes | 4,608,089 | - | - | - |
| Accounts | - | - | - | 21,805 |
| Accrued Interest | - | 76 | - | - |
| Due From Other Governments | - | - | 695,844 | 971 |
| Materials and Supplies Inventory | - | - | 72,509 | - |
| Total Assets | <u>\$ 6,853,455</u> | <u>\$ 5,248,664</u> | <u>\$ 2,573,338</u> | <u>\$ 2,645,667</u> |
| Liabilities: | | | | |
| Current Liabilities: | | | | |
| Accounts Payable | \$ 69,512 | \$ 669,368 | \$ 215,551 | \$ 2,133 |
| Accrued Wages and Benefits Payable | - | - | - | 15,614 |
| Due to Other Governments | - | - | - | 4,528 |
| Due To Other Funds | - | - | - | - |
| Total Liabilities | <u>69,512</u> | <u>669,368</u> | <u>215,551</u> | <u>22,275</u> |
| Deferred Inflows of Resources: | | | | |
| Property and Other Local Taxes | 2,601,097 | - | - | - |
| Unavailable Revenue | 31,172 | 76 | 217,922 | 21,858 |
| Total Deferred Inflows of Resources | <u>2,632,269</u> | <u>76</u> | <u>217,922</u> | <u>21,858</u> |
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Inventory | - | - | 72,509 | - |
| Restricted: | | | | |
| Capital Projects | 4,151,674 | 4,579,220 | - | - |
| Non-instructional Services | - | - | 2,067,356 | - |
| Locally Funded Programs | - | - | - | - |
| Extracurricular Activities | - | - | - | - |
| State Funded Programs | - | - | - | - |
| Committed: | | | | |
| Latchkey | - | - | - | 2,601,534 |
| Unassigned | - | - | - | - |
| Total Fund Balances | <u>4,151,674</u> | <u>4,579,220</u> | <u>2,139,865</u> | <u>2,601,534</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>\$ 6,853,455</u> | <u>\$ 5,248,664</u> | <u>\$ 2,573,338</u> | <u>\$ 2,645,667</u> |

| Miscellaneous Local Grants | District Managed Student Activities | Auxiliary Services | Miscellaneous State Grants | Title VI-B IDEA | Title III Limited English Proficiency |
|----------------------------------|--|-----------------------|----------------------------------|-----------------------|---|
| \$ 7,540 | \$ 969,932 | \$ 242,359 | \$ 89,400 | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | 591,728 | 38,330 |
| - | - | - | - | - | - |
| <u>\$ 7,540</u> | <u>\$ 969,932</u> | <u>\$ 242,359</u> | <u>\$ 89,400</u> | <u>\$ 591,728</u> | <u>\$ 38,330</u> |
| | | | | | |
| \$ 2,176 | \$ 55,920 | \$ 148,846 | \$ - | \$ 16,463 | \$ - |
| - | - | 54,642 | - | 416,225 | 27,080 |
| - | - | 7,451 | - | 53,475 | 3,426 |
| - | - | - | - | 117,659 | 7,638 |
| <u>2,176</u> | <u>55,920</u> | <u>210,939</u> | <u>-</u> | <u>603,822</u> | <u>38,144</u> |
| | | | | | |
| - | - | - | - | - | - |
| - | - | - | - | 253,069 | 30,692 |
| - | - | - | - | <u>253,069</u> | <u>30,692</u> |
| | | | | | |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 5,364 | - | - | - | - | - |
| - | 914,012 | - | - | - | - |
| - | - | 31,420 | 89,400 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | (265,163) | (30,506) |
| <u>5,364</u> | <u>914,012</u> | <u>31,420</u> | <u>89,400</u> | <u>(265,163)</u> | <u>(30,506)</u> |
| | | | | | |
| <u>\$ 7,540</u> | <u>\$ 969,932</u> | <u>\$ 242,359</u> | <u>\$ 89,400</u> | <u>\$ 591,728</u> | <u>\$ 38,330</u> |

(Continued)

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF JUNE 30, 2019
(CONTINUED)

| | Title I Grant | IDEA Preschool Grants for the Handicapped | Improving Teacher Quality | Miscellaneous Federal Grants |
|---|-------------------|--|---------------------------------|------------------------------------|
| Assets: | | | | |
| Cash and Cash Equivalents | \$ - | \$ - | \$ - | \$ - |
| Investments | - | - | - | - |
| Receivables: | | | | |
| Property Taxes | - | - | - | - |
| Accounts | - | - | - | - |
| Accrued Interest | - | - | - | - |
| Due From Other Governments | 268,883 | 28,030 | 74,541 | 46,717 |
| Materials and Supplies Inventory | - | - | - | - |
| Total Assets | \$ 268,883 | \$ 28,030 | \$ 74,541 | \$ 46,717 |
| Liabilities: | | | | |
| Current Liabilities: | | | | |
| Accounts Payable | \$ 11,510 | \$ 13,158 | \$ 2,704 | \$ 24,175 |
| Accrued Wages and Benefits Payable | 165,211 | 10,102 | 38,984 | - |
| Due to Other Governments | 21,617 | 1,350 | 4,989 | - |
| Due To Other Funds | 86,232 | 3,410 | 27,644 | 22,542 |
| Total Liabilities | 284,570 | 28,020 | 74,321 | 46,717 |
| Deferred Inflows of Resources: | | | | |
| Property and Other Local Taxes | - | - | - | - |
| Unavailable Revenue | 199,009 | 24,620 | 46,890 | 24,175 |
| Total Deferred Inflows of Resources | 199,009 | 24,620 | 46,890 | 24,175 |
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Inventory | - | - | - | - |
| Restricted: | | | | |
| Capital Projects | - | - | - | - |
| Non-instructional Services | - | - | - | - |
| Locally Funded Programs | - | - | - | - |
| Extracurricular Activities | - | - | - | - |
| State Funded Programs | - | - | - | - |
| Committed: | | | | |
| Latchkey | - | - | - | - |
| Unassigned | (214,696) | (24,610) | (46,670) | (24,175) |
| Total Fund Balances | (214,696) | (24,610) | (46,670) | (24,175) |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ 268,883 | \$ 28,030 | \$ 74,541 | \$ 46,717 |

Total
Non-Major
Governmental
Funds

\$ 13,216,116
14,945

4,608,089
21,805
76

1,745,044
72,509

\$ 19,678,584

\$ 1,231,516
727,858

96,836
265,125

2,321,335

2,601,097
849,483

3,450,580

72,509

8,730,894
2,067,356
5,364

914,012
120,820

2,601,534
(605,820)

13,906,669

\$ 19,678,584

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Permanent Improvement | Building | Food Services | Latchkey |
|--|--------------------------|---------------------|---------------------|---------------------|
| Revenues: | | | | |
| Property Taxes | \$ 4,555,569 | \$ - | \$ - | \$ - |
| Tuition | - | - | - | 2,854,732 |
| Investment Earnings | - | 205,056 | 37,752 | - |
| Other Local Revenues | 68,352 | 19,378 | 1,441 | - |
| Intergovernmental - State | 482,138 | - | 37,591 | 7,232 |
| Intergovernmental - Federal | - | - | 2,770,869 | 3,493 |
| Extracurricular Activities | - | - | - | - |
| Food Services | - | - | 3,057,201 | - |
| Total Revenues | <u>5,106,059</u> | <u>224,434</u> | <u>5,904,854</u> | <u>2,865,457</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular | 2,165,951 | 2,072,039 | - | - |
| Special | - | - | - | - |
| Other | - | - | - | - |
| Support services: | | | | |
| Pupils | - | - | 20,138 | - |
| Instructional Staff | - | - | - | - |
| Administration | - | - | - | - |
| Fiscal Services | 64,949 | 12,315 | - | - |
| Operation and Maintenance of Plant | 43,271 | 898,260 | - | - |
| Pupil Transportation | 57,009 | - | - | - |
| Food Service Operations | - | - | 5,419,423 | - |
| Community Services | - | - | - | 2,441,132 |
| Extracurricular Activities | - | - | - | - |
| Capital Outlay | 1,433,975 | 5,898,975 | 265,053 | - |
| Debt service: | | | | |
| Interest and Fiscal Charges | 17,438 | - | - | - |
| Total Expenditures | <u>3,782,593</u> | <u>8,881,589</u> | <u>5,704,614</u> | <u>2,441,132</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 1,323,466 | (8,657,155) | 200,240 | 424,325 |
| Other Financing Sources (Uses): | | | | |
| Sale of Capital Assets | 157,061 | - | - | - |
| Total Other Financing Sources (Uses) | <u>157,061</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balances | 1,480,527 | (8,657,155) | 200,240 | 424,325 |
| Fund Balance Beginning of Year | 2,671,147 | 13,236,375 | 1,939,625 | 2,177,209 |
| Fund Balance End of Year | <u>\$ 4,151,674</u> | <u>\$ 4,579,220</u> | <u>\$ 2,139,865</u> | <u>\$ 2,601,534</u> |

| Miscellaneous Local Grants | District Managed Student Activities | Auxiliary Services | Miscellaneous State Grants | Title VI-B IDEA | Title III Limited English Proficiency |
|----------------------------------|--|-----------------------|----------------------------------|-----------------------|---|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | 4,012 | - | - | - |
| 31,071 | 78,127 | - | - | - | - |
| - | - | 863,373 | 94,400 | - | - |
| - | 710,803 | - | - | 3,198,115 | 195,909 |
| - | - | - | - | - | - |
| <u>31,071</u> | <u>788,930</u> | <u>867,385</u> | <u>94,400</u> | <u>3,198,115</u> | <u>195,909</u> |
| 16,724 | - | - | 5,000 | - | - |
| - | - | - | - | 2,925,924 | - |
| - | - | - | - | - | 177,991 |
| - | - | - | - | - | - |
| 3,726 | - | - | - | 48,148 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 26,907 | - | 902,821 | - | 37,960 | 8,009 |
| - | 698,891 | - | - | - | - |
| - | 46,836 | - | - | - | - |
| - | - | - | - | - | - |
| <u>47,357</u> | <u>745,727</u> | <u>902,821</u> | <u>5,000</u> | <u>3,012,032</u> | <u>186,000</u> |
| (16,286) | 43,203 | (35,436) | 89,400 | 186,083 | 9,909 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| (16,286) | 43,203 | (35,436) | 89,400 | 186,083 | 9,909 |
| 21,650 | 870,809 | 66,856 | - | (451,246) | (40,415) |
| <u>\$ 5,364</u> | <u>\$ 914,012</u> | <u>\$ 31,420</u> | <u>\$ 89,400</u> | <u>\$ (265,163)</u> | <u>\$ (30,506)</u> |

(Continued)

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(CONTINUED)

| | Title I Grant | IDEA Preschool Grants for the Handicapped | Improving Teacher Quality | Miscellaneous Federal Grants |
|--|---------------------|--|---------------------------------|------------------------------------|
| Revenues: | | | | |
| Property Taxes | \$ - | \$ - | \$ - | \$ - |
| Tuition | - | - | - | - |
| Investment Earnings | - | - | - | - |
| Other Local Revenues | - | - | - | - |
| Intergovernmental - State | - | - | - | - |
| Intergovernmental - Federal | 1,385,626 | 76,360 | 334,809 | 459,132 |
| Extracurricular Activities | - | - | - | - |
| Food Services | - | - | - | - |
| Total Revenues | <u>1,385,626</u> | <u>76,360</u> | <u>334,809</u> | <u>459,132</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Instruction: | | | | |
| Regular | - | - | - | 254,351 |
| Special | - | 90,016 | - | - |
| Other | 1,292,397 | - | 37,850 | - |
| Support services: | | | | |
| Pupils | - | - | - | - |
| Instructional Staff | 6,589 | - | 268,684 | 90,720 |
| Administration | 8,681 | - | - | 101,823 |
| Fiscal Services | - | - | - | - |
| Operation and Maintenance of Plant | - | - | - | 340 |
| Pupil Transportation | - | - | - | 3,089 |
| Food Service Operations | - | - | - | - |
| Community Services | 47,281 | - | 12,430 | 29,144 |
| Extracurricular Activities | - | - | - | - |
| Capital Outlay | - | - | - | - |
| Debt service: | | | | |
| Interest and Fiscal Charges | - | - | - | - |
| Total Expenditures | <u>1,354,948</u> | <u>90,016</u> | <u>318,964</u> | <u>479,467</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 30,678 | (13,656) | 15,845 | (20,335) |
| Other Financing Sources (Uses): | | | | |
| Sale of Capital Assets | - | - | - | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balances | 30,678 | (13,656) | 15,845 | (20,335) |
| Fund Balance Beginning of Year | (245,374) | (10,954) | (62,515) | (3,840) |
| Fund Balance End of Year | <u>\$ (214,696)</u> | <u>\$ (24,610)</u> | <u>\$ (46,670)</u> | <u>\$ (24,175)</u> |

Total
Non-Major
Governmental
Funds

\$ 4,555,569
2,854,732
246,820
198,369
1,484,734
8,424,313
710,803
3,057,201

21,532,541

4,514,065
3,015,940
1,508,238

20,138
417,867
110,504
77,264
941,871
60,098
5,419,423
3,505,684
698,891
7,644,839

17,438

27,952,260

(6,419,719)

157,061

157,061

(6,262,658)

20,169,327

\$ 13,906,669

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HILLIARD CITY SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Final Budget | Actual | Variance Over/(Under) |
|--------------------------------------|----------------------|----------------------|--------------------------|
| Bond Retirement | | | |
| Total Revenues and Other Sources | \$ 18,838,283 | \$ 19,379,842 | \$ 541,559 |
| Total Expenditures and Other Uses | <u>20,461,600</u> | <u>20,345,523</u> | <u>116,077</u> |
| Net Change in Fund Balance | (1,623,317) | (965,681) | 657,636 |
| Fund Balances - July 1 | 14,237,076 | 14,237,076 | - |
| Prior Year Encumbrances Appropriated | - | - | - |
| Fund Balances - June 30 | <u>\$ 12,613,759</u> | <u>\$ 13,271,395</u> | <u>\$ 657,636</u> |
| Permanent Improvement | | | |
| Total Revenues and Other Sources | \$ 4,975,442 | \$ 5,190,021 | \$ 214,579 |
| Total Expenditures and Other Uses | <u>5,131,559</u> | <u>5,102,635</u> | <u>28,924</u> |
| Net Change in Fund Balance | (156,117) | 87,386 | 243,503 |
| Fund Balances - July 1 | 1,634,842 | 1,634,842 | - |
| Prior Year Encumbrances Appropriated | 174,059 | 174,059 | - |
| Fund Balances - June 30 | <u>\$ 1,652,784</u> | <u>\$ 1,896,287</u> | <u>\$ 243,503</u> |
| Building | | | |
| Total Revenues and Other Sources | \$ 160,000 | \$ 216,104 | \$ 56,104 |
| Total Expenditures and Other Uses | <u>18,479,374</u> | <u>18,087,881</u> | <u>391,493</u> |
| Net Change in Fund Balance | (18,319,374) | (17,871,777) | 447,597 |
| Fund Balances - July 1 | 6,674,151 | 6,674,151 | - |
| Prior Year Encumbrances Appropriated | 11,655,222 | 11,655,222 | - |
| Fund Balances - June 30 | <u>\$ 9,999</u> | <u>\$ 457,596</u> | <u>\$ 447,597</u> |

HILLIARD CITY SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Final Budget | Actual | Variance Over/(Under) |
|--------------------------------------|---------------------|---------------------|--------------------------|
| Food Service | | | |
| Total Revenues and Other Sources | \$ 5,500,000 | \$ 5,039,034 | \$ (460,966) |
| Total Expenditures and Other Uses | <u>6,096,166</u> | <u>5,615,567</u> | <u>480,599</u> |
| Net Change in Fund Balance | (596,166) | (576,533) | 19,633 |
| Fund Balances - July 1 | 2,037,396 | 2,037,396 | - |
| Prior Year Encumbrances Appropriated | 333,666 | 333,666 | - |
| Fund Balances - June 30 | <u>\$ 1,774,896</u> | <u>\$ 1,794,529</u> | <u>\$ 19,633</u> |

| | | | |
|--------------------------------------|---------------------|---------------------|-------------------|
| Latchkey | | | |
| Total Revenues and Other Sources | \$ 2,763,000 | \$ 2,865,342 | \$ 102,342 |
| Total Expenditures and Other Uses | <u>2,910,200</u> | <u>2,423,713</u> | <u>486,487</u> |
| Net Change in Fund Balance | (147,200) | 441,629 | 588,829 |
| Fund Balances - July 1 | 2,178,748 | 2,178,748 | - |
| Prior Year Encumbrances Appropriated | - | - | - |
| Fund Balances - June 30 | <u>\$ 2,031,548</u> | <u>\$ 2,620,377</u> | <u>\$ 588,829</u> |

| | | | |
|--------------------------------------|---------------|-----------------|-----------------|
| Miscellaneous Local Grants | | | |
| Total Revenues and Other Sources | \$ 65,000 | \$ 31,071 | \$ (33,929) |
| Total Expenditures and Other Uses | <u>86,000</u> | <u>49,689</u> | <u>36,311</u> |
| Net Change in Fund Balance | (21,000) | (18,618) | 2,382 |
| Fund Balances - July 1 | 21,650 | 21,650 | - |
| Prior Year Encumbrances Appropriated | - | - | - |
| Fund Balances - June 30 | <u>\$ 650</u> | <u>\$ 3,032</u> | <u>\$ 2,382</u> |

HILLIARD CITY SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Final Budget | Actual | Variance Over/(Under) |
|--|--------------------------|--------------------------|--------------------------|
| District-Managed Student Activities | | | |
| Total Revenues and Other Sources | \$ 900,000 | \$ 788,930 | \$ (111,070) |
| Total Expenditures and Other Uses | <u>1,261,034</u> | <u>750,866</u> | <u>510,168</u> |
| Net Change in Fund Balance | (361,034) | 38,064 | 399,098 |
| Fund Balances - July 1 | 878,903 | 878,903 | - |
| Prior Year Encumbrances Appropriated | 16,734 | 16,734 | - |
| Fund Balances - June 30 | <u><u>\$ 534,603</u></u> | <u><u>\$ 933,701</u></u> | <u><u>\$ 399,098</u></u> |
| Auxiliary Services | | | |
| Total Revenues and Other Sources | \$ 867,000 | \$ 867,385 | \$ 385 |
| Total Expenditures and Other Uses | <u>1,000,081</u> | <u>936,844</u> | <u>63,237</u> |
| Net Change in Fund Balance | (133,081) | (69,459) | 63,622 |
| Fund Balances - July 1 | 75,235 | 75,235 | - |
| Prior Year Encumbrances Appropriated | 60,081 | 60,081 | - |
| Fund Balances - June 30 | <u><u>\$ 2,235</u></u> | <u><u>\$ 65,857</u></u> | <u><u>\$ 63,622</u></u> |
| Miscellaneous State Grants | | | |
| Total Revenues and Other Sources | \$ 95,000 | \$ 94,400 | \$ (600) |
| Total Expenditures and Other Uses | <u>95,000</u> | <u>94,400</u> | <u>600</u> |
| Net Change in Fund Balance | - | - | - |
| Fund Balances - July 1 | - | - | - |
| Prior Year Encumbrances Appropriated | - | - | - |
| Fund Balances - June 30 | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

HILLIARD CITY SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Final Budget | Actual | Variance Over/(Under) |
|--|------------------|---------------------|--------------------------|
| Title VI-B IDEA | | | |
| Total Revenues and Other Sources | \$ 3,871,000 | \$ 3,118,183 | \$ (752,817) |
| Total Expenditures and Other Uses | <u>3,612,038</u> | <u>2,980,136</u> | <u>631,902</u> |
| Net Change in Fund Balance | 258,962 | 138,047 | (120,915) |
| Fund Balances - July 1 | (262,350) | (262,350) | - |
| Prior Year Encumbrances Appropriated | 3,623 | 3,623 | - |
| Fund Balances - June 30 | <u>\$ 235</u> | <u>\$ (120,680)</u> | <u>\$ (120,915)</u> |
| Title III Limited English Proficiency | | | |
| Total Revenues and Other Sources | \$ 220,000 | \$ 205,018 | \$ (14,982) |
| Total Expenditures and Other Uses | <u>197,000</u> | <u>195,909</u> | <u>1,091</u> |
| Net Change in Fund Balance | 23,000 | 9,109 | (13,891) |
| Fund Balances - July 1 | (16,747) | (16,747) | - |
| Prior Year Encumbrances Appropriated | - | - | - |
| Fund Balances - June 30 | <u>\$ 6,253</u> | <u>\$ (7,638)</u> | <u>\$ (13,891)</u> |
| Title I Grant | | | |
| Total Revenues and Other Sources | \$ 1,735,000 | \$ 1,475,945 | \$ (259,055) |
| Total Expenditures and Other Uses | <u>1,566,896</u> | <u>1,429,854</u> | <u>137,042</u> |
| Net Change in Fund Balance | 168,104 | 46,091 | (122,013) |
| Fund Balances - July 1 | (170,741) | (170,741) | - |
| Prior Year Encumbrances Appropriated | 10,548 | 10,548 | - |
| Fund Balances - June 30 | <u>\$ 7,911</u> | <u>\$ (114,102)</u> | <u>\$ (122,013)</u> |

HILLIARD CITY SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Final Budget | Actual | Variance Over/(Under) |
|--|-----------------|--------------------|--------------------------|
| IDEA Preschool Grants for the Handicapped | | | |
| Total Revenues and Other Sources | \$ 147,500 | \$ 78,438 | \$ (69,062) |
| Total Expenditures and Other Uses | <u>141,819</u> | <u>91,360</u> | <u>50,459</u> |
| Net Change in Fund Balance | 5,681 | (12,922) | (18,603) |
| Fund Balances - July 1 | (18,988) | (18,988) | - |
| Prior Year Encumbrances Appropriated | 13,500 | 13,500 | - |
| Fund Balances - June 30 | <u>\$ 193</u> | <u>\$ (18,410)</u> | <u>\$ (18,603)</u> |

Improving Teacher Quality

| | | | |
|--------------------------------------|----------------|--------------------|--------------------|
| Total Revenues and Other Sources | \$ 360,000 | \$ 316,839 | \$ (43,161) |
| Total Expenditures and Other Uses | <u>350,000</u> | <u>338,613</u> | <u>11,387</u> |
| Net Change in Fund Balance | 10,000 | (21,774) | (31,774) |
| Fund Balances - July 1 | (9,681) | (9,681) | - |
| Prior Year Encumbrances Appropriated | - | - | - |
| Fund Balances - June 30 | <u>\$ 319</u> | <u>\$ (31,455)</u> | <u>\$ (31,774)</u> |

Miscellaneous Federal Grants

| | | | |
|--------------------------------------|----------------|--------------------|--------------------|
| Total Revenues and Other Sources | \$ 560,000 | \$ 450,039 | \$ (109,961) |
| Total Expenditures and Other Uses | <u>545,870</u> | <u>491,779</u> | <u>54,091</u> |
| Net Change in Fund Balance | 14,130 | (41,740) | (55,870) |
| Fund Balances - July 1 | (19,319) | (19,319) | - |
| Prior Year Encumbrances Appropriated | 5,870 | 5,870 | - |
| Fund Balances - June 30 | <u>\$ 681</u> | <u>\$ (55,189)</u> | <u>\$ (55,870)</u> |

HILLIARD CITY SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Final Budget | Actual | Variance Over/(Under) |
|--------------------------------------|-------------------|-------------------|--------------------------|
| Special Building Trust | | | |
| Total Revenues and Other Sources | \$ 55,000 | \$ 39,749 | \$ (15,251) |
| Total Expenditures and Other Uses | <u>132,912</u> | <u>42,196</u> | <u>90,716</u> |
| Net Change in Fund Balance | (77,912) | (2,447) | 75,465 |
| Fund Balances - July 1 | 254,522 | 254,522 | - |
| Prior Year Encumbrances Appropriated | 562 | 562 | - |
| Fund Balances - June 30 | <u>\$ 177,172</u> | <u>\$ 252,637</u> | <u>\$ 75,465</u> |

Rotary Services

| | | | |
|--------------------------------------|---------------------|-------------------|-------------------|
| Total Revenues and Other Sources | \$ 237,000 | \$ 544,123 | \$ 307,123 |
| Total Expenditures and Other Uses | <u>624,276</u> | <u>499,307</u> | <u>124,969</u> |
| Net Change in Fund Balance | (387,276) | 44,816 | 432,092 |
| Fund Balances - July 1 | 221,871 | 221,871 | - |
| Prior Year Encumbrances Appropriated | 16,991 | 16,991 | - |
| Fund Balances - June 30 | <u>\$ (148,414)</u> | <u>\$ 283,678</u> | <u>\$ 432,092</u> |

Public School Support

| | | | |
|--------------------------------------|-------------------|-------------------|-------------------|
| Total Revenues and Other Sources | \$ 430,000 | \$ 385,792 | \$ (44,208) |
| Total Expenditures and Other Uses | <u>584,266</u> | <u>312,888</u> | <u>271,378</u> |
| Net Change in Fund Balance | (154,266) | 72,904 | 227,170 |
| Fund Balances - July 1 | 731,710 | 731,710 | - |
| Prior Year Encumbrances Appropriated | 31,666 | 31,666 | - |
| Fund Balances - June 30 | <u>\$ 609,110</u> | <u>\$ 836,280</u> | <u>\$ 227,170</u> |

HILLIARD CITY SCHOOL DISTRICT

INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Over/(Under)</u> |
|--------------------------------------|-------------------------|-------------------------|----------------------------------|
| Underground Storage Tanks | | | |
| Total Revenues and Other Sources | \$ - | \$ - | \$ - |
| Total Expenditures and Other Uses | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balance | - | - | - |
| Fund Balances - July 1 | 11,000 | 11,000 | - |
| Prior Year Encumbrances Appropriated | - | - | - |
| Fund Balances - June 30 | <u><u>\$ 11,000</u></u> | <u><u>\$ 11,000</u></u> | <u><u>\$ -</u></u> |

HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES
PROPRIETARY FUND

Internal Service Fund

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

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

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**

INDIVIDUAL FUND SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Final Budget | Actual | Variance Over/(Under) |
|--|---------------------|---------------------|--------------------------|
| Employee Benefit Self Insurance | | | |
| Total Revenues and Other Sources | \$ 31,450,000 | \$ 33,042,843 | \$ 1,592,843 |
| Total Expenses and Other Uses | 32,322,400 | 30,403,250 | 1,919,150 |
| Net Change in Fund Balance | (872,400) | 2,639,593 | 3,511,993 |
| Fund Balance - July 1 | 6,678,287 | 6,678,287 | - |
| Prior Year Encumbrances Appropriated | 7,400 | 7,400 | - |
| Fund Balance - June 30 | <u>\$ 5,813,287</u> | <u>\$ 9,325,280</u> | <u>\$ 3,511,993</u> |

**HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO**
COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES
FIDUCIARY FUNDS

Agency Funds

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

District Administration Fund - An agency fund established to account for the employee vision insurance and flexible spending account contributions and resulting expenditures to a third party administrator of the plan. The fund also accounts for STRS activity to true up the expenditures in the fund financial statements. At year end, there is a receivable as a result of the STRS activity.

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

HILLIARD CITY SCHOOL DISTRICT
FRANKLIN COUNTY, OHIO
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

| | Beginning Balance | Additions | Deductions | Ending Balance |
|-------------------------------------|----------------------|----------------------|------------------------|-------------------|
| DISTRICT ADMINISTRATION FUND | | | | |
| Assets | | | | |
| Cash and Cash Equivalents | \$ 54,311 | \$ 16,394,769 | \$ (16,374,854) | \$ 74,226 |
| Total Assets | <u>\$ 54,311</u> | <u>\$ 16,394,769</u> | <u>\$ (16,374,854)</u> | <u>\$ 74,226</u> |
| Liabilities | | | | |
| Accounts Payable | \$ - | \$ 3,090 | \$ - | \$ 3,090 |
| Due to Others | 54,311 | 16,391,679 | (16,374,854) | 71,136 |
| Total Liabilities | <u>\$ 54,311</u> | <u>\$ 16,394,769</u> | <u>\$ (16,374,854)</u> | <u>\$ 74,226</u> |
| STUDENT ACTIVITIES FUND | | | | |
| Assets | | | | |
| Cash and Cash Equivalents | \$ 547,157 | \$ 569,242 | \$ (544,916) | \$ 571,483 |
| Total Assets | <u>\$ 547,157</u> | <u>\$ 569,242</u> | <u>\$ (544,916)</u> | <u>\$ 571,483</u> |
| Liabilities | | | | |
| Accounts Payable | \$ 4,448 | \$ 6,457 | \$ (4,448) | \$ 6,457 |
| Due to Others | 542,709 | 562,785 | (540,468) | 565,026 |
| Total Liabilities | <u>\$ 547,157</u> | <u>\$ 569,242</u> | <u>\$ (544,916)</u> | <u>\$ 571,483</u> |
| TOTAL | | | | |
| Assets | | | | |
| Cash and Cash Equivalents | \$ 601,468 | \$ 16,964,011 | \$ (16,919,770) | \$ 645,709 |
| Total Assets | <u>\$ 601,468</u> | <u>\$ 16,964,011</u> | <u>\$ (16,919,770)</u> | <u>\$ 645,709</u> |
| Liabilities | | | | |
| Accounts Payable | \$ 4,448 | \$ 9,547 | \$ (4,448) | \$ 9,547 |
| Due to Others | 597,020 | 16,954,464 | (16,915,322) | 636,162 |
| Total Liabilities | <u>\$ 601,468</u> | <u>\$ 16,964,011</u> | <u>\$ (16,919,770)</u> | <u>\$ 645,709</u> |

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Statistical Section



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**HILLIARD CITY SCHOOL DISTRICT
STATISTICAL SECTION**

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

| <u>Contents</u> | <u>Page</u> |
|--|-------------|
| <i>Financial Trends</i> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time. | 118-127 |
| <i>Revenue Capacity</i> These schedules contain information to help the reader assess the affordability of the District's most significant local revenue source, the property tax. | 128-133 |
| <i>Debt Capacity</i> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future. | 134-139 |
| <i>Demographic and Economic Information</i> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place. | 140-143 |
| <i>Operating Information</i> These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs. | 144-153 |

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

HILLIARD CITY SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|--|------------------------|-------------------------|-------------------------|-------------------------|
| Governmental Activities | | | | |
| Net investment in capital assets | \$ 37,530,655 | \$ 37,274,183 | \$ 26,447,859 | \$ 25,811,174 |
| Restricted | 29,112,039 | 27,421,755 | 28,697,060 | 24,258,948 |
| Unrestricted | <u>(135,734,926)</u> | <u>(177,531,120)</u> | <u>(285,128,332)</u> | <u>(220,478,329)</u> |
| Total governmental activities net position | <u>\$ (69,092,232)</u> | <u>\$ (112,835,182)</u> | <u>\$ (229,983,413)</u> | <u>\$ (170,408,207)</u> |

Note: Fiscal year 2014 has been restated for the implementation of GASB 68.

Note: Fiscal year 2017 has been restated for the implementation of GASB 75.

| <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> | <u>2010</u> |
|-------------------------|-------------------------|----------------------|----------------------|----------------------|----------------------|
| \$ 21,959,216 | \$ (8,121,617) | \$ (1,635,849) | \$ (2,460,276) | \$ (5,565,570) | \$ (4,211,910) |
| 28,202,700 | 20,267,242 | 20,130,187 | 22,977,705 | 28,151,321 | 27,606,826 |
| <u>(227,989,609)</u> | <u>(207,073,070)</u> | <u>37,382,509</u> | <u>37,776,426</u> | <u>28,246,896</u> | <u>32,276,105</u> |
| <u>\$ (177,827,693)</u> | <u>\$ (194,927,445)</u> | <u>\$ 55,876,847</u> | <u>\$ 58,293,855</u> | <u>\$ 50,832,647</u> | <u>\$ 55,671,021</u> |

HILLIARD CITY SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

| | 2019 | 2018 | 2017 | 2016 |
|------------------------------------|--------------------|--------------------|--------------------|--------------------|
| Expenses | | | | |
| Governmental Activities: | | | | |
| Instruction | | | | |
| Regular | \$ 87,957,340 | \$ 39,322,614 | \$ 111,614,080 | \$ 116,218,842 |
| Special | 20,141,342 | 10,969,099 | 21,037,258 | 20,199,336 |
| Vocational | 1,758,901 | 179,355 | 2,381,227 | 2,505,223 |
| Other | 7,748,655 | 3,037,757 | - | - |
| Support Services | | | | |
| Pupils | 14,107,464 | 6,833,616 | 15,758,812 | 15,769,006 |
| Instructional Staff | 10,499,536 | 5,563,454 | 11,524,816 | 12,144,287 |
| Board of Education | 427,855 | 442,208 | 10,461,721 | 10,464,016 |
| General Administrative | 9,648,079 | 5,451,022 | 354,419 | 343,483 |
| Fiscal Services | 4,216,379 | 4,327,887 | 4,835,755 | 4,412,504 |
| Business | 1,042,888 | 726,148 | 911,981 | 828,153 |
| Operation & Maintenance of Plant | 17,594,225 | 19,116,086 | 17,385,604 | 16,442,726 |
| Pupil Transportation | 10,573,131 | 9,724,704 | 10,599,087 | 9,845,289 |
| Central | 2,406,236 | 2,157,440 | 2,499,310 | 1,763,742 |
| Food Service Operations | 5,609,918 | 5,493,374 | 5,496,580 | 5,436,729 |
| Community Services | 3,455,574 | 3,392,268 | 3,227,229 | 2,908,701 |
| Extra Curricular Activities | 4,663,758 | 2,303,442 | 6,036,158 | 5,546,211 |
| Interest and Fiscal Charges | 6,235,928 | 5,798,027 | 7,049,219 | 7,432,983 |
| Total Governmental Activities | | | | |
| Expenses | <u>208,087,209</u> | <u>124,838,501</u> | <u>231,173,256</u> | <u>232,261,231</u> |
| Program Revenues | | | | |
| Governmental Activities: | | | | |
| Charges for Services | | | | |
| Instruction | | | | |
| Regular | \$ 1,255,273 | \$ 1,490,954 | \$ 1,821,217 | \$ 1,959,823 |
| Special | 266,855 | 297,047 | 191,423 | 168,157 |
| Vocational | 28,096 | 30,831 | 21,667 | 20,856 |
| Other | 106,095 | 130,786 | - | - |
| Support Services | | | | |
| Pupils | - | - | - | - |
| Instructional Staff | - | - | - | - |
| Board of Education | - | - | - | - |
| Fiscal Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Pupil Transportation | - | - | 200,559 | - |
| Central | - | - | - | - |
| Food Service Operations | 3,057,201 | 3,045,418 | 3,146,795 | 3,186,892 |
| Community Services | 2,867,270 | 2,840,730 | 2,704,259 | 2,443,107 |
| Extra Curricular Activities | 871,892 | 923,540 | 869,650 | 1,110,556 |
| Miscellaneous | - | - | - | - |
| Operating Grants and Contributions | 10,470,433 | 9,283,093 | 9,737,179 | 9,393,280 |
| Capital Grants and Contributions | 73,910 | 15,058 | - | - |
| Total Governmental Activities | | | | |
| Program Revenues | <u>18,997,025</u> | <u>18,057,457</u> | <u>18,692,749</u> | <u>18,282,671</u> |
| Net (Expense)/Revenue | | | | |
| Governmental Activities | \$ (189,090,184) | \$ (106,781,044) | \$ (212,480,507) | \$ (213,978,560) |

| | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
|----|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| \$ | 95,102,748 | \$ 92,979,628 | \$ 88,134,477 | \$ 89,643,622 | \$ 93,677,503 | \$ 93,413,678 |
| | 16,564,476 | 18,044,104 | 17,336,817 | 24,053,702 | 20,208,756 | 19,298,827 |
| | 2,206,843 | 1,463,815 | 6,643,022 | 1,112,666 | 1,442,162 | 1,350,631 |
| | - | - | - | - | - | - |
| | 12,703,659 | 12,496,611 | 12,363,839 | 12,565,375 | 10,625,989 | 10,047,902 |
| | 9,683,587 | 8,911,666 | 8,461,569 | 9,024,280 | 8,385,670 | 9,854,465 |
| | 9,195,349 | 353,808 | 392,731 | 8,339,886 | 11,145,918 | 10,214,620 |
| | 330,816 | 9,184,869 | 8,453,457 | 307,354 | 276,592 | 438,072 |
| | 4,446,147 | 4,464,183 | 5,617,968 | 3,046,569 | 3,849,167 | 3,831,070 |
| | 839,653 | 1,072,724 | 800,665 | 770,869 | 1,035,375 | 971,255 |
| | 14,162,837 | 15,445,577 | 17,294,230 | 14,659,261 | 16,893,977 | 16,420,139 |
| | 9,506,593 | 9,279,309 | 8,233,115 | 8,441,721 | 8,522,165 | 7,997,969 |
| | 1,488,994 | 1,355,218 | 1,602,582 | 694,076 | 712,997 | 673,108 |
| | 5,442,641 | 5,424,534 | 4,846,102 | 5,582,177 | 5,108,862 | 4,774,193 |
| | 2,892,732 | 2,828,520 | 2,901,940 | 2,645,637 | 2,730,639 | 2,556,229 |
| | 4,847,363 | 4,883,018 | 4,705,386 | 4,443,274 | 4,664,946 | 4,924,554 |
| | 7,939,505 | 8,081,667 | 9,755,664 | 10,985,896 | 10,822,788 | 11,204,471 |
| | <u>197,353,943</u> | <u>196,269,251</u> | <u>197,543,564</u> | <u>196,316,365</u> | <u>200,103,506</u> | <u>197,971,183</u> |
| \$ | 1,932,859 | \$ 1,854,719 | \$ 1,919,533 | \$ 1,483,516 | \$ 1,679,389 | \$ 1,538,363 |
| | 169,363 | 182,556 | 170,386 | 183,235 | 133,848 | 123,065 |
| | 22,564 | 14,278 | 65,288 | 10,771 | 13,588 | 12,373 |
| | - | - | - | - | - | - |
| | 21,620 | 12,549 | - | 738 | 1,676 | 5,710 |
| | - | - | 16,067 | 1 | 869 | 22,044 |
| | - | - | - | - | 2,801 | 26,296 |
| | - | - | - | 2,315 | 5,475 | 4,222 |
| | - | - | - | 22,328 | 555,959 | 225,873 |
| | - | - | - | - | 1,221 | 11,262 |
| | - | - | - | - | - | 25,326 |
| | 3,175,578 | 3,289,006 | 3,208,563 | 3,363,808 | 3,415,428 | 3,353,215 |
| | 2,319,092 | 2,457,955 | 2,176,647 | 2,000,354 | 2,082,628 | 1,824,209 |
| | 952,095 | 939,886 | 842,171 | 720,859 | 731,532 | 738,491 |
| | - | 487,348 | 1,555 | - | - | - |
| | 10,734,614 | 9,094,822 | 8,066,269 | 9,558,097 | 13,593,714 | 11,301,014 |
| | - | - | - | - | - | - |
| | <u>19,327,785</u> | <u>18,333,119</u> | <u>16,466,480</u> | <u>17,346,023</u> | <u>22,218,128</u> | <u>19,211,463</u> |
| \$ | (178,026,158) | \$ (177,936,132) | \$ (181,077,084) | \$ (178,970,342) | \$ (177,885,378) | \$ (178,759,720) |

HILLIARD CITY SCHOOL DISTRICT
CHANGES IN NET POSITION (continued)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|-----------------------------------|----------------------|-----------------------|---------------------|------------------------|
| General Revenues and Other | | | | |
| Changes in Net Position | | | | |
| Governmental Activities | | | | |
| Property Taxes Levied for: | | | | |
| General Purposes | \$ 131,939,616 | \$ 130,020,599 | \$ 127,009,643 | \$ 105,623,435 |
| Debt Service | 17,659,858 | 17,093,293 | 17,306,062 | 15,088,715 |
| Permanent Improvement | 4,552,832 | 4,328,538 | 4,624,810 | 4,106,154 |
| Payments in Lieu of Taxes | 5,896,843 | 3,844,522 | - | - |
| Grants and Entitlements not | | | | |
| Restricted to Specific Programs | 67,740,618 | 65,816,549 | 64,126,938 | 65,123,271 |
| Investment Earnings | 3,132,504 | 1,248,862 | 758,828 | 574,775 |
| Miscellaneous | <u>1,910,863</u> | <u>1,576,912</u> | <u>4,688,079</u> | <u>4,130,808</u> |
| Total Governmental Activities | <u>232,833,134</u> | <u>223,929,275</u> | <u>218,514,360</u> | <u>194,647,158</u> |
| Change in Net Position | | | | |
| Governmental Activities | <u>\$ 43,742,950</u> | <u>\$ 117,148,231</u> | <u>\$ 6,033,853</u> | <u>\$ (19,331,402)</u> |

| <u>2015</u> | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> | <u>2010</u> |
|----------------------|----------------------|-----------------------|---------------------|-----------------------|-----------------------|
| \$ 108,595,687 | \$ 109,762,468 | \$ 101,300,569 | \$ 106,363,533 | \$ 93,209,760 | \$ 93,523,208 |
| 14,997,594 | 15,042,636 | 13,800,506 | 14,458,043 | 13,720,546 | 13,571,060 |
| 4,214,850 | 4,260,901 | 3,946,788 | 4,174,035 | 4,217,280 | 4,222,950 |
| - | - | - | - | - | - |
| 63,102,610 | 59,418,666 | 55,711,006 | 56,437,892 | 58,010,452 | 59,245,699 |
| 234,322 | 140,830 | 156,411 | 209,521 | 265,473 | 477,848 |
| <u>3,980,847</u> | <u>5,496,686</u> | <u>3,744,796</u> | <u>4,788,525</u> | <u>3,623,493</u> | <u>2,335,936</u> |
| <u>195,125,910</u> | <u>194,122,187</u> | <u>178,660,076</u> | <u>186,431,549</u> | <u>173,047,004</u> | <u>173,376,701</u> |
| | | | | | |
| <u>\$ 17,099,752</u> | <u>\$ 16,186,055</u> | <u>\$ (2,417,008)</u> | <u>\$ 7,461,207</u> | <u>\$ (4,838,374)</u> | <u>\$ (5,383,019)</u> |

HILLIARD CITY SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|------------------------------------|-----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | |
| Assigned | \$ 56,282,167 | \$ 57,823,244 | \$ 3,262,507 | \$ 3,155,665 |
| Unassigned | <u>47,110,515</u> | <u>35,187,847</u> | <u>78,507,246</u> | <u>63,806,229</u> |
| Total General Fund | <u>\$ 103,392,682</u> | <u>\$ 93,011,091</u> | <u>\$ 81,769,753</u> | <u>\$ 66,961,894</u> |
| All Other Governmental Funds | | | | |
| Nonspendable | \$ 72,509 | \$ 73,887 | \$ 38,506 | \$ 26,635 |
| Restricted | 32,692,856 | 40,271,607 | 67,170,107 | 20,519,755 |
| Committed | 2,601,534 | 2,177,209 | 1,955,791 | 1,623,640 |
| Unassigned | (605,820) | (814,344) | (667,389) | (632,592) |
| Total All Other Governmental Funds | <u>\$ 34,761,079</u> | <u>\$ 41,708,359</u> | <u>\$ 68,497,015</u> | <u>\$ 21,537,438</u> |

* - Restated for implementation of GASB 54 during fiscal year 2011.

| 2015 | 2014 | 2013 | 2012 | 2011 | 2010 * |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$ 1,497,811 | \$ 1,026,079 | \$ 1,540,114 | \$ 2,422,109 | \$ 1,036,373 | \$ 1,025,108 |
| 62,702,854 | 55,539,623 | 45,527,185 | 43,770,852 | 34,640,821 | 39,071,706 |
| <u>\$ 64,200,665</u> | <u>\$ 56,565,702</u> | <u>\$ 47,067,299</u> | <u>\$ 46,192,961</u> | <u>\$ 35,677,194</u> | <u>\$ 40,096,814</u> |
| \$ 6,364 | \$ 67,961 | \$ 67,961 | \$ 67,961 | \$ 71,297 | \$ 52,898 |
| 22,111,886 | 17,477,169 | 16,151,022 | 19,224,863 | 20,070,323 | 19,265,762 |
| 1,267,668 | 1,008,827 | 732,714 | 682,063 | 2,419,864 | 2,142,959 |
| (262,752) | (381,843) | (305,665) | (224,659) | (503,894) | (922,280) |
| <u>\$ 23,123,166</u> | <u>\$ 18,172,114</u> | <u>\$ 16,646,032</u> | <u>\$ 19,750,228</u> | <u>\$ 22,057,590</u> | <u>\$ 20,539,339</u> |

HILLIARD CITY SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

| | 2019 | 2018 | 2017 | 2016 |
|--|-----------------------|------------------------|-----------------------|-----------------------|
| Revenues | | | | |
| From Local Sources | | | | |
| Taxes | \$ 154,073,514 | \$ 153,433,263 | \$ 150,885,669 | \$ 123,945,400 |
| Payments in Lieu of Taxes | 5,414,955 | 3,844,522 | - | - |
| Tuition | 3,871,366 | 4,399,950 | 3,477,355 | 3,438,429 |
| Earning on Investments | 3,015,638 | 1,368,877 | 666,343 | 465,952 |
| Other Local | 1,815,165 | 1,524,928 | 4,731,101 | 126,090 |
| Intergovernmental - State | 69,360,803 | 67,252,574 | 65,733,395 | 66,749,999 |
| Intergovernmental - Federal | 8,750,878 | 7,998,800 | 8,080,854 | 7,402,305 |
| Classroom Materials & Fees | 624,800 | 503,596 | 1,173,366 | 1,078,395 |
| Other Revenue | - | - | - | 3,891,123 |
| Extracurricular Activities | 871,892 | 923,540 | 869,650 | 1,110,556 |
| Food Services | 3,057,201 | 3,045,418 | 3,146,795 | 3,186,892 |
| Total Revenues | <u>250,856,212</u> | <u>244,295,468</u> | <u>238,764,528</u> | <u>211,395,141</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | | | | |
| Regular | 97,401,139 | 95,273,148 | 97,465,122 | 92,187,093 |
| Special | 22,762,527 | 21,015,525 | 19,595,343 | 17,773,010 |
| Vocational | 2,079,033 | 1,888,457 | 2,184,288 | 2,035,371 |
| Other Instruction | 9,358,974 | 10,026,493 | - | - |
| Support Services | | | | |
| Pupils | 16,228,132 | 14,956,261 | 14,743,162 | 13,724,524 |
| Instructional Staff | 12,066,693 | 11,565,270 | 10,766,514 | 10,450,698 |
| Board of Education | 427,363 | 443,723 | 354,419 | 343,483 |
| General Administration | 10,438,719 | 9,767,695 | 9,503,845 | 8,969,730 |
| Fiscal Services | 4,327,830 | 4,466,687 | 4,748,614 | 4,382,779 |
| Business | 1,025,137 | 779,966 | 830,520 | 777,660 |
| Operation & Maintenance of Plant | 16,748,543 | 18,271,828 | 15,882,673 | 15,379,369 |
| Pupil Transportation | 9,937,203 | 9,860,908 | 9,145,385 | 8,749,588 |
| Central | 2,431,673 | 2,326,583 | 2,260,340 | 1,698,411 |
| Food Service Operations | 5,419,423 | 3,635,806 | 5,413,167 | 5,349,708 |
| Community Services | 3,544,498 | 5,678,611 | 3,177,265 | 2,849,395 |
| Extra Curricular Activities | 5,123,923 | 4,800,148 | 5,430,208 | 4,672,919 |
| Miscellaneous | - | - | - | - |
| Capital Outlay | 7,904,399 | 25,971,965 | 11,861,827 | 3,795,070 |
| Debt Service | | | | |
| Principal Retirement | 15,040,000 | 13,570,000 | 13,295,000 | 12,965,000 |
| Interest and Fiscal Charges | 5,353,818 | 5,640,320 | 5,067,234 | 4,382,748 |
| Total Expenditures | <u>\$ 247,619,027</u> | <u>\$ 259,939,394</u> | <u>\$ 231,724,926</u> | <u>\$ 210,486,556</u> |
| Excess (deficiency) of revenue over (under) expenditures | \$ 3,237,185 | \$ (15,643,926) | \$ 7,039,602 | \$ 908,585 |
| Other Financing (Sources) Uses | | | | |
| Transfers In | 297,543 | 312,877 | 320,591 | 328,352 |
| Transfers (out) | (297,543) | (312,877) | (320,591) | (328,352) |
| Insurance Recovery | - | - | - | - |
| Proceeds from Sale of Fixed Assets | 197,126 | 96,608 | 2,080,559 | 99,637 |
| Premium on Bonds Issued | - | - | 2,647,275 | 1,019,475 |
| Bonds Issued | - | - | 50,000,000 | - |
| Refunding Bonds Issued | - | - | - | 8,855,000 |
| Payments to Refunded Bond Escrow | - | - | - | (9,707,196) |
| Total Other Financing (Sources) Uses | <u>197,126</u> | <u>96,608</u> | <u>54,727,834</u> | <u>266,916</u> |
| Net Change in Fund Balance | <u>\$ 3,434,311</u> | <u>\$ (15,547,318)</u> | <u>\$ 61,767,436</u> | <u>\$ 1,175,501</u> |
| Debt Service as a Percentage of Noncapital Expenditures | 8.51% | 8.21% | 8.35% | 8.39% |

| 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| \$ 129,218,235 | \$ 129,124,414 | \$ 119,645,337 | \$ 124,561,285 | \$ 111,760,961 | \$ 112,954,990 |
| - | - | - | - | - | - |
| 3,284,514 | 3,148,206 | 3,225,320 | 2,721,616 | 2,819,341 | 2,324,020 |
| 237,651 | 127,775 | 180,793 | 189,390 | 263,188 | 560,884 |
| 28,970 | 371,678 | 646,650 | 4,802,557 | 3,815,281 | 2,980,635 |
| 66,334,585 | 61,048,870 | 56,489,713 | 57,632,156 | 58,970,417 | 59,971,902 |
| 7,580,453 | 7,366,554 | 7,164,610 | 9,433,081 | 11,940,550 | 10,469,544 |
| 1,164,301 | 1,097,211 | 1,101,860 | 922,624 | 934,866 | 897,395 |
| 3,258,494 | 5,988,989 | 3,364,205 | - | - | - |
| 1,002,536 | 824,806 | 715,050 | 695,956 | 669,710 | 674,030 |
| 3,175,578 | 3,289,006 | 3,208,563 | 3,363,808 | 3,415,428 | 3,353,215 |
| <u>215,285,317</u> | <u>212,387,509</u> | <u>195,742,101</u> | <u>204,322,473</u> | <u>194,589,742</u> | <u>194,186,615</u> |

| | | | | | |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 91,365,919 | 87,593,486 | 81,091,077 | 80,862,121 | 86,826,416 | 86,028,126 |
| 17,401,298 | 18,383,419 | 17,414,250 | 23,650,479 | 20,166,794 | 19,149,813 |
| 2,199,076 | 1,445,717 | 6,513,919 | 1,140,440 | 1,448,326 | 1,347,615 |
| - | - | - | - | - | - |
| 13,285,576 | 12,716,233 | 12,243,664 | 12,346,639 | 10,653,853 | 9,889,608 |
| 9,982,621 | 9,066,018 | 8,528,419 | 9,006,121 | 8,413,999 | 9,676,792 |
| 330,816 | 353,808 | 392,731 | 307,354 | 276,592 | 438,072 |
| 9,207,189 | 9,011,498 | 8,384,587 | 8,007,011 | 10,882,076 | 9,877,254 |
| 4,477,279 | 4,453,492 | 5,616,389 | 3,038,120 | 3,860,110 | 3,825,655 |
| 882,095 | 1,080,101 | 757,218 | 755,267 | 1,011,884 | 966,153 |
| 13,926,016 | 15,198,189 | 14,432,290 | 14,279,069 | 16,708,894 | 16,124,551 |
| 9,037,167 | 8,536,016 | 7,328,457 | 7,572,840 | 7,715,064 | 7,124,289 |
| 1,493,327 | 1,338,044 | 1,446,040 | 642,462 | 678,564 | 665,286 |
| 5,362,676 | 5,343,594 | 4,763,766 | 5,501,044 | 5,028,995 | 4,695,145 |
| 2,908,704 | 2,844,926 | 2,909,959 | 2,638,112 | 2,741,814 | 2,553,223 |
| 4,771,517 | 4,702,757 | 4,504,183 | 4,257,601 | 4,466,193 | 4,630,561 |
| - | - | - | - | - | - |
| 2,135,850 | 2,756,645 | 3,097,070 | 4,063,632 | 4,102,437 | 1,813,259 |
| 12,235,000 | 12,035,000 | 13,465,000 | 12,075,000 | 11,904,561 | 2,316,225 |
| 4,483,587 | 4,504,081 | 5,643,800 | 6,310,520 | 5,848,628 | 6,271,802 |
| <u>\$ 205,485,713</u> | <u>\$ 201,363,024</u> | <u>\$ 198,532,819</u> | <u>\$ 196,453,832</u> | <u>\$ 202,735,200</u> | <u>\$ 187,393,429</u> |

| | | | | | |
|----------------------|----------------------|-----------------------|---------------------|-----------------------|----------------------|
| \$ 9,799,604 | \$ 11,024,485 | \$ (2,790,718) | \$ 7,868,641 | \$ (8,145,458) | \$ 6,793,186 |
| 331,100 | 331,820 | 332,252 | 333,333 | - | 10,073,118 |
| (331,100) | (331,820) | (332,252) | (333,333) | - | (10,073,118) |
| - | - | - | 45,713 | 22,370 | 39,863 |
| 2,263,720 | - | 21,000 | 103,800 | 221,719 | 33,000 |
| 706,225 | - | 11,666,702 | 1,899,524 | - | 421,807 |
| - | - | - | - | 5,000,000 | 9,999,993 |
| 5,605,000 | - | 66,424,912 | 13,885,000 | - | 9,029,972 |
| (6,200,578) | - | (77,551,753) | (15,594,273) | - | (9,226,181) |
| <u>2,374,367</u> | <u>-</u> | <u>560,861</u> | <u>339,764</u> | <u>5,244,089</u> | <u>10,298,454</u> |
| <u>\$ 12,173,971</u> | <u>\$ 11,024,485</u> | <u>\$ (2,229,857)</u> | <u>\$ 8,208,405</u> | <u>\$ (2,901,369)</u> | <u>\$ 17,091,640</u> |

| | | | | | |
|-------|-------|--------|--------|-------|-------|
| 8.22% | 9.08% | 10.84% | 10.57% | 9.81% | 4.85% |
|-------|-------|--------|--------|-------|-------|

**HILLIARD CITY SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN COLLECTION YEARS**

| Collection Year | Real Property (a) | | Tangible Personal Property (b) | |
|-----------------|-------------------|-------------------|--------------------------------|-------------------|
| | Assessed Value | Est. Actual Value | Assessed Value | Est. Actual Value |
| 2019 | \$ 2,709,144,550 | \$ 7,740,413,000 | \$ - | \$ - |
| 2018 | 2,678,037,180 | 7,651,534,800 | - | - |
| 2017 | 2,436,010,490 | 6,960,029,971 | - | - |
| 2016 | 2,370,824,420 | 6,773,784,057 | - | - |
| 2015 | 2,332,367,080 | 6,663,905,943 | - | - |
| 2014 | 2,278,811,240 | 6,510,889,257 | - | - |
| 2013 | 2,279,187,380 | 6,511,963,943 | - | - |
| 2012 | 2,274,409,700 | 6,498,313,429 | - | - |
| 2011 | 2,367,466,070 | 6,764,188,771 | - | - |
| 2010 | 2,371,857,150 | 6,776,734,714 | 2,026,288 | 2,026,288 |

Source : Franklin County Auditor

- (a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the rules of the State Tax Commissioner.
- (b) The rate at which tangible personal property used in business is assessed for purposes of ad valorem property taxation decreased one percent each year from 35% in 1983 until it reached 25% in 1993. The rate decreased by 6.25% to 18.75% in 2006 and by an additional 6.25% to 12.5% in 2007. The rate continued to decrease by 6.25% in 2008 and will reach 0 in 2009. Personal property assessed for collection year 2010 is for delinquent taxes outstanding.
- (c) Assumes public utilities are assessed at true value which is 35%.
- (d) Tax rates are per \$1,000 of assessed value.

| <u>Public Utility (c)</u> | | <u>Total</u> | | <u>Tax Rate (d)</u> |
|---------------------------|--------------------------|-----------------------|--------------------------|---------------------|
| <u>Assessed Value</u> | <u>Est. Actual Value</u> | <u>Assessed Value</u> | <u>Est. Actual Value</u> | |
| \$ 121,312,970 | \$ 346,608,486 | \$ 2,830,457,520 | \$ 8,087,021,486 | 93.75 |
| 92,459,760 | 264,170,743 | 2,770,496,940 | 7,915,705,543 | 93.75 |
| 85,495,620 | 244,273,200 | 2,521,506,110 | 7,204,303,171 | 94.35 |
| 75,996,270 | 217,132,200 | 2,446,820,690 | 6,990,916,257 | 89.55 |
| 71,514,850 | 204,328,143 | 2,403,881,930 | 6,868,234,086 | 89.55 |
| 65,485,990 | 187,102,829 | 2,344,297,230 | 6,697,992,086 | 89.45 |
| 62,558,580 | 178,738,800 | 2,341,745,960 | 6,690,702,743 | 89.45 |
| 57,421,280 | 164,060,800 | 2,331,830,980 | 6,662,374,229 | 89.35 |
| 54,840,830 | 156,688,086 | 2,422,306,900 | 6,920,876,857 | 82.95 |
| 49,401,120 | 141,146,057 | 2,423,284,558 | 6,919,907,059 | 82.85 |

**HILLIARD CITY SCHOOL DISTRICT
REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING
LAST TEN COLLECTION YEARS
(Per \$1000 Assessed Value)**

| Collection Year | Hilliard City School District | | | | Franklin County | Union County | Cities | | |
|-----------------|-------------------------------|-----------|-----------------------|--------------|-----------------|--------------|----------|--------|----------|
| | General Fund | Bond Fund | Permanent Improvement | Total Direct | | | Hilliard | Dublin | Columbus |
| 2010 | 74.55 | 6.30 | 2.00 | 82.85 | 18.07 | 10.85 | 1.60 | 2.95 | 3.14 |
| 2011 | 74.55 | 6.40 | 2.00 | 82.95 | 18.07 | 10.85 | 1.60 | 2.95 | 3.14 |
| 2012 | 80.45 | 6.90 | 2.00 | 89.35 | 18.07 | 10.85 | 1.60 | 2.95 | 3.14 |
| 2013 | 80.45 | 7.00 | 2.00 | 89.45 | 18.47 | 10.85 | 1.60 | 2.95 | 3.14 |
| 2014 | 80.45 | 7.00 | 2.00 | 89.45 | 18.47 | 10.85 | 1.60 | 2.95 | 3.14 |
| 2015 | 80.45 | 7.10 | 2.00 | 89.55 | 18.47 | 10.85 | 1.60 | 2.95 | 3.14 |
| 2016 | 80.45 | 7.10 | 2.00 | 89.55 | 18.47 | 10.85 | 1.60 | 2.95 | 3.14 |
| 2017 | 84.95 | 7.40 | 2.00 | 94.35 | 18.47 | 10.85 | 1.60 | 2.95 | 3.14 |
| 2018 | 84.95 | 6.80 | 2.00 | 93.75 | 18.92 | 11.10 | 1.60 | 2.95 | 3.14 |
| 2019 | 84.95 | 6.80 | 2.00 | 93.75 | 18.92 | 11.40 | 1.60 | 2.95 | 3.14 |
| (Res/Agric) | (47.69) | (6.80) | (1.78) | (56.27) | (16.84) | (8.89) | (1.60) | (1.93) | (3.14) |
| (Comm/Ind) | (56.22) | (6.80) | (1.82) | (64.84) | (17.69) | (11.07) | (1.60) | (2.05) | (3.14) |

Source: County Auditor, Franklin County and Union County

Figures in parentheses reflect "Effective" millage for residential/agricultural (upper) and commercial/industrial (lower) for the current collection year only. All other figures are voted millage.

Note: The Hilliard City School District consists of sixteen taxing Districts:
Hilliard City School District - City of Hilliard (District #050)
Hilliard City School District - City of Hilliard/Washington Township (District #052)
Hilliard City School District - City of Hilliard/Brown Township (District #053)
Hilliard City School District - Brown Township (District #120)
Hilliard City School District - Brown Township/City of Columbus (District #125)(Effective Fiscal Year 2006)
Hilliard City School District - Franklin Township (District #142)
Hilliard City School District - Franklin Township/City of Columbus (District #145)
Hilliard City School District - Norwich Township (District #200)
Hilliard City School District - Norwich Township/City of Columbus (District #203)(Effective Fiscal Year 2004)
Hilliard City School District - Prairie Township (District #241)
Hilliard City School District - Prairie Township/City of Columbus (District #245)(Effective Fiscal Year 2004)
Hilliard City School District - Washington Township (District #272)
Hilliard City School District - City of Dublin/Washington Township (District #274)
Hilliard City School District - Washington Township/City of Columbus (District #277)(Effective Fiscal Year 2004)
Hilliard City School District - City of Columbus (District #560)
Hilliard City School District - Union County - Washington Township

| Townships | | | | | Tolles JVS | Columbus Metropolitan Library |
|-----------|----------|---------|---------|------------|---------------|-------------------------------------|
| Brown | Franklin | Norwich | Prairie | Washington | | |
| 12.80 | 25.20 | 21.60 | 18.20 | 15.45 | 1.30 | 2.20 |
| 12.80 | 25.20 | 21.60 | 18.20 | 15.45 | 1.30 | 2.80 |
| 12.80 | 25.20 | 21.60 | 18.20 | 15.45 | 1.60 | 2.80 |
| 12.80 | 25.20 | 21.60 | 18.20 | 15.45 | 1.60 | 2.80 |
| 12.80 | 25.20 | 25.72 | 18.20 | 15.45 | 1.60 | 2.80 |
| 17.92 | 25.20 | 25.72 | 18.20 | 15.45 | 1.60 | 2.80 |
| 17.92 | 25.20 | 25.72 | 18.20 | 15.45 | 1.60 | 2.80 |
| 17.89 | 31.09 | 25.72 | 18.20 | 15.45 | 1.60 | 2.80 |
| 17.92 | 35.19 | 25.72 | 18.20 | 15.45 | 1.60 | 2.80 |
| 17.92 | 35.19 | 25.72 | 21.81 | 15.45 | 1.60 | 2.80 |
| (11.11) | (26.93) | (14.17) | (19.46) | (9.15) | (1.60) | (2.51) |
| (10.82) | (30.89) | (16.44) | (20.77) | (9.90) | (1.60) | (2.60) |

**HILLIARD CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
COLLECTION YEARS 2019 AND 2010**

| | | | <u>Collection Year 2019</u> | |
|--------------------------|-------------------------------------|----|--------------------------------|-------------------------------------|
| | | | Total Assessed Valuation | % of Total Assessed Valuation |
| Public Utilities | | | | |
| 1 . | Ohio Power Company | \$ | 71,016,600 | 2.51% |
| 2 . | AEP Ohio Transmission | | 35,673,460 | 1.26% |
| 3 . | Columbia Gas of Ohio, Inc | | 8,278,620 | 0.29% |
| Real Estate | | | | |
| 1 . | Villages at Britton LTD | | 16,450,010 | 0.58% |
| 2 . | New Hilliard Station LLC | | 14,540,920 | 0.51% |
| 3 . | West-Ward Columbus Inc* | | 11,294,650 | 0.40% |
| 4 . | MCI International Inc | | 10,758,830 | 0.38% |
| 5 . | Heritage Green Gardens LLC | | 9,975,000 | 0.35% |
| 6 . | Edwards Arlington Park LLC | | 8,750,000 | 0.31% |
| 7 . | M-BM LLC | | 8,664,670 | 0.31% |
| 8 . | Icon Owner Pool 3 | | 8,085,010 | 0.29% |
| 9 . | TSP Roberts Dearborn Industrial LLC | | 7,935,120 | 0.28% |
| 10 . | BT - OH LLC | | 7,742,010 | 0.27% |
| ALL OTHERS | | | <u>2,611,292,620</u> | <u>92.26%</u> |
| TOTAL ASSESSED VALUATION | | | <u>\$ 2,830,457,520</u> | <u>100.00%</u> |

* - Formerly Boehringer-Ingelheim

| | | | <u>Collection Year 2010</u> | |
|------------------------------------|---------------------------------|----|--------------------------------|-------------------------------------|
| | | | Total Assessed Valuation | % of Total Assessed Valuation |
| Public Utilities | | | | |
| 1 . | Columbus Southern Power Company | \$ | 40,788,030 | 1.68% |
| Real Estate | | | | |
| 1 . | RPH Industrial | | 11,518,250 | 0.48% |
| 2 . | Westpointe Plaza LP | | 8,472,240 | 0.35% |
| 3 . | Boehringer Ingelheim | | 7,352,350 | 0.30% |
| 4 . | Kenhio LLC | | 7,307,310 | 0.30% |
| 5 . | G&I Heritage Green LLC | | 7,234,150 | 0.30% |
| 6 . | Avalon Oaks LLC | | 7,120,580 | 0.29% |
| 7 . | Columbus Campus LLC | | 6,923,150 | 0.29% |
| 8 . | Tanglewood Park LLC | | 6,838,840 | 0.28% |
| 9 . | Fristcal Industrial 2 | | 6,684,100 | 0.28% |
| 10 . | DDRM Hilliard Rome LLC | | 5,989,200 | 0.25% |
| Tangible Personal Property* | | | | |
| 1 . | Cincinnati SMSA Ltd Partnership | | 2,029,680 | 0.08% |
| 2 . | Ohio Bell Telephone Company | | 1,406,910 | 0.06% |
| 3 . | New Par | | 342,990 | 0.01% |
| 4 . | Time Warner Telecom of Ohio LLC | | 167,780 | 0.01% |
| 5 . | New Cingular Wireless PCS LLC | | 86,180 | 0.00% |
| 6 . | Qwest Communications Corp. | | 79,640 | 0.00% |
| 7 . | Sprintcom, Inc | | 79,300 | 0.00% |
| 8 . | Sprint Nextel Corp. | | 41,110 | 0.00% |
| 9 . | TWC Digital Phone LLC | | 34,490 | 0.00% |
| 10 . | T Mobile Central LLC | | 30,410 | 0.00% |
| ALL OTHERS | | | <u>2,302,757,868</u> | <u>95.04%</u> |
| TOTAL ASSESSED VALUATION | | | <u>\$ 2,423,284,558</u> | <u>100.00%</u> |

Source : Franklin County Auditor's Office

* House Bill 66 initiated the phase out of Tangible Personal Property Tax (TPP) in FY 2006, completed in FY 2009. Personal property values are for reference only due to the phase out of personal property tax.

**HILLIARD CITY SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN COLLECTION YEARS**

| Collection Year | Total Tax Levy | Current Tax Collections | Percent of Levy Collected | Delinquent Tax Collections | Total Tax Collections | Total Tax Collections to Tax Levy | Outstanding Delinquent Taxes | Percent of Delinquent Taxes to Tax Levy |
|-----------------|----------------|-------------------------|---------------------------|----------------------------|-----------------------|-----------------------------------|------------------------------|---|
| 2019 | \$ 169,475,779 | \$ 166,120,539 | 98.02% | \$2,607,825 | \$ 168,728,364 | 99.56% | \$ 3,898,020 | 2.30% |
| 2018 | 164,984,606 | 163,472,958 | 99.08% | 3,260,771 | 166,733,729 | 101.06% | 3,033,940 | 1.84% |
| 2017 | 162,119,060 | 158,814,296 | 97.96% | 2,380,194 | 161,194,490 | 99.43% | 3,756,330 | 2.32% |
| 2016 | 145,510,238 | 143,342,430 | 98.51% | 2,451,959 | 145,794,389 | 100.20% | 2,945,185 | 2.02% |
| 2015 | 143,193,064 | 138,706,438 | 96.87% | 2,939,392 | 141,645,830 | 98.92% | 3,358,187 | 2.35% |
| 2014 | 141,855,033 | 135,462,243 | 95.49% | 2,946,929 | 138,409,172 | 97.57% | 4,173,897 | 2.94% |
| 2013 | 144,323,651 | 141,829,577 | 98.27% | 3,202,758 | 145,032,335 | 100.49% | 5,584,000 | 3.87% |
| 2012 | 141,669,349 | 138,421,761 | 97.71% | 2,921,237 | 141,342,998 | 99.77% | 7,096,740 | 5.01% |
| 2011 | 127,139,109 | 124,153,543 | 97.65% | 4,258,548 | 128,412,091 | 101.00% | 4,855,851 | 3.82% |
| 2010 | 126,703,268 | 124,125,387 | 97.97% | 3,540,962 | 127,666,349 | 100.76% | 5,805,557 | 4.58% |

Note: The information above is for real estate, public utilities and tangible personal property collections and levies.

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

**HILLIARD CITY SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

| Year | Governmental Activities | | | (c) Percentage of Personal Income | (c) Per Capita | (c) Per Enrollment |
|------|-----------------------------|--------------------------|--------------------------------|--|----------------------|--------------------------|
| | (a) Gross Bonded Debt | (b) Capital Leases | Total Primary Government | | | |
| 2019 | \$ 159,757,216 | \$ - | \$ 159,757,216 | 4.98% | \$ 1,668 | \$ 9,541 |
| 2018 | 175,485,720 | - | 175,485,720 | 6.13% | 2,053 | 10,620 |
| 2017 | 190,429,302 | - | 190,429,302 | 6.65% | 2,228 | 11,690 |
| 2016 | 150,752,624 | - | 150,752,624 | 5.09% | 1,706 | 9,387 |
| 2015 | 161,980,512 | - | 161,980,512 | 5.50% | 1,843 | 10,095 |
| 2014 | 172,088,762 | - | 172,088,762 | 5.89% | 1,974 | 10,848 |
| 2013 | 172,305,885 | - | 172,305,885 | 5.94% | 1,990 | 10,935 |
| 2012 | 181,795,586 | - | 181,795,586 | 6.27% | 2,100 | 11,596 |
| 2011 | 189,699,924 | 7,840 | 189,707,764 | 8.04% | 2,292 | 12,134 |
| 2010 | 192,334,849 | 37,401 | 192,372,250 | 8.62% | 2,457 | 12,422 |

Sources :

- (a) See schedule "Ratios of Net General Bonded Debt Outstanding" for net bonded debt information
- (b) See notes to the financial statements regarding the District's capital leases payable
- (c) See Schedule "Demographic and Economic Statistics, Last Ten Years" for personal income, population and enrollment information

**HILLIARD CITY SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

| Year | (a) Assessed Value | (b) Gross Bonded Debt | (c) Less Debt Service | Net Bonded Debt | % of Net Bonded Debt to Assessed Valuation | (d) Net Bonded Debt Per Capita | (d) Net Bonded Debt Per Enrollment |
|------|--------------------------|-----------------------------|-----------------------------|--------------------|---|---|---|
| 2019 | \$ 2,830,457,520 | \$ 159,757,216 | \$ 20,721,250 | \$ 139,035,966 | 4.91% | \$ 1,451 | \$ 8,304 |
| 2018 | 2,770,496,940 | 175,485,720 | 21,211,350 | 154,274,370 | 5.57% | 1,805 | 9,336 |
| 2017 | 2,521,506,110 | 190,429,302 | 21,217,410 | 169,211,892 | 6.71% | 1,979 | 10,387 |
| 2016 | 2,446,820,690 | 150,752,624 | 17,048,368 | 133,704,256 | 5.46% | 1,513 | 8,326 |
| 2015 | 2,403,881,930 | 161,980,512 | 16,758,931 | 145,221,581 | 6.04% | 1,652 | 9,051 |
| 2014 | 2,344,297,230 | 172,088,762 | 15,765,970 | 156,322,792 | 6.67% | 1,793 | 9,854 |
| 2013 | 2,341,745,960 | 172,305,885 | 14,365,511 | 157,940,374 | 6.74% | 1,824 | 10,023 |
| 2012 | 2,331,830,980 | 181,795,586 | 16,648,139 | 165,147,447 | 7.08% | 1,908 | 10,534 |
| 2011 | 2,422,306,900 | 189,699,924 | 17,845,205 | 171,854,719 | 7.09% | 2,076 | 10,992 |
| 2010 | 2,423,284,558 | 192,334,849 | 19,579,638 | 172,755,211 | 7.13% | 2,206 | 11,155 |

Sources :

(a) County Auditor

(b) General Obligation debt outstanding end of fiscal year. School District Records

(c) Balance of General Obligation Bond Retirement fund at end of fiscal year

(d) See Schedule "Demographic and Economic Statistics, Last Ten Years" for population and enrollment information

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**HILLIARD CITY SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT
AS OF JUNE 30, 2019**

| Governmental Unit | Gross Debt Outstanding | Percent Applicable to School Dist. | Amount Applicable to Hilliard City School District |
|---------------------------------------|--------------------------------|--|---|
| Hilliard City School District | \$ 159,757,216 | 100.000% | \$159,757,216 |
| Franklin County | 561,498,000 | 9.190% | 51,601,666 |
| Union County | 14,325,321 | 0.020% | 2,865 |
| City of Columbus | 1,896,718,345 | 7.060% | 133,908,315 |
| City of Dublin | 199,571,291 | 9.830% | 19,617,858 |
| City of Hilliard | 62,380,422 | 99.800% | 62,255,661 |
| Prarie Township | 9,310,000 | 27.800% | 2,588,180 |
| Solid Waste Authority of Central Ohio | <u>76,125,000</u> | 8.760% | <u>6,668,550</u> |
| Total Direct | 159,757,216 | | 159,757,216 |
| Total Overlapping | <u>2,819,928,379</u> | | <u>276,643,095</u> |
| Total Direct and Overlapping | <u><u>\$ 2,979,685,595</u></u> | | <u><u>\$436,400,311</u></u> |

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

Overlapping governments with no outstanding debt are not reflected.

Source: Ohio Municipal Advisory Council

**HILLIARD CITY SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS**

| | 2019 | 2018 | 2017 | 2016 |
|--|--------------------|--------------------|--------------------|--------------------|
| Assessed Valuation | 2,830,457,520 | 2,770,496,940 | 2,521,506,110 | 2,446,820,690 |
| Voted Debt Limit - 9% of Assessed Valuation | 254,741,177 | 249,344,725 | 226,935,550 | 220,213,862 |
| Net Indebtedness (a) | 159,757,216 | 175,485,720 | 190,429,302 | 150,752,624 |
| Less Exempted Debt (b) | - | (930,000) | (1,830,000) | (2,695,000) |
| Net Voted Indebtedness | <u>159,757,216</u> | <u>174,555,720</u> | <u>188,599,302</u> | <u>148,057,624</u> |
| Legal Debt Margin | 94,983,961 | 74,789,005 | 38,336,248 | 72,156,238 |
| Total Net Debt Applicable to the Limit as a percentage of the Debt Limit | 63% | 70% | 83% | 67% |
| Unvoted Debt Limit - 1/10 of 1% of Assessed Valuation (General Limitation) | 2,830,458 | 2,770,497 | 2,521,506 | 2,446,821 |
| Unvoted Net Indebtedness | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Legal Debt Margin | 2,830,458 | 2,770,497 | 2,521,506 | 2,446,821 |
| Total Net Debt Applicable to the Limit as a percentage of the Debt Limit | 0% | 0% | 0% | 0% |
| Unvoted Debt Limit - 9/10 of 1% of Assessed Valuation (energy conservation limit) | 25,474,118 | 24,934,472 | 22,693,555 | 22,021,386 |
| Unvoted Net Indebtedness | <u>5,000,000</u> | <u>5,000,000</u> | <u>5,000,000</u> | <u>5,000,000</u> |
| Legal Debt Margin | 20,474,118 | 19,934,472 | 17,693,555 | 17,021,386 |
| Total Net Debt Applicable to the Limit as a percentage of the Debt Limit | 20% | 20% | 22% | 23% |

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

* - Calculation updated for FY2010 to exclude GAAP basis information

(a) - See schedule of Ratios of Net General Bonded Debt Outstanding

(b) - Exempt debt of District is for tax anticipation notes issued under 133.04(B)(1)

Source: Franklin County Auditor and Bond Counsel

| 2015 | 2014 | 2013 | 2012 | 2011 | 2010 * |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| 2,403,881,930 | 2,344,297,230 | 2,341,745,960 | 2,331,830,980 | 2,422,306,900 | 2,423,284,558 |
| 216,349,374 | 210,986,751 | 210,757,136 | 209,864,788 | 218,007,621 | 218,095,610 |
| 161,980,512 | 172,088,762 | 172,305,885 | 181,795,586 | 189,699,924 | 192,334,849 |
| <u>(3,530,000)</u> | <u>(4,340,000)</u> | <u>(5,120,000)</u> | <u>(5,875,000)</u> | <u>(6,605,000)</u> | <u>(7,635,000)</u> |
| 158,450,512 | 167,748,762 | 167,185,885 | 175,920,586 | 183,094,924 | 184,699,849 |
| 57,898,862 | 43,237,989 | 43,571,251 | 33,944,202 | 34,912,697 | 33,395,761 |
| 73% | 80% | 79% | 84% | 84% | 85% |
| 2,403,882 | 2,344,297 | 2,341,746 | 2,331,831 | 2,422,307 | 2,423,285 |
| - | - | - | - | - | - |
| 2,403,882 | 2,344,297 | 2,341,746 | 2,331,831 | 2,422,307 | 2,423,285 |
| 0% | 0% | 0% | 0% | 0% | 0% |
| 21,634,937 | 21,098,675 | 21,075,714 | 20,986,479 | 21,800,762 | 21,809,561 |
| <u>5,000,000</u> | <u>5,000,000</u> | <u>5,000,000</u> | <u>5,000,000</u> | <u>5,000,000</u> | <u>320,000</u> |
| 16,634,937 | 16,098,675 | 16,075,714 | 15,986,479 | 16,800,762 | 21,489,561 |
| 23% | 24% | 24% | 24% | 23% | 1% |

**HILLIARD CITY SCHOOL DISTRICT
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN YEARS**

| Year | (a) Estimated Population | (b) Per Capita Income | Personal Income | (c) Unemployment Rate * | (b) % of Population 25 Years and Older with Bachelor's Degree or Higher | (d) Enrollment Membership |
|------|--------------------------------|-----------------------------|--------------------|-------------------------------|---|---------------------------------|
| 2019 | 95,792 | \$ 33,514 | \$ 3,210,373,088 | 3.8% | 46.03% | 16,744 |
| 2018 | 85,484 | 33,513 | 2,864,825,292 | 3.8% | 46.03% | 16,524 |
| 2017 | 85,484 | 33,513 | 2,864,825,292 | 4.4% | 46.03% | 16,290 |
| 2016 | 88,345 | 33,514 | 2,960,794,330 | 4.0% | 46.03% | 16,059 |
| 2015 | 87,904 | 33,514 | 2,946,014,656 | 4.2% | 46.03% | 16,045 |
| 2014 | 87,193 | 33,514 | 2,922,186,202 | 5.5% | 46.03% | 15,864 |
| 2013 | 86,567 | 33,514 | 2,901,206,438 | 6.4% | 46.03% | 15,758 |
| 2012 | 86,567 | 33,514 | 2,901,206,438 | 6.5% | 46.03% | 15,677 |
| 2011 | 82,776 | 28,496 | 2,358,784,896 | 8.2% | 46.10% | 15,635 |
| 2010 | 78,297 | 28,496 | 2,231,151,312 | 9.2% | 46.10% | 15,487 |

Sources :

(a) Population for the District is estimated based on estimates from Mid-Ohio Regional Planning Commission
 2018 Information not available at time of publication, 2017 number used.

(b) US Census Bureau: For 2011 and before, 2000 Census Demographic Profiles for the City of Hilliard
 For 2012 and after, 2010 US Census Bureau Fact Finder

(c) June Data of Ohio Department of Jobs and Family Services

* Specific employment figures for the Hilliard City School District area are not available.
 Unemployment figures presented are for Franklin County.

(d) Educational Management Information System

**HILLIARD CITY SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO**

| Employer | 2019 | |
|--------------------------------|--------------|---|
| | Employees | Type of Business |
| Hilliard City Schools# | 1,884 | Public School District |
| Cellco Partnership dba Verizon | 1,242 | Telecommunication Services |
| Hikma Pharmaceutical | 1,074 | Pharmaceuticals |
| United Parcel Service | 875 | Package Delivery Service |
| BMW Financial Services | 838 | Automotive Financing |
| Midwest Motor Supply | 431 | Maintenance, Repair and Operation Parts Distributor |
| Sedgwick Claims Mgmt, Inc | 415 | Insurance Claims |
| Micro Center, Inc. | 322 | Distributor/Wholesaler Computer Equipment |
| Echosphere LLC | 289 | Dish Network |
| RE Rich Family Holding Corp | 243 | Food Products |
| | <u>7,613</u> | |

- This is a count of employees, not FTEs as presented in Table 15

| Employer | 2010 | |
|-----------------------------------|--------------|---|
| | Employees | Type of Business |
| Hilliard City Schools | 1,701 | Public School District |
| Boehringer Ingelheim Roxane, Inc. | 932 | Pharmaceuticals |
| United Parcel Service | 903 | Package Delivery Service |
| Echosphere LLC | 565 | Dish Network |
| BMW Financial Services | 489 | Automotive Financing |
| Verizon Business Network | 417 | Telecommunication Services |
| Redemtech, Inc. | 411 | Technology recovery, recycling, & disposition |
| Micro Center, Inc. | 336 | Distributor/Wholesaler Computer Equipment |
| Advanced Drainage Systems | 262 | Water Management/plastic piping |
| RE Rich Family Holding Corp | 262 | Food Products |
| | <u>6,278</u> | |

Source: Cities of Hilliard Tax Department, City of Columbus - Economic Development Division, and Individual Employers

**HILLIARD CITY SCHOOL DISTRICT
STAFFING STATISTICS - FULL TIME EQUIVALENTS (FTE) BY TYPE AND FUNCTION
LAST TEN FISCAL YEARS**

| | 2019 | 2018 | 2017 | 2016 |
|--|------------------------|------------------------|------------------------|------------------------|
| Professional Staff: | | | | |
| Teaching Staff | | | | |
| Regular Education Teaching | 795.39 | 796.50 | 754.17 | 741.67 |
| Special Education Teaching | 104.50 | 118.50 | 150.50 | 149.04 |
| Vocational Education Teaching | 18.10 | 18.50 | 20.00 | 10.00 |
| Tutors/Small Group Instruction | 111.50 | 89.50 | 101.67 | 92.36 |
| Administrators | | | | |
| District/Building | 74.00 | 70.00 | 69.00 | 68.00 |
| Auxiliary Positions | | | | |
| Psychologists | 13.25 | 11.75 | 14.36 | 15.16 |
| Counseling | 30.00 | 27.50 | 30.50 | 27.50 |
| Nurses | 9.50 | 9.50 | 9.50 | 10.50 |
| Speech | 17.45 | 15.45 | 14.46 | 14.46 |
| Adapted Phys Ed/Occupational Therapist | 11.73 | 9.23 | 11.10 | 10.10 |
| Physical Therapist | 2.74 | 2.74 | 2.74 | 2.74 |
| Social Work | - | - | - | - |
| Librarian/Media | 16.00 | 15.00 | 15.00 | 15.00 |
| Planning, Curriculum | 23.50 | 22.00 | 22.00 | 21.50 |
| Other Professional | 34.50 | 23.00 | 22.42 | 36.50 |
| Support Staff | | | | |
| Secretarial | 95.50 | 92.50 | 92.50 | 89.38 |
| Teaching Aides | 142.97 | 116.97 | 112.00 | 108.55 |
| Accounting, Auditing, Editing | 6.75 | 6.50 | 6.50 | 7.00 |
| Technical | 15.00 | 26.50 | 23.75 | 22.00 |
| Messenger | 2.00 | 2.00 | 2.00 | 2.00 |
| Custodial | 103.00 | 92.00 | 92.00 | 94.00 |
| Maintenance | 25.00 | 24.00 | 27.00 | 23.00 |
| Grounds | 9.00 | 9.00 | 9.00 | 9.00 |
| Bus Drivers | 136.00 | 114.00 | 125.00 | 122.00 |
| Mechanics | 5.00 | 5.00 | 5.00 | 5.00 |
| Total | <u>1,802.38</u> | <u>1,717.64</u> | <u>1,732.17</u> | <u>1,696.46</u> |
| Function | 2019 | 2018 | 2017 | 2016 |
| Governmental Activities | | | | |
| Instruction | | | | |
| Regular and Special | 1,127.69 | 1,097.04 | 1,100.38 | 1,068.00 |
| Support Services | | | | |
| Pupils | 156.16 | 131.35 | 137.26 | 137.76 |
| Instructional Staff | 82.75 | 90.47 | 82.75 | 81.38 |
| School Administration | 76.00 | 76.00 | 75.00 | 76.00 |
| Fiscal | 9.50 | 9.50 | 9.50 | 9.50 |
| Business | 6.00 | 6.00 | 6.00 | 6.00 |
| Maintenance | 144.00 | 128.00 | 131.00 | 133.00 |
| Transportation | 168.00 | 147.00 | 158.00 | 156.00 |
| Central | 15.00 | 15.00 | 15.00 | 13.00 |
| Community Service | 8.28 | 8.28 | 8.28 | 6.82 |
| Extra Curricular Activities | 9.00 | 9.00 | 9.00 | 9.00 |
| Total Governmental Activities | <u>1,802.38</u> | <u>1,717.64</u> | <u>1,732.17</u> | <u>1,696.46</u> |
| Total Primary Government | <u>1,802.38</u> | <u>1,717.64</u> | <u>1,732.17</u> | <u>1,696.46</u> |

Source - School District EMIS (Education Management Information System) Records

| 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| 745.67 | 742.48 | 775.82 | 784.63 | 783.66 | 770.38 |
| 145.00 | 136.24 | 115.50 | 118.11 | 123.50 | 122.99 |
| 10.00 | 10.00 | 9.00 | 9.00 | 11.25 | 12.25 |
| 87.50 | 107.04 | 89.74 | 88.18 | 89.08 | 92.16 |
| 69.00 | 67.00 | 66.00 | 65.00 | 69.48 | 68.48 |
| 13.75 | 17.81 | 13.70 | 13.70 | 17.35 | 16.95 |
| 26.00 | 27.00 | 27.10 | 27.00 | 27.50 | 27.50 |
| 9.00 | 11.00 | 9.50 | 9.50 | 12.00 | 12.00 |
| 13.45 | 13.95 | 13.45 | 15.45 | 13.45 | 14.35 |
| 10.20 | 10.70 | 10.20 | 10.20 | 9.20 | 9.20 |
| 3.04 | 2.54 | 2.54 | 2.54 | 2.54 | 2.54 |
| - | - | - | - | 1.00 | 2.00 |
| 15.00 | 15.00 | 15.00 | 15.00 | 22.00 | 22.00 |
| 18.00 | 8.00 | 10.00 | 10.00 | 17.50 | 19.50 |
| 33.23 | 32.45 | 26.29 | 18.29 | 22.00 | 19.00 |
| 88.50 | 88.50 | 88.00 | 89.00 | 89.81 | 91.81 |
| 112.93 | 101.50 | 108.36 | 113.49 | 113.50 | 110.75 |
| 7.00 | 6.50 | 6.50 | 8.50 | 8.50 | 7.50 |
| 24.50 | 26.00 | 25.00 | 26.00 | 29.00 | 27.00 |
| 2.00 | 2.00 | 1.50 | 1.50 | 1.00 | 2.00 |
| 89.00 | 94.00 | 85.00 | 89.00 | 92.00 | 90.00 |
| 27.00 | 27.00 | 26.00 | 32.00 | 29.00 | 28.00 |
| 9.00 | 9.00 | 10.00 | 10.00 | 10.00 | 9.00 |
| 132.00 | 124.00 | 129.00 | 118.00 | 117.50 | 119.50 |
| 4.00 | 5.00 | 4.00 | 4.00 | 4.00 | 4.00 |
| 1,694.77 | 1,684.71 | 1,667.20 | 1,678.09 | 1,715.82 | 1,700.86 |

| 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| 1,069.50 | 1,065.63 | 1,065.95 | 1,076.42 | 1,116.61 | 1,094.90 |
| 131.54 | 137.58 | 154.67 | 157.20 | 107.73 | 105.48 |
| 79.75 | 76.00 | 68.25 | 75.48 | 94.25 | 100.25 |
| 78.00 | 74.50 | 74.00 | 77.00 | 108.00 | 109.00 |
| 9.50 | 9.50 | 9.50 | 9.50 | 9.50 | 9.50 |
| 7.00 | 7.00 | 6.00 | 6.00 | 6.00 | 6.00 |
| 136.50 | 131.50 | 127.25 | 124.99 | 130.75 | 128.75 |
| 155.00 | 155.00 | 134.00 | 129.00 | 124.50 | 128.50 |
| 12.00 | 12.00 | 11.00 | 10.00 | 2.00 | 2.00 |
| 6.98 | 7.00 | 7.60 | 6.50 | 7.00 | 5.00 |
| 9.00 | 9.00 | 8.98 | 6.00 | 9.48 | 11.48 |
| 1,694.77 | 1,684.71 | 1,667.20 | 1,678.09 | 1,715.82 | 1,700.86 |
| 1,694.77 | 1,684.71 | 1,667.20 | 1,678.09 | 1,715.82 | 1,700.86 |

**HILLIARD CITY SCHOOL DISTRICT
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

| Function | 2019 | 2018 | 2017 | 2016 |
|--|-------------|-------------|-------------|-------------|
| Governmental Activities | | | | |
| Instruction | | | | |
| Regular and Special | | | | |
| Support Services | | | | |
| Pupil | | | | |
| Enrollment (Students) | 16,744 | 16,524 | 16,290 | 16,059 |
| Graduates | 1,237 | 1,215 | 1,157 | 1,159 |
| % of Students with Disabilities | 16.4% | 13.6% | 13.6% | 13.3% |
| % of Limited English Proficient Students | 7.8% | 7.1% | 6.6% | 6.8% |
| Instructional Staff | | | | |
| Information Technology Services | | | | |
| Work Orders Completed | 8,808 | 11,355 | 6,977 | 6,288 |
| School Administration | | | | |
| Student Attendance Rate | 95.6% | 95.7% | 94.9% | 95.6% |
| Fiscal | | | | |
| Purchase Orders Processed | 5,972 | 5,263 | 6,570 | 6,399 |
| Nonpayroll Checks Issued | 7,178 | 7,392 | 6,936 | 8,811 |
| Maintenance | | | | |
| District Square Footage Maintained by | | | | |
| Custodians and Maintenance Staff | 2,353,613 | 2,317,437 | 2,159,610 | 2,159,610 |
| District Acreage Maintained by | | | | |
| Grounds Staff | 400 | 387 | 387 | 387 |
| Transportation | | | | |
| Avg. Public and Parochial Students | | | | |
| Transported Daily (includes special education) | 8,064 | 8,257 | 8,218 | 8,420 |
| Avg. Daily Bus Fleet Mileage | 8,436 | 8,157 | 7,916 | 10,056 |
| Number of Buses in District Fleet | 157 | 157 | 157 | 157 |
| Community Services | | | | |
| Number of Students Enrolled in District | | | | |
| Latchkey Program | 1,140 | 1,132 | 1,098 | 1016* |
| Extra Curricular Activities | | | | |
| High School Varsity Teams | 78 | 78 | 78 | 78 |
| Business-Type Activities | | | | |
| Food Service Operations | | | | |
| Meals Served to Students | | | | |
| Lunch | 1,513,000 | 1,145,524 | 1,177,779 | 1,540,177 |
| Breakfast | 295,124 | 265,871 | 279,110 | 275,543 |

N/A - Information not available at time of publication

* - Added two buildings so capacity increased in 2016

Source - School District Records and Ohio Department of Education Report Card Data

| 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
|-----------|-----------|-----------|-----------|-----------|-----------|
| 16,045 | 15,864 | 15,758 | 15,677 | 15,635 | 15,487 |
| 1,205 | 1,117 | 1,116 | 1,127 | 1,099 | 1,001 |
| 11.9% | 12.9% | 12.1% | 12.1% | 11.4% | 11.2% |
| 7.4% | 6.7% | 5.9% | 6.9% | 7.3% | 8.4% |
| 6,037 | 5,831 | 5,177 | 4,287 | 2,965 | 3,977 |
| 95.9% | 96.3% | 96.2% | 96.4% | 96.0% | 96.0% |
| 6,714 | 6,557 | 6,730 | 6,821 | 7,081 | 7,231 |
| 8,776 | 9,322 | 9,638 | 9,497 | 9,615 | 10,627 |
| 2,159,610 | 2,159,610 | 2,159,610 | 2,159,610 | 2,159,610 | 2,159,610 |
| 387 | 387 | 387 | 387 | 387 | 387 |
| 8,145 | 8,394 | 8,434 | 9,185 | 9,399 | 9,244 |
| 9,130 | 8,595 | 8,801 | 8,240 | 8,104 | 7,697 |
| 157 | 157 | 157 | 156 | 156 | 127 |
| 978 | 919 | N/A | 857 | 875 | 877 |
| 78 | 78 | 78 | 78 | 78 | 78 |
| 1,535,972 | 1,812,336 | 1,853,646 | 1,945,097 | 1,947,405 | 1,876,701 |
| 246,611 | 228,485 | 225,074 | 183,753 | 166,783 | 138,307 |

**HILLIARD CITY SCHOOL DISTRICT
CAPITAL ASSETS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> |
|--------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Governmental Activities | | | | |
| Regular Instruction | | | | |
| Land and Improvements | \$ 49,945,928 | \$ 47,827,851 | \$ 44,145,384 | \$ 46,358,915 |
| Buildings and Improvements | 226,077,782 | 195,294,720 | 195,074,898 | 195,074,896 |
| Furniture Fixtures and Equip. | 6,552,321 | 6,614,343 | 6,119,095 | 5,892,155 |
| Buses, autos and Trucks | 29,884 | 21,585 | 21,585 | - |
| Special Instruction | | | | |
| Land and Improvements | 221,537 | 221,537 | 221,537 | 221,537 |
| Buildings and Improvements | 74,101 | 74,101 | 74,101 | 74,101 |
| Furniture Fixtures and Equip. | 85,075 | 36,853 | 36,853 | 36,853 |
| Buses, autos and trucks | 65,060 | 65,060 | 65,060 | 65,060 |
| Pupil Support | | | | |
| Furniture Fixtures and Equip. | 12,797 | 23,501 | 23,501 | 23,501 |
| Instructional Staff Support | | | | |
| Furniture Fixtures and Equip. | 252,700 | 678,131 | 678,131 | 678,131 |
| General and School Administration | | | | |
| Land and Improvements | 498,647 | 498,647 | 498,647 | 498,647 |
| Buildings and Improvements | 7,510,801 | 7,531,701 | 7,524,681 | 7,524,681 |
| Furniture Fixtures and Equip. | 446,006 | 882,488 | 887,810 | 1,026,661 |
| Buses, autos and trucks | 20,300 | 20,300 | 20,300 | 20,300 |
| Business | | | | |
| Buildings and Improvements | 32,048 | 32,048 | 32,048 | 32,048 |
| Furniture Fixtures and Equip. | 240,045 | 222,823 | 248,442 | 235,716 |
| Buses, autos and trucks | 44,321 | 66,916 | 42,105 | 84,105 |
| Operations and Maintenance | | | | |
| Land and Improvements | 22,071 | 22,071 | 22,071 | 22,071 |
| Buildings and Improvements | 4,090,571 | 3,653,042 | 3,653,042 | 3,653,042 |
| Furniture Fixtures and Equip. | 2,492,302 | 1,575,002 | 1,421,742 | 1,281,380 |
| Buses, autos and trucks | 1,181,983 | 1,171,591 | 984,238 | 1,056,420 |
| Pupil Transportation | | | | |
| Land and Improvements | 316,247 | 316,247 | 316,247 | 316,247 |
| Buildings and Improvements | 555,008 | 555,008 | 555,008 | 555,008 |
| Furniture Fixtures and Equip. | 50,979 | 148,689 | 137,378 | 137,378 |
| Buses, autos and trucks | 12,740,323 | 12,433,404 | 12,141,914 | 11,908,886 |
| Central | | | | |
| Furniture Fixtures and Equip. | 890,462 | 890,462 | 890,462 | 890,462 |
| Food Service Operations | | | | |
| Buildings and Improvements | - | 26,787 | 26,787 | 26,787 |
| Furniture Fixtures and Equip. | 2,018,273 | 1,726,486 | 1,706,830 | 1,695,066 |
| Community Services | | | | |
| Buildings and Improvements | - | - | - | 32,054 |
| Furniture Fixtures and Equip. | 23,315 | 23,315 | 23,315 | 14,342 |
| Extracurricular Activities | | | | |
| Land and Improvements | 4,568,133 | 4,427,869 | 4,427,869 | 4,427,869 |
| Buildings and Improvements | 1,886,123 | 1,864,645 | 1,864,645 | 1,864,645 |
| Furniture Fixtures and Equip. | 531,643 | 642,378 | 494,608 | 477,705 |
| Total Governmental Activities | | | | |
| Capital Assets | <u>\$ 323,476,786</u> | <u>\$ 289,589,601</u> | <u>\$ 284,380,334</u> | <u>\$ 286,206,669</u> |

Source: School District capital asset records

| | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
|----|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ | 44,499,972 | \$ 46,081,278 | \$ 45,300,125 | \$ 44,248,136 | \$ 43,338,144 | \$ 43,079,128 |
| | 195,061,738 | 195,020,369 | 195,012,925 | 194,998,683 | 194,953,534 | 194,953,534 |
| | 5,875,059 | 5,618,305 | 5,049,729 | 9,629,096 | 7,832,565 | 5,193,528 |
| | - | - | - | - | - | - |
| | 221,537 | 221,537 | 221,537 | 221,537 | 221,537 | 221,537 |
| | 74,101 | 74,101 | 74,101 | 74,101 | 74,101 | 74,101 |
| | 24,712 | 24,712 | 24,712 | 24,712 | 24,712 | 24,712 |
| | 65,060 | 65,060 | 65,060 | 65,060 | 65,060 | 65,060 |
| | 23,501 | 23,501 | 23,501 | 23,501 | 23,501 | 18,246 |
| | 671,033 | 671,033 | 665,563 | 665,563 | 610,772 | 610,772 |
| | 498,647 | 498,647 | 498,647 | 498,647 | 498,647 | 498,647 |
| | 7,545,581 | 7,545,581 | 7,545,581 | 7,545,581 | 7,545,581 | 7,545,581 |
| | 1,033,661 | 1,026,711 | 1,026,711 | 1,010,742 | 893,702 | 875,702 |
| | 20,300 | 20,300 | 20,300 | - | - | - |
| | 32,048 | - | - | - | - | - |
| | 140,546 | 124,836 | 101,755 | 67,596 | 42,309 | 36,914 |
| | 84,105 | 84,105 | 84,105 | 84,105 | 64,595 | 64,595 |
| | 22,071 | 22,071 | 22,071 | 22,071 | 22,071 | 22,071 |
| | 3,653,042 | 3,653,042 | 3,653,042 | 1,756,031 | 1,726,731 | 1,726,731 |
| | 1,186,394 | 1,147,796 | 1,125,915 | 1,050,854 | 980,227 | 927,553 |
| | 1,022,717 | 979,360 | 1,031,147 | 936,670 | 937,006 | 937,006 |
| | 316,247 | 316,247 | 316,247 | 316,247 | 718,154 | 718,154 |
| | 555,008 | 555,008 | 555,008 | 555,008 | 555,008 | 555,008 |
| | 27,429 | 27,429 | 27,429 | 27,429 | 27,429 | 27,429 |
| | 11,785,037 | 11,639,168 | 11,316,650 | 11,744,866 | 11,559,947 | 11,336,185 |
| | 890,462 | 890,462 | 890,462 | 890,462 | 890,462 | - |
| | 26,787 | - | - | - | - | - |
| | 1,600,036 | 1,549,339 | 1,536,919 | 1,494,269 | 1,446,000 | 1,412,034 |
| | 32,054 | 32,054 | 32,054 | 32,054 | 32,054 | 32,054 |
| | 14,342 | 14,342 | 14,342 | 14,342 | 14,342 | 14,342 |
| | 4,427,869 | 4,435,621 | 4,435,621 | 4,435,621 | 4,435,621 | 4,435,621 |
| | 1,636,145 | 1,636,145 | 1,636,145 | 1,636,145 | 1,667,208 | 1,667,208 |
| | 454,483 | 386,375 | 384,395 | 349,995 | 349,996 | 343,951 |
| | <u>\$ 283,521,724</u> | <u>\$ 284,384,535</u> | <u>\$ 282,691,799</u> | <u>\$ 284,419,125</u> | <u>\$ 281,551,016</u> | <u>\$ 277,417,404</u> |

**HILLIARD CITY SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

| | 2019 | 2018 | 2017 | 2016 @ |
|---|--------|--------|--------|--------|
| Alton Darby Elementary (2002) | | | | |
| Square Feet | 60,247 | 60,247 | 60,247 | 60,247 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 516 | 517 | 495 | 461 |
| Avery Elementary (1960) | | | | |
| Square Feet | 45,745 | 45,745 | 45,745 | 45,745 |
| Capacity (Students) | 600 | 600 | 500 | 500 |
| Enrollment | 399 | 408 | 400 | 391 |
| Beacon Elementary (1968) | | | | |
| Square Feet | 46,200 | 46,200 | 46,200 | 46,200 |
| Capacity (Students) | 600 | 600 | 500 | 500 |
| Enrollment | 480 | 489 | 498 | 507 |
| Britton Elementary (1968) | | | | |
| Square Feet | 70,338 | 70,338 | 70,338 | 70,338 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 447 | 475 | 473 | 456 |
| Brown Elementary (1965) | | | | |
| Square Feet | 48,323 | 48,323 | 48,323 | 48,323 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 552 | 573 | 567 | 570 |
| Darby Creek Elementary (1998) | | | | |
| Square Feet | 61,000 | 61,000 | 61,000 | 61,000 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 413 | 454 | 479 | 469 |
| Hilliard Crossing Elementary (1993) | | | | |
| Square Feet | 54,552 | 54,552 | 54,552 | 54,552 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 521 | 542 | 508 | 490 |
| Hilliard Horizon Elementary (1997) | | | | |
| Square Feet | 67,500 | 67,500 | 67,500 | 67,500 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 608 | 605 | 619 | 639 |
| Hoffman Trails Elementary (2002) | | | | |
| Square Feet | 60,247 | 60,247 | 60,247 | 60,247 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 582 | 601 | 630 | 596 |
| J.W. Reason Elementary (1958) | | | | |
| Square Feet | 44,295 | 44,295 | 44,295 | 44,295 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 492 | 481 | 505 | 467 |
| Norwich Elementary (1993) | | | | |
| Square Feet | 54,552 | 54,552 | 54,552 | 54,552 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 548 | 541 | 547 | 538 |
| Ridgewood Elementary (1961) | | | | |
| Square Feet | 45,404 | 45,404 | 45,404 | 45,404 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 603 | 580 | 566 | 568 |
| Scioto Darby Elementary (1989) | | | | |
| Square Feet | 64,897 | 64,897 | 64,897 | 64,897 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 456 | 460 | 425 | 459 |
| Washington Elementary (2007) | | | | |
| Square Feet | 60,247 | 60,247 | 60,247 | 60,247 |
| Capacity (Students) | 600 | 600 | 600 | 600 |
| Enrollment | 411 | 426 | 423 | 424 |
| Hilliard Station Sixth Grade School (2002)* | | | | |
| Square Feet | | 56,515 | 56,515 | 56,515 |
| Capacity (Students) | | 650 | 650 | 650 |
| Enrollment | | 573 | 579 | 599 |

| 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
|--------|--------|--------|--------|--------|--------|
| 60,247 | 60,247 | 60,247 | 60,247 | 60,247 | 60,247 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 453 | 446 | 465 | 463 | 491 | 509 |
| 45,745 | 45,745 | 45,745 | 45,745 | 45,745 | 45,745 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 378 | 399 | 407 | 452 | 501 | 508 |
| 46,200 | 46,200 | 46,200 | 46,200 | 46,200 | 46,200 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 479 | 495 | 524 | 518 | 537 | 522 |
| 70,338 | 70,338 | 70,338 | 70,338 | 70,338 | 70,338 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 493 | 409 | 432 | 398 | 356 | 363 |
| 48,323 | 48,323 | 48,323 | 48,323 | 48,323 | 48,323 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 562 | 570 | 525 | 541 | 552 | 563 |
| 61,000 | 61,000 | 61,000 | 61,000 | 61,000 | 61,000 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 489 | 536 | 573 | 576 | 614 | 610 |
| 54,552 | 54,552 | 54,552 | 54,552 | 54,552 | 54,552 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 512 | 540 | 564 | 581 | 564 | 563 |
| 67,500 | 67,500 | 67,500 | 67,500 | 67,500 | 67,500 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 633 | 609 | 588 | 577 | 585 | 619 |
| 60,247 | 60,247 | 60,247 | 60,247 | 60,247 | 60,247 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 573 | 537 | 534 | 514 | 503 | 494 |
| 44,295 | 44,295 | 44,295 | 44,295 | 44,295 | 44,295 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 480 | 489 | 448 | 446 | 394 | 358 |
| 54,552 | 54,552 | 54,552 | 54,552 | 54,552 | 54,552 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 546 | 544 | 540 | 540 | 522 | 513 |
| 45,404 | 45,404 | 45,404 | 45,404 | 45,404 | 45,404 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 557 | 576 | 564 | 611 | 576 | 523 |
| 64,897 | 64,897 | 64,897 | 64,897 | 64,897 | 64,897 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 474 | 493 | 478 | 477 | 508 | 512 |
| 60,247 | 60,247 | 60,247 | 60,247 | 60,247 | 60,247 |
| 600 | 600 | 600 | 600 | 600 | 600 |
| 416 | 431 | 433 | 403 | 388 | 360 |
| 56,515 | 56,515 | 56,515 | 56,515 | 56,515 | 56,515 |
| 650 | 650 | 650 | 650 | 650 | 650 |
| 596 | 571 | 569 | 574 | 558 | 528 |

**HILLIARD CITY SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (continued)
LAST TEN FISCAL YEARS**

| | 2019 | 2018 | 2017 | 2016 @ |
|---|---------|---------|---------|---------|
| Hilliard Station Sixth Grade School (1956)* | | | | |
| Square Feet | 140,000 | | | |
| Capacity (Students) | 900 | | | |
| Enrollment | 801 | | | |
| Hilliard Tharp Sixth Grade School (2002) | | | | |
| Square Feet | 62,000 | 62,000 | 62,000 | 62,000 |
| Capacity (Students) | 650 | 650 | 650 | 650 |
| Enrollment | 545 | 678 | 667 | 627 |
| Hilliard Heritage Middle School (1996) | | | | |
| Square Feet | 125,405 | 125,405 | 125,405 | 125,405 |
| Capacity (Students) | 800 | 800 | 800 | 800 |
| Enrollment | 786 | 783 | 780 | 777 |
| Hilliard Memorial Middle School (1956)* | | | | |
| Square Feet | | 140,000 | 140,000 | 140,000 |
| Capacity (Students) | | 900 | 900 | 800 |
| Enrollment | | 872 | 846 | 838 |
| Hilliard Memorial Middle School (2019)* | | | | |
| Square Feet | 139,985 | | | |
| Capacity (Students) | 1,200 | | | |
| Enrollment | 876 | | | |
| Hilliard Weaver Middle School (1994) | | | | |
| Square Feet | 124,785 | 124,785 | 124,785 | 124,785 |
| Capacity (Students) | 800 | 800 | 800 | 800 |
| Enrollment | 942 | 915 | 931 | 918 |
| Hilliard Darby High School (1997) | | | | |
| Square Feet | 276,553 | 276,553 | 276,553 | 276,553 |
| Capacity (Students) | 1,800 | 1,800 | 1,800 | 1,800 |
| Enrollment | 1,662 | 1,593 | 1,595 | 1,579 |
| Hilliard Davidson High School (1989) | | | | |
| Square Feet | 245,000 | 245,000 | 245,000 | 245,000 |
| Capacity (Students) | 1,800 | 1,800 | 1,800 | 1,800 |
| Enrollment | 1,943 | 1,834 | 1,760 | 1,711 |
| Hilliard Bradley High School (2009) | | | | |
| Square Feet | 309,000 | 309,000 | 309,000 | 309,000 |
| Capacity (Students) | 1,800 | 1,800 | 1,800 | 1,800 |
| Enrollment | 1,739 | 1,716 | 1,652 | 1,629 |
| Hilliard Preschool (2002) | | | | |
| Square Feet | 18,640 | 18,640 | 18,640 | 18,640 |
| Capacity (Students) | 200 | 200 | 200 | 200 |
| Enrollment | 422 | 407 | 345 | 346 |
| Innovative Learning Center (1990) # | | | | |
| Square Feet | 20,520 | 20,520 | 20,520 | 20,520 |
| Innovative Learning Center Annex (1990) | | | | |
| Square Feet | 6,000 | 6,000 | 6,000 | 6,000 |
| Innovative Learning Center Hub (2002)* | | | | |
| Square Feet | 56,515 | | | |
| Maintenance (1991) | | | | |
| Square Feet | 701 | 701 | 701 | 701 |
| Administrative and Support Services (2003) | | | | |
| Square Feet | 82,000 | 82,000 | 82,000 | 82,000 |
| Transportation (1989) | | | | |
| Square Feet | 9,000 | 9,000 | 9,000 | 9,000 |

Source: School District Records

Note: Year of original construction in parentheses. Increases in square footage and capacity are the result of renovations and additions. Capacity is the "program " capacity and can increase/decrease as a result of changes in federal, state, or local standards.

N/A - Not available, building was not open

* The District built a new middle school that opened for FY19. The new middle school was named Memorial Middle School. The old Memorial Middle School was repurposed as a sixth grade building and renamed Station Sixth Grade Building. Station Sixth grade building was repurposed as part of the Innovative Learning Center and is called the Hub.

- Formerly Central Office

@-Capacity re-evaluated and updated in summer 2016

| 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
|---------|---------|---------|---------|---------|---------|
| 62,000 | 62,000 | 62,000 | 62,000 | 62,000 | 62,000 |
| 650 | 650 | 650 | 650 | 650 | 650 |
| 615 | 668 | 627 | 595 | 592 | 652 |
| 125,405 | 125,405 | 125,405 | 125,405 | 125,405 | 125,405 |
| 800 | 800 | 800 | 800 | 800 | 800 |
| 794 | 772 | 771 | 747 | 737 | 732 |
| 140,000 | 140,000 | 140,000 | 140,000 | 140,000 | 140,000 |
| 800 | 800 | 800 | 800 | 800 | 800 |
| 830 | 817 | 833 | 763 | 783 | 775 |
| 124,785 | 124,785 | 124,785 | 124,785 | 124,785 | 124,785 |
| 800 | 800 | 800 | 800 | 800 | 800 |
| 889 | 837 | 801 | 852 | 866 | 886 |
| 276,553 | 276,553 | 276,553 | 276,553 | 276,553 | 276,553 |
| 1,800 | 1,800 | 1,800 | 1,800 | 1,800 | 1,800 |
| 1,551 | 1,548 | 1,496 | 1,431 | 1,423 | 1,607 |
| 245,000 | 245,000 | 245,000 | 245,000 | 245,000 | 245,000 |
| 1,800 | 1,800 | 1,800 | 1,800 | 1,800 | 1,800 |
| 1,703 | 1,740 | 1,788 | 1,777 | 1,805 | 1,873 |
| 309,000 | 309,000 | 309,000 | 309,000 | 309,000 | 309,000 |
| 1,800 | 1,800 | 1,800 | 1,800 | 1,800 | 1,800 |
| 1,619 | 1,529 | 1,485 | 1,532 | 1,434 | 1,096 |
| 18,640 | 18,640 | 18,640 | 18,640 | 18,640 | 18,640 |
| 200 | 200 | 200 | 200 | 200 | 200 |
| 403 | 308 | 311 | 301 | 346 | 321 |
| 20,520 | 20,520 | 20,520 | 20,520 | 20,520 | 20,520 |
| 6,000 | 6,000 | 6,000 | 6,000 | 6,000 | 6,000 |
| 701 | 701 | 701 | 701 | 701 | 701 |
| 82,000 | 82,000 | 82,000 | 82,000 | 82,000 | 82,000 |
| 9,000 | 9,000 | 9,000 | 9,000 | 9,000 | 9,000 |

**HILLIARD CITY SCHOOL DISTRICT
EDUCATIONAL AND OPERATING STATISTICS
LAST TEN SCHOOL YEARS**

| | 2018-2019 | 2017-2018 | 2016-2017 | 2015-2016 |
|--|-----------|-----------|-----------|-----------|
| ACT Scores (Averages) | | | | |
| Hilliard | 21.4 | 21.8 | 23.4 | 23.7 |
| Ohio | 20 | 20.3 | 22 | 22.0 |
| National | N/A | 20.8 | 21 | 20.8 |
| SAT Scores (Averages) | | | | |
| Hilliard | | | | |
| Verbal/Critical Reading | 595 | 552 | N/A | 556 |
| Mathematics | 618 | 547 | N/A | 592 |
| Writing | (a) | (a) | N/A | 525 |
| Ohio | | | | |
| Verbal/Critical Reading | 550 | 536 | N/A | 556 |
| Mathematics | 548 | 531 | N/A | 563 |
| Writing | (a) | (a) | N/A | 534 |
| National | | | | |
| Verbal/Critical Reading | 531 | 544 | N/A | 494 |
| Mathematics | 528 | 538 | N/A | 508 |
| Writing | (a) | (a) | N/A | 482 |
| National Merit Scholars | | | | |
| Finalist | 3 | 13 | N/A | 16 |
| Semi-Finalist | 0 | 0 | N/A | 16 |
| Commended Scholars | 8 | 13 | N/A | 10 |
| State Testing Indicators | | | | |
| Total Number of Indicators | 24 | 24 | 25 | N/A |
| Hilliard Met | 5 | 5 | 3 | N/A |
| State Average Met | N/A | N/A | N/A | N/A |
| Performance Index Score * | | | | |
| | 74.5 | 74.4 | 90.6 | 90.3 |
| ODE Per Pupil Costs # | | | | |
| Hilliard | \$ 10,590 | \$ 10,278 | \$ 10,037 | \$ 9,736 |
| State Avg. | \$ 9,724 | \$ 9,353 | \$ 9,149 | \$ 8,711 |
| Average Teacher Salary | | | | |
| Hilliard | \$ 75,674 | \$ 76,702 | \$ 75,842 | \$ 73,858 |
| State Avg. | N/A | \$ 58,266 | \$ 56,865 | \$ 55,140 |
| Average Teacher Years' Experience | | | | |
| | 16 | 16 | 16 | 15 |
| Percentage of Teachers with a Master's Degree or Higher | | | | |
| | 72.2% | 63.3% | 64.9% | 66.5% |
| Percentage of Students on Free/Reduced Lunch @ | | | | |
| | 23.50% | 23.70% | 24.27% | 24.20% |

N/A - Information not available at the time of this document's preparation.

(a) - New SAT scoring method combines Critical Reading/Writing into a single score as of 2018.

- Per Pupil for 2014 and 2013 not available from ODE, calculated based on ADM and modified accrual expenditures, excluding debt payments

@ - Information based on Title I Eligibility From CCIP

* - The Performance Index Score reflects the achievement of every tested student. The score is a weighted average of all tested subjects in grades 3-8 and 10. The most weight is given to advanced students (1.2) and the weights decrease for each performance level. This creates a scale of 0 to 120 points, with 100 being the goal.

Source : School District Student Records and Ohio Department of Education

| 2014-2015 | 2013-2014 | 2012-2013 | 2011-12 | 2010-11 | 2009-10 |
|-----------|-----------|-----------|-----------|-----------|-----------|
| 23.5 | 23.8 | 23.4 | 23.3 | 23.2 | 23.2 |
| 22.0 | 22.0 | 21.8 | 21.8 | 21.8 | 21.8 |
| 21.0 | 21.0 | 20.9 | 21.1 | 21.1 | 21.0 |
| 552 | 564 | 541 | 536 | 529 | 533 |
| 575 | 597 | 570 | 571 | 553 | 555 |
| 519 | 546 | 521 | 515 | 501 | 510 |
| 557 | 555 | 548 | 543 | 539 | 538 |
| 563 | 562 | 556 | 552 | 545 | 548 |
| 537 | 535 | 531 | 525 | 522 | 522 |
| 495 | 497 | 496 | 496 | 497 | 501 |
| 511 | 513 | 514 | 514 | 514 | 516 |
| 484 | 487 | 488 | 488 | 489 | 492 |
| 8 | 0 | 0 | 0 | 0 | 5 |
| 8 | 1 | 8 | 6 | 4 | 5 |
| 17 | 8 | 21 | 8 | 7 | 7 |
| 33 | 24 | 24 | 26 | 26 | 26 |
| 31 | 24 | 24 | 26 | 26 | 26 |
| N/A | N/A | 20 | 22 | 18 | 18 |
| 95.9 | 104.3 | 103.6 | 104.4 | 103.5 | 101.9 |
| \$ 11,260 | \$ 11,651 | \$ 11,386 | \$ 11,336 | \$ 11,398 | \$ 11,475 |
| N/A | N/A | N/A | N/A | N/A | N/A |
| \$ 72,555 | \$ 72,646 | \$ 69,798 | \$ 70,025 | \$ 69,870 | \$ 69,369 |
| \$ 52,381 | \$ 53,783 | \$ 54,010 | \$ 54,140 | \$ 56,715 | \$ 55,958 |
| N/A | 13.59 | 15 | 16 | 14.4 | 15 |
| N/A | 80.8% | 73.3% | 75.3% | 61.7% | 63.9% |
| 23.39% | 22.79% | 24.50% | 21.04% | 19.62% | 17.44% |



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